Contact: Chad Sharp

INTERNAL AUDIT REPORTS ISSUED

Action Requested: Receive the original and follow-up internal audit reports.

Executive Summary: Completed institutional internal audit reports are reported to the Audit and Compliance Committee as required by Board policy.

ORIGINAL REPORTS	CEA*	Status
University of Iowa		
• BioVentures Tenant Administration		Open
• Cambus		Closed
• College of Liberal Arts and Sciences Technology Services		Open
• College of Pharmacy		Open
• Iowa Institute of Human Genetics		Open
• Libraries Administration		Open
• Medical Center North Liberty Cash Handling		Open
• Office of Animal Resources		Open
• Scanlan Center for School Mental Health		Closed
Iowa State University		
• Center for Food Security and Public Health		Open
• Contract Management		Open
• Independent Contractors		Open
University of Northern Iowa		
• Motor Pool		Open

**Assessment of Controls/Efficiencies (CEA) are defined on the following page.*

Follow-Up Reports

University of Iowa

- Department of Anatomy and Cell Biology — Closed
- Department of Chemistry — Closed
- Department of Cinematic Arts and CLAS Production Unit — Closed
- Department of Internal Medicine — Closed
- Medical Center Downtown Building Security and Access — Closed
- Medical Center Downtown Revenue Cycle — Closed
- North Liberty Hospital Building Access and Security — Closed
- StarRez — Closed
- Women's Resource and Action Center — Closed

Iowa State University

- Cash Management and Investments — Closed

University of Northern Iowa

- Office of Civil Rights Compliance — Closed

HIGH 	• Could seriously affect several areas within the university. Exposes the university to unacceptable risks or liability if not corrected OR • Involves difficult issues requiring the attention of executive management OR • Involves compliance with Federal, State, or other laws and could result in serious consequences if not implemented OR • Unacceptable weakness in the internal and/or accounting controls OR • Substantial savings (perhaps millions) can potentially be realized by correcting.
MODERATE 	• Could seriously affect a department or area within the university OR • Involves a difficult issue requiring the attention of upper management OR • Involves compliance with Federal, State, or other law and could result in minor consequences if not implemented OR • Weakness in the internal and/or accounting controls OR • Savings (perhaps thousands) can potentially be realized by correcting.
LOW 	• Can affect a department or may be common to several areas OR • Could result in improved internal and accounting control OR • Can be corrected relatively easily OR • Could result in improved efficiency or effectiveness of operations OR • No reportable observations or corrective action taken prior to report issuance.

**The internal auditors have utilized the colors for the CEA in evaluating each overall audit report.*



University of Iowa
BioVentures Tenant Administration
Issued September 16, 2026 Status: Open

The BioVentures Center (BVC) is an 80,000-square-foot facility within the UI Research Park that leases office and laboratory space to 18 incubator-tenant companies. From April 2025 through March 2026, BVC collected approximately $1.5 million in tenant rent and invoiced approximately $500,000 to tenant accounts for university-provided services. Audit recommendations include creating standard operating procedures for critical administrative functions; implementing formal tenant account and service agreements; establishing regular reviews of the Tenant Handbook; developing record retention schedules and formal document storage structures; documenting rent rate-setting methodologies and approvals; developing key performance indicators and financial reporting; reevaluating tenant access to university resources; strengthening tenant internet and network governance; and replacing the outdated incuTrack system. Management expects corrective actions to be completed by July 2027.



University of Iowa
Cambus
Issued September 16, 2026 Status: Closed

Cambus is the University of Iowa's fare-free public transit system, providing over three million rides to students, employees, visitors, and the public annually. This audit was performed to evaluate if proper controls are in place and determine whether opportunities for improvement exist. Audit recommendations included routing external agreements to Division of Sponsored Programs for signature and ensuring staff are assigned and complete required Family Education Rights and Privacy Act compliance training. Management has implemented its action plans. This audit is closed.



