University of Illinois
Office of University Audits

Annual Report
For the Year Ended June 30, 2011

Presentation to the
Board of Trustees
of the University of Illinois

Julie A. Zemaitis, Executive Director of University Audits
September 9, 2011
Fiscal Year 2011 Audit Plan Completion Status

Planned Audits - Completion Status

- 83% Reports Issued or Pending
- 61%
- 22%
- 5%
- 8%
- 2%

Initiated
Fieldwork Completed - Report Pending
Completed - Report Issued
Deferred to FY12
Deferred - Auditee Turnover
Withdrawn - Low Risk

Reserved for Investigations/Special Projects
Planned vs. Actual Hours

Planned: 3,395
Actual: 4,307
Direct Audit Hours by Type of Project
Fiscal Year 2011 and Fiscal Year 2010

Operational: 21% (2011) vs 21% (2010)
Internal Control Audits: 26% (2011) vs 24% (2010)
Compliance: 12% (2011) vs 16% (2010)
Information Technology: 14% (2011) vs 12% (2010)
Investigative: 13% (2011) vs 7% (2010)
Continuous Auditing: 6% (2011) vs 9% (2010)
Financial: 1% (2011) vs 8% (2010)
Consulting: 7% (2011) vs 3% (2010)
Direct Audit Hours by Campus/Area
Fiscal Year 2011 and Fiscal Year 2010

- Urbana-Champaign Campus: 35% (2011), 32% (2010)
- Chicago Campus: 23% (2011), 23% (2010)
- Springfield Campus: 5% (2011), 6% (2010)
- University Administration: 15% (2011), 7% (2010)
- University-wide: 0% (2011), 8% (2010)
- Continuous Auditing: 7% (2011), 5% (2010)
- University-Related Organizations: 7% (2011), 6% (2010)

- Actual Audit Hours - FY11
- Actual Audit Hours - FY10
## Implementation of University Audit Recommendations

<table>
<thead>
<tr>
<th></th>
<th>Fiscal Year</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2009</td>
</tr>
<tr>
<td><strong>Beginning Balance</strong></td>
<td>248</td>
</tr>
<tr>
<td><strong>New Recommendations</strong></td>
<td>267</td>
</tr>
<tr>
<td><strong>Implemented</strong></td>
<td>(196)</td>
</tr>
<tr>
<td><strong>Withdrawn or Not</strong></td>
<td>(6)</td>
</tr>
<tr>
<td><strong>Ending Balance</strong></td>
<td>313</td>
</tr>
</tbody>
</table>
Risk and Priority Rating
All Open Audit Recommendations – 6/30/11

- High: 63%
- Moderate: 22%
- Low: 15%
### Aging of Outstanding Recommendations

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>Recommendations</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fiscal Year 2013</td>
<td>31</td>
</tr>
<tr>
<td>Fiscal Year 2012</td>
<td>215</td>
</tr>
<tr>
<td>Fiscal Year 2011</td>
<td>131</td>
</tr>
<tr>
<td>Fiscal Year 2010</td>
<td>56</td>
</tr>
<tr>
<td>Fiscal Year 2009</td>
<td>11</td>
</tr>
<tr>
<td>Fiscal Year 2008</td>
<td>2</td>
</tr>
<tr>
<td>Fiscal Year 2007</td>
<td>1</td>
</tr>
<tr>
<td>Fiscal Year 2006</td>
<td>1</td>
</tr>
<tr>
<td><strong>Total Recommendations</strong></td>
<td><strong>448</strong></td>
</tr>
</tbody>
</table>
Questions?