UNIVERSITY OF KENTUCKY BOARD OF TRUSTEES

Joe Reed, Chief Accountability Officer and Audit Executive

UKIA FY 2024-25 PRIORITIES

Work prioritization is required per industry standards

The chief audit executive must base the internal audit plan on a documented assessment of the organization's strategies, objectives and risks.

- The Institute of Internal Auditors (IIA)
Global Internal Audit Standards

Per Standard 9.4, the internal audit plan must

- Be informed by input from the board and senior management as well as the chief audit executive's understanding of the organization's governance, risk management and control processes. This assessment must be performed at least annually.

- Specify internal audit services that support the evaluation and improvement of the organization's governance, risk management and control processes.

- Consider coverage of information technology governance, fraud risk, the effectiveness of the organization's compliance and ethics programs and other high-risk areas.

UK University of Kentucky

Work prioritization is required per governing documents

Audit and Compliance Committee Charter
General Responsibilities for Internal Audit

"*The Audit and Compliance Committee will…review the UKIA budget and approve the UKIA Work Prioritization Plan.*"

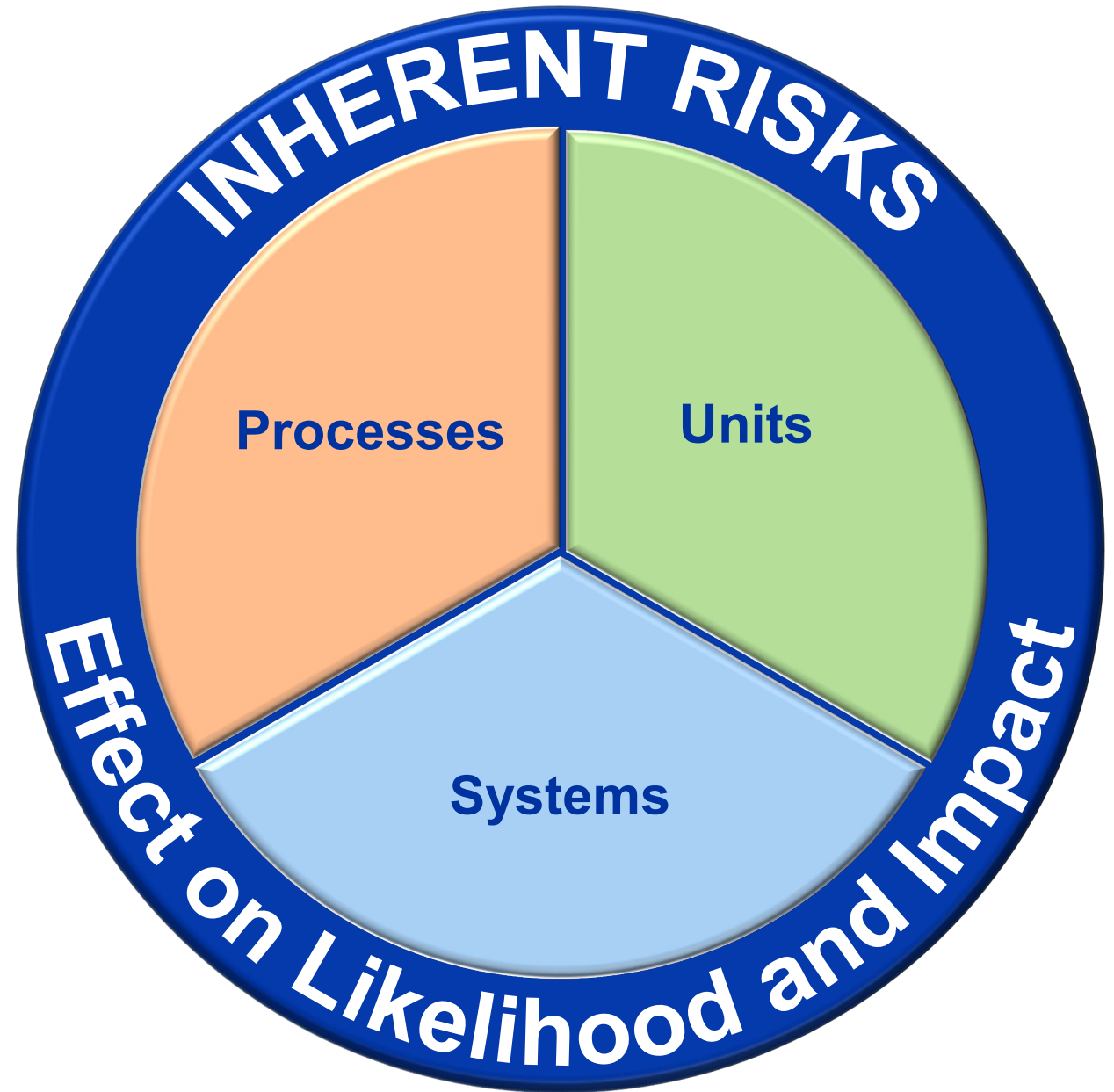## UK Internal Audit Charter
Responsibilities of Internal Audit

