



**State Audit Committee Meeting
September 25, 2014
11:00 A.M. – 3:00 P.M.
Location: Rhodes State Office Tower, Columbus
35th Floor, Jupiter & Saturn Conference Rooms**

AGENDA

11:00 – 11:05	New Committee Member–Wendi Finn <i>(oath required)</i>	Joy DeMarco, OBM Legal
11:05 – 11:10	Welcome <ul style="list-style-type: none"> Approval of Minutes <i>(vote required)</i> 	Paolo DeMaria, Chair
11:10 – 11:20	Ohio Lottery Commission Internal Audit Update	Jennifer Wilson, Deputy Director of Internal Audit, Ohio Lottery Commission
11:20 – 11:35	OBM Financial Reporting Update <ul style="list-style-type: none"> Accounting Principles Material Legal and Regulatory Matters Significant Estimates 	Jim Kennedy, Deputy Director, State Accounting & Reporting Amy Hall, Financial Reporting Manager
11:35 – 11:45	External Audit Update (Auditor of State) <ul style="list-style-type: none"> SOC 1 Audit CAFR and Single Audit 	Debbie Liddil, Chief Auditor – State Region
11:45 – 11:50	Protecting Confidential Information	Joy DeMarco, OBM Legal
11:50 – 12:30	Chief Audit Executive Update <ul style="list-style-type: none"> FY15 Quarter 1 Activities and Staffing Update Audit Comment Remediation Internal Quality Assessment Technical Updates Audit Plan Appendix B discussion 	Joe Bell, Chief Audit Executive
12:30 – 1:00	Lunch	
1:00 – 2:00	Preliminary Audit Update <i>Executive Session - draft public & security record audits – (vote required)</i>	Joe Bell
2:00 – 2:05	Finalize Public Audit Reports <i>(vote required)</i>	Paolo DeMaria
2:05 – 2:15	Bureau of Workers’ Compensation (BWC) Internal Audit Department Update	Geoffrey Phillips, Interim Chief, Internal Audit, BWC



**State Audit
Committee**

John R. Kasich, Governor
Paolo DeMaria, Chairman

2:15 – 3:00	<p>Open Discussion</p> <ul style="list-style-type: none"> • Audit Committee Charter – finalize • CAE/OIA Assessment • SAC Assessment • Assessment of Committee Meeting (open items, evaluate current meeting) • Discuss CY15 Committee Meeting Dates 	Paolo DeMaria, Chair
3:00	Adjourn	

Open Items from prior meetings:

Open Item	Responsible	Addressed	Tabled
1. Advise availability for future meetings	Committee Members	Sept. Mtg.	
2. Provide feedback on Committee meeting assessment	Joe Bell/Members	Sept. Mtg.	
3. Schedule periodic IT Optimization updates with State Chief Information Officer Stu Davis	Joe Bell		Dec. Mtg.
4. Schedule BWC and Lottery Internal Audit to present to Committee	Joe Bell	Sept. Mtg.	
5. Finalize State Audit Committee self-assessment	Members	Sept. Mtg.	
6. Finalize CAE/OIA assessment	Members	Sept. Mtg.	
7. Perform annual update of Audit Committee charter	Members	Sept. Mtg.	
8. Develop Enterprise Risk Management (ERM) strategy	Joe Bell/Members		Dec. Mtg.
9. Provide update on new COSO framework and how it affects processes (Internal Audit, Financial Reporting, External Audit)	Joe Bell	Sept. Mtg. (partial)	Dec. Mtg.
10. Evaluate Appendix B for FY 16 Annual Audit Plan	Joe Bell	Sept. Mtg.	
10. Add more detail to comment section of Audit Plan Status report	Joe Bell	Sept. Mtg.	

New Items for December 18, 2014 meeting:

Open Item	Responsible	Addressed	Tabled
1.			
2.			
3.			
4.			



Assessment of September 25, 2014 meeting:

Audit Committee Charter #	Presenter	SAC Comments
1.2 Accounting Principles 1.3 Material Legal and Regulatory Matters 1.4 Significant Accounting Estimates	OBM Management	
2.1 OIA Plans and Processes 2.4 Internal Assessment	Internal Audit	
2.3 Internal Audit Reports (Executive Session)	Internal Audit	
2.6 Chief Audit Executive (annual Evaluation)	Committee Members	
2.7 BWC & OLC Internal Audit Functions	BWC/OLC Internal Audit Directors	
3.1 – 3.3 & 3.5 Scope & Approach; Policies & Practices; Communications; Audit Processes	External Audit	
5.1 Committee Charter and Processes	Committee Members	
5.3 Committee Self-Assessment	Committee Members	
Other Meeting Comments:		

Comments should address a) issues of presentation coverage, b) opportunity for committee engagement, and c) suggestions for future improvement