University of Iowa
College of Liberal Arts and Sciences Technology Services
Issued September 16, 2026 Status: Open

The College of Liberal Arts and Sciences Technology Services (CLAS TS) has 18 full-time employees with core functions including application development, data management, reporting, Linux system infrastructure support, online forms processing, and administering Student Technology Fee funds annually to CLAS academic units for instructional technology resources. The audit was performed to evaluate the design and effectiveness of CLAS TS controls. Primary audit recommendations include deploying application vulnerability scanning, performing user account reviews on applications, documenting Linux machines with required manual patching and submitting the Linux systems that cannot be patched to the Information Security and Policy Office. Management expects to complete its action plans by March 2027.



University of Iowa
College of Pharmacy
Issued September 16, 2026 Status: Open

The College of Pharmacy has over 50 faculty and 110 staff members that support more than 50 graduate students and 400 pharmacy students annually. The audit was conducted to evaluate controls over financial, human resources, and building access processes and to identify improvement opportunities. Audit recommendations include strengthening monitoring of employee compliance requirements, establishing a formal policy review cycle, and improving

the timeliness of monthly account statement reconciliations. Management expects to complete corrective actions by March 2027.



University of Iowa
Iowa Institute of Human Genetics (IIHG)
Issued September 16, 2026 Status: Open

IIHG provides research, genetic testing, and education for the purpose of supporting precision genomic medicine in Iowa. The IIHG audit was performed to evaluate if proper controls are in place and determine whether opportunities for improvement exist. Primary audit recommendations include reviewing full-time equivalent allocations and division-level financial reporting, timely service center reviews, and improving revenue cycle processes and related oversight. Management expects to complete its action plans by February 2027.



University of Iowa
Libraries Administration
Issued September 16, 2026 Status: Open

The University of Iowa Libraries is the largest academic library system in the state of Iowa. It operates a network of facilities including the Main Library, six specialized branch libraries, and an off-site storage Annex employing more than 300 staff and student employees. This audit was performed to evaluate if proper controls are in place and determine whether opportunities for improvement exist. Recommendations include strengthening emergency preparedness plans, ensuring compliance training is properly assigned and completed on time, distribute unused cash equivalents, and segregating library fine refund duties. Leadership expects to complete action plans by July 2027.



University of Iowa
Medical Center North Liberty Cash Handling
Issued September 16, 2026 Status: Open

Cash and cash equivalents are collected at several amenities available at Medical Center North Liberty (MCNL) including valet services, the JE Dunn Construction Dining Room, the Fractured Bean Coffee Shop, and a combined gift shop and retail pharmacy. The audit was performed to evaluate the effectiveness of controls in place over cash and cash equivalents at MCNL and to determine whether opportunities for improvement exist. Audit recommendations include improving system access controls, assigning required cash and credit card handling trainings, and documenting a formal cash handling procedure for valet operations. Management expects to complete its action plans by October 2026.



University of Iowa
Office of Animal Resources
Issued September 16, 2026 Status: Open

The Office of Animal Resources (OAR) provides centralized animal care services to the UI research community including veterinary care and husbandry management. It operates following the guidance of the Office of Institutional Animal Care and Use Committee, a federally mandated committee that is responsible for ethical oversight, policy setting, and protocol approval for animal research. The OAR audit was performed to evaluate if proper controls are in place and determine whether opportunities for improvement exist. Audit recommendations include improving shared drive access controls and documenting a formal policy for managing animal inventory discrepancies. Management expects to complete its action plans by November 2026.



University of Iowa
Scanlan Center for School Mental Health
Issued September 16, 2026 Status: Closed

Scanlan Center for School Mental Health (SCSMH) is University of Iowa's center for school-based mental health services. SCSMH's work includes research, training, professional development, and clinical services. The SCSMH audit was performed to evaluate if proper controls are in place and determine whether opportunities for improvement exist. Audit recommendations include ensuring required security reviews are completed, improving physical access monitoring controls, and ensuring access to the departmental shared drive is consistently deprovisioned at separation. Management has implemented its action plans. This audit is closed.