2. *At least annually, UKIA will submit its risk-based, dynamic Work Plan to the ACC for review and approval; any significant interim changes will also be submitted.*
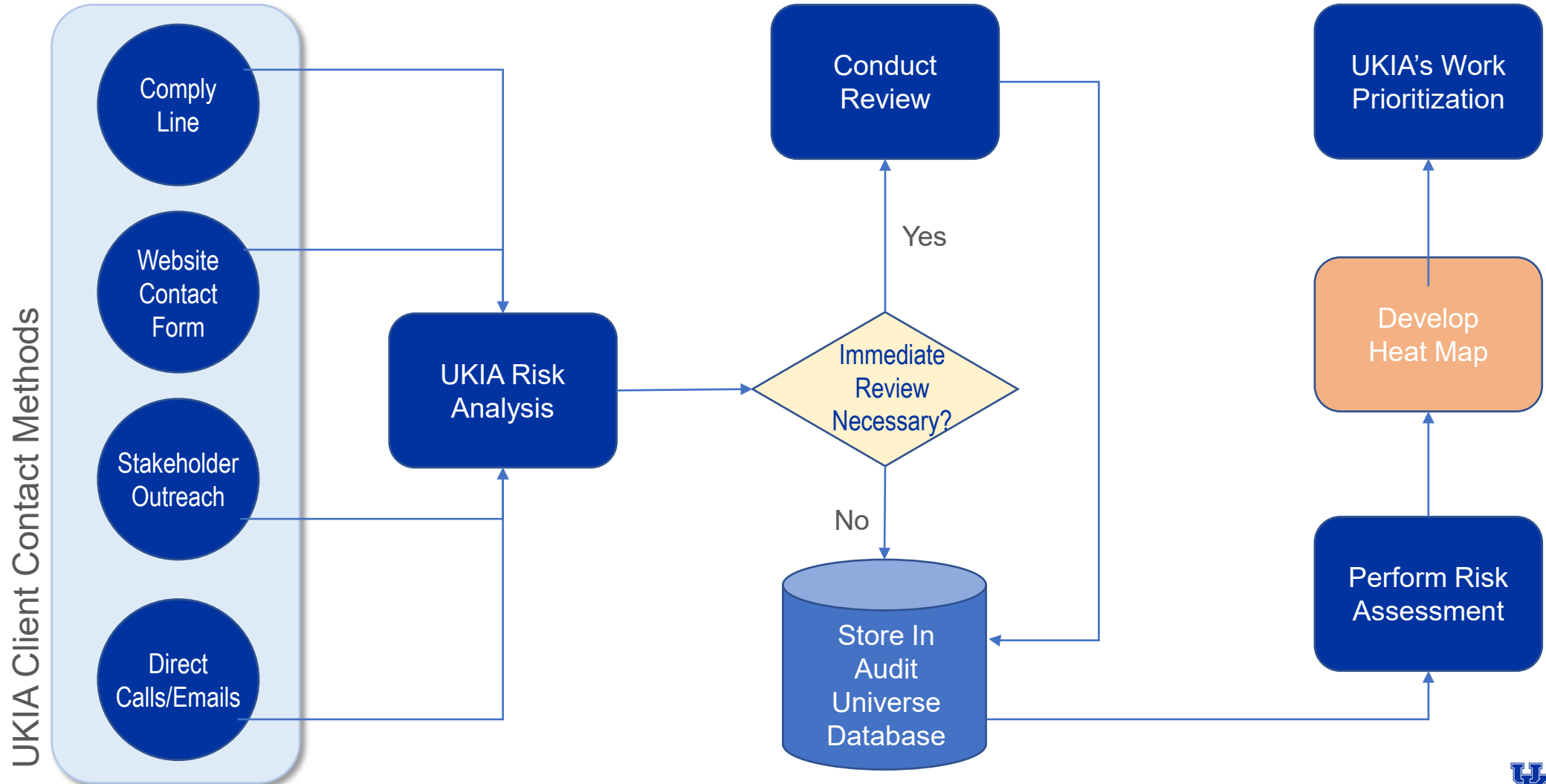
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FY 2024-25 ENTERPRISE RISK ASSESSMENT

