

UNIVERSITY OF MASSACHUSETTS
AMHERST•BOSTON•DARTMOUTH•LOWELL•WORCESTER

**MINUTES OF THE MEETING OF THE
AUDIT COMMITTEE**

Wednesday, September 12, 2012; 10:00 a.m.
Amherst Room
225 Franklin Street – 33rd Floor
Boston, Massachusetts

Committee Members Present: Chair Furman; Vice Chair Woolridge; Trustee Campbell; Chairman Thomas

Committee Members Absent: Trustees Collins and Reville

University Administration: General Counsel Heatwole; Chancellors Subbaswamy, Motley, Grossman, Meehan and Collins; Director of Internal Audit David

Documents Used: -Internal Audit Update, Doc. T12-069

Chair Furman convened the meeting at 10:37 a.m. and stated that the Committee had been provided with draft minutes for the June 5, 2012 meeting and asked for any corrections. With no corrections, the minutes were approved.

Chair Furman welcomed Director of Internal Audit David and Internal Audit Manager McCormick and outlined the agenda, and stated that the Committee would vote to go into Executive Session and the meeting would not reconvene in open session.

Report by the Director of Internal Audit:

Mr. David briefed the Committee on the status of audits from Fiscal Year 2012 and Fiscal Year 2013. He also reported on the recent hiring of two senior level auditors. Mr. David then shared highlights from the “Report to the Nations on Occupational Fraud and Abuse” which included the most common types of occupational fraud and the average cost of workplace fraud, among other key findings. He also highlighted the significant impact that fraud has on all industries, the importance of building fraud awareness throughout the University, and the variety of preventative and detective fraud controls deployed by the University.

Chair Furman then asked the Committee to vote to enter into **Executive Session** pursuant to Chapter 30A, Section 21(a)(5), and under Section 21(a)(7) to comply with the provisions of another general law, specifically: General Law Chapter 66A, General Law Chapter 214, Section 1B, and General Law Chapter 4, Section 7, (26)(c) and (f).

Audit Committee
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It was moved and seconded and the Secretary called the roll with each Committee member asked to vote yes or no to enter into Executive Session. Chair Furman voted for the motion as did Vice Chair Woolridge; and Trustee Campbell; and Chairman Thomas.

The time was 10:54 p.m.

Kate Wilkinson
Staff Assistant