Iowa State University
Center for Food Security and Public Health
Issued September 16, 2026 Status: Open

The mission of the Center for Food Security and Public Health is to increase national and international preparedness for accidental or intentional introduction of diseases that threaten food production or public health. The center conducts sponsored programs work related to zoonotic disease resources, biosecurity resources, and animal health. Audit recommendations involve formalizing processes related to strategic planning, data governance expectations, and center level training. Management expects to complete its action plans by July 2027.



Iowa State University
Contract Management
Issued September 16, 2026 Status: Open

Iowa State University's contracts are administered and managed departmentally. Over 7,200 contracts totaling approximately $405 billion in revenue and expense were reported via a survey which was conducted to obtain the number and dollar amount of contracts for each department. The purpose of this audit was to provide reasonable assurance that contract-management-associated business and operational processes had appropriate internal controls and were operating as intended. Audit recommendations include establishing an institutional contract management framework; defining and enforcing clear standards for granting, documenting, and maintaining delegated contract authority; and collaborating with Board of Regents staff to revise policies and procedures to mitigate inconsistencies, increase clarity, and support policy alignment. Management expects to complete its action plans by July 2027.



Iowa State University
Independent Contractors
Issued September 16, 2026 Status: Open

The ISU Procurement Services department implemented an enhanced contractor and consultant policy and process on March 1, 2026, which provides a consistent framework for employee or independent contractor classification determination. The audit was conducted to evaluate current classification processes and provide reasonable assurance that associated business and operational processes are operating as intended. The audit recommendation includes establishing and documenting an enforcement plan for the existing policy and process. Management expects to complete its action plan by April 2027.

University of Northern Iowa
Motor Pool
Issued September 16, 2026 Status: Open

The Motor Pool department at the University of Northern Iowa oversees vehicle rental, vehicle and equipment repairs, and fueling operations. The audit was performed to assess the efficiency and effectiveness of Motor Pool operations. Primary audit recommendations focus on creating a strategic plan; updating policies and procedures; establishing key performance indicators; and strengthening fuel management oversight. Management expects to complete action plans by March 2027.

Status of Audit Follow-Ups

University of Iowa				
Title	**Report Date**	**Original Follow-Up Date**	**Revised Follow-Up Date**	**Action Status**
1. Magid Center for Writing	Sept 17, 2025	July 2026	Sept 2026	
2. Department of Urology	Feb 25, 2026	Aug 2026	Nov 2026	
3. Bioengineering	April 22, 2026	Sept 2026	Nov 2026	
4. University of Iowa Research Foundation	Feb 25, 2026	Sept 2026		
5. Medical Center Downtown Central Sterilizing	Feb 25, 2026	Oct 2026		
6. UI Health Care Admission and Transfer Center	June 15, 2026	Dec 2026		
7. UI Health Care Enterprise Scheduling Operations	Feb 25, 2026	Dec 2026		
8. Medical Center University Patient and Visitor Parking	April 22, 2026	Jan 2027		
9. Research Integrity and Security Office	April 22, 2026	Jan 2027		

Iowa State University				
Title	**Report Date**	**Original Follow-Up Date**	**Revised Follow-Up Date**	**Action Status**
10. Student Health Center	June 15, 2026	Sept 2026		
11. Institutional Research	Feb 25, 2026	Nov 2026		
12. Ivy College of Business	Feb 25, 2026	Dec 2026		
13. Center for Survey Statistics and Methodology	June 15, 2026	Jan 2027		
14. North Central Regional Aquaculture Center	June 15, 2026	Apr 2027		

University of Northern Iowa				
Title	**Report Date**	**Original Follow-Up Date**	**Revised Follow-Up Date**	**Action Status**
15. UNI Works	April 22, 2026	April 2027		

Follow-Up Legend

	• Planned corrective action and/or follow-up report not completed within six months of originally scheduled date.
	• Planned corrective action and/or follow-up report not completed within three months of originally scheduled date.
	• Follow-up report is due and is within three months of originally scheduled completion date.
	• Follow-up report not yet due.