Audit Universe:
A list of all the possible audits that could be performed. It should be assessed at least annually and updated to reflect the most current strategies and direction of the organization.
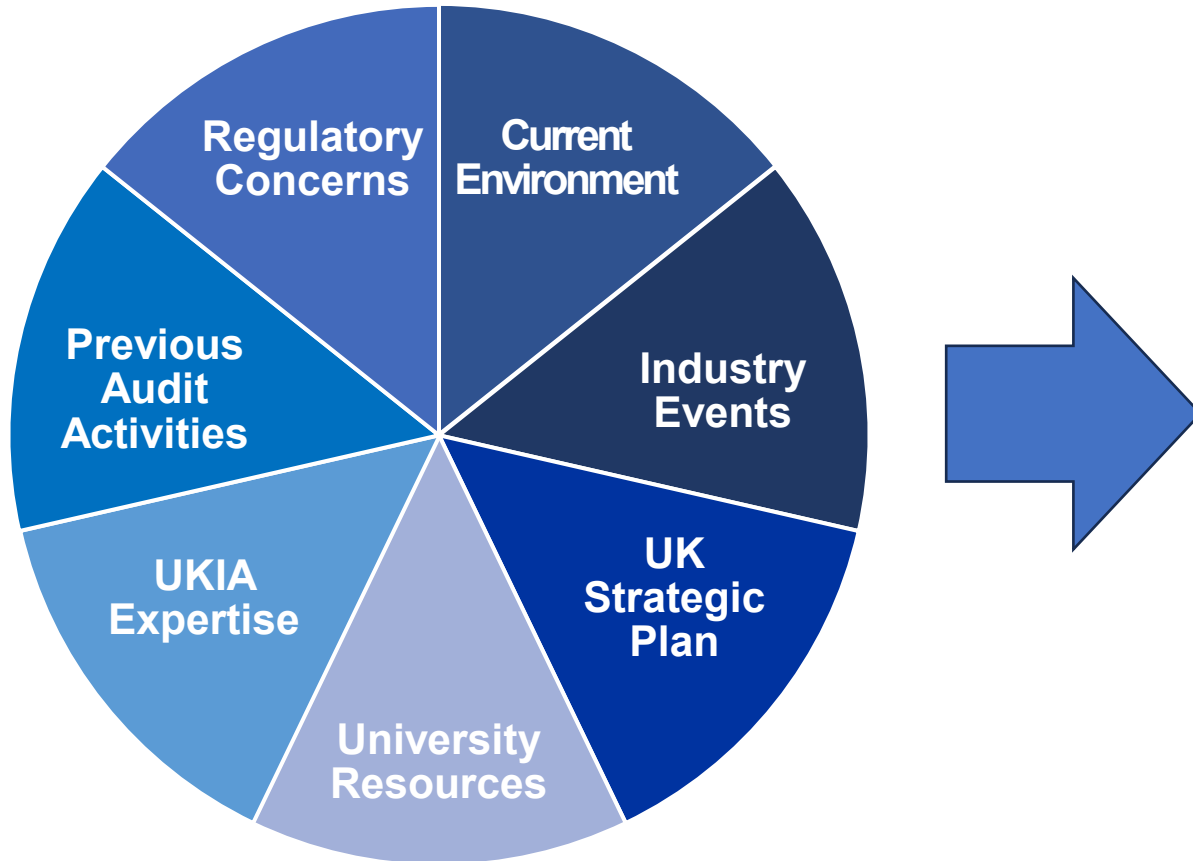

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UKIA Work Prioritization Process

Risk considerations and assessment

Business Risk Factor	Definition/Measurement
Public Exposure	Media coverage intensity and type of clientele
External Factors	Federal and state regulations and industry standards
Materiality	Degree of financial and budgetary impact
Audit Interval	Elapsed time since last external and/or internal audit
Workplace Control Environment	Workplace culture and practices
IT Control Environment	Information technology culture and practices
Management Requests	Review request made by university management

