



## MEMORANDUM

**To:** Janet Waldron  
Vice Chancellor of Finance

**From:** Michelle Finley  
Chief Internal Auditor

**Date:** August 18 2014

**Subject:** Post Audit Review Report  
FY 2013 Investments Review, Audit No. 14-002 SYS

Internal Audit completed a post audit review to evaluate the status of management action plans. The original audit report, issued on February 7, 2014, contained two recommendations pertaining to UNT System. Management committed to have one of the recommendations fully implemented by April 1, 2014, and one to be implemented in November 2014. Our post audit review indicated the status of the recommendations is as follows:

- One recommendation not due yet.
- One recommendation is past due but partially implemented.

*Observations are ranked based on risk. **Red** indicates a High Risk observation, **Yellow** indicates a Moderate Risk, and **Green** indicates a Low Risk.*

Listed below is further detail regarding the status of the management action:

**● UNT System does not have a fully executed bank depository agreement with Wells Fargo.**

The bank depository agreement with Wells Fargo expired August 31, 2013. A draft agreement has been completed, but the agreement has not been finalized and executed.

**Recommendation:**

- Finalize the UNT System Bank Depository Agreement with Wells Fargo.

**Management Action Plan:**

Agree. Bring closure to all unresolved issues and finalize depository agreements.

**Status: Past Due but Partially Implemented.**

Internal Audit spoke with the Vice Chancellor for Finance and noted that all bank agreements have been signed by each component CFO and are being reviewed by the bank at this time.

We will perform an additional review in September 2014 to confirm each bank agreement has been fully executed.

Internal Audit has updated the post audit review status report to present at the next scheduled Board of Regents meeting. We would like to thank you and your staff for the assistance provided during the post audit review process. Please contact us with any questions you may have at 940-565-2153.

cc: L. Jackson, Chancellor  
C. Whitlock, Associate Director of the Vice Chancellor for Finance