Pie chart segments: Current Environment, Industry Events, UK Strategic Plan, University Resources, UKIA Expertise, Previous Audit Activities, Regulatory Concerns

UK INTERNAL AUDIT (UKIA) WORK PRIORITIZATION

FY 2024-25

FY 2024-25 work prioritization

**Continuous/
Unplanned Activities**

Processes

Information systems

Units

FY 2024-25 work prioritization: processes

Work Prioritization: Processes	*Only the Top Three Risk Factors for Each are Shown	Business Risk Factors*						
		Public Exposure	External Factors	Materiality	Audit Interval	Workplace Control Environment	IT Control Environment	Management Requests
	Business Continuity	✓				✓	✓	
	Contract Management	✓		✓		✓		
	Enrollment Management	✓	✓		✓			
	Institutional Compliance**	✓	✓			✓		
	Medical Revenue Cycle	✓	✓	✓				
	Planning, Design and Construction	✓		✓		✓		
	Procurement Card	✓		✓		✓		
	Records Management		✓			✓	✓	

**These projects are handled by the Office of Accountability, e.g, International Travel Registry, Willed Body Program, Motor Vehicle Records, etc.

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FY 2024-25 work prioritization

**Continuous/
Unplanned Activities**

Processes

Business continuity

Contract management

Enrollment management

Institutional compliance

Medical revenue cycle

Planning, design and construction

Procurement card

Records management

Information systems

Units

University of Kentucky

FY 2024-25 work prioritization: information systems

Work Prioritization: Information Systems	*Only the Top Three Risk Factors for Each are Shown	Business Risk Factors*						
		Public Exposure	**External Factors**	**Materiality**	**Audit Interval**	**Workplace Control Environment**	**IT Control Environment**	**Management Requests**
	Data Centers	✓	✓				✓	
	Electronic Discovery	✓	✓				✓	
	Enterprise Applications	✓	✓				✓	
	Disaster Recovery	✓	✓				✓	

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FY 2024-25 work prioritization

Continuous/ Unplanned Activities

Processes

Business continuity

Contract management

Enrollment management

Institutional compliance

Medical revenue cycle

Planning, design and construction

Procurement card

Records management

Information systems

Data Centers

Electronic discovery

Enterprise applications

Disaster recovery

Units

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FY 2024-25 work prioritization: units

Work Prioritization: Units	*Only the Top Three Risk Factors for Each are Shown	Business Risk Factors*						
		Public Exposure	**External Factors**	**Materiality**	**Audit Interval**	**Workplace Control Environment**	**IT Control Environment**	**Management Requests**
	Ambulatory Services	✓	✓	✓				
	Ancillary units/entities	✓	✓			✓		
	Athletics	✓	✓			✓		
	Externally-funded Academic Centers	✓				✓	✓	

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FY 2024-25 work prioritization

Continuous/ Unplanned Activities

Processes

Business continuity

Contract management

Enrollment management

Institutional compliance

Medical revenue cycle

Planning, design and construction

Procurement card

Records management

Information systems

Data Centers

Electronic discovery

Enterprise applications

Disaster recovery

Units

Ambulatory services

Ancillary units/entities

Athletics

Externally-funded academic centers

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Continuous/unplanned activity (based on FY 2022-23)

Inquiries
- 26 reviews
- 2,681 hours

Follow-ups
- 16 reviews
- 1,347 hours

Other/ongoing activities
- 1,061 hours of stakeholder outreach (e.g. committee memberships and partnerships, etc.)
- 973 hours on consultations

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FY 2024-25 work prioritization

Continuous/ Unplanned Activities

Processes

Business continuity

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Enrollment management

Institutional compliance

Medical revenue cycle

Planning, design and construction

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Information systems

Data Centers

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Enterprise applications

Disaster recovery

Units

Ambulatory services

Ancillary units/entities

Athletics

Externally-funded academic centers

Inquiries
- Comply line calls
- Direct reports (first-hand accounts)
- UKIA website reporting form

Follow-ups
- Comprehensive reviews
- Information technology
- Inquiries/investigations
- Repetitive audits

Other/ongoing activities
- Committee membership
- Partnerships
- Task force participation
- Consultations

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QUESTIONS

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UK INTERNAL AUDIT MISSION STATEMENT

To support UK in its pursuit of excellence by providing expert analyses and advice to champion the achievement of institutional objectives.

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