

**SOUTH DAKOTA BOARD OF REGENTS**

**Budget and Finance**

**AGENDA ITEM: 7 – P**  
**DATE: March 27-29, 2018**

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**SUBJECT**

**FY17 CAFR Review**

**CONTROLLING STATUTE, RULE, OR POLICY**

[SDCL 4-11-2](#) – Annual Audit of State Accounts

**BACKGROUND/DISCUSSION**

The FY17 Statewide Comprehensive Annual Financial Report (CAFR) was released in December. The Board of Regents (BOR) is considered a component unit of the state of South Dakota in the CAFR. The Department of Legislative Audit (DLA) is charged with providing an audit opinion on the CAFR and performs an audit of the BOR financial statements to help arrive at this opinion. For FY17 there were no audit findings or mandatory adjustments for the BOR system.

**IMPACT AND RECOMMENDATIONS**

The accounting staff at each campus is to be congratulated for the continued commitment to excellence. Listed below are the controllers and board office staff who had a major hand in completing this year’s financial statements.

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|------------------------|-----------------------------------|
| Rob Houdek – BHSU      | Justin Norens - USD               |
| Brandon Bentley – BHSU | Claudean Hluchy – Special Schools |
| Amy Dockendorf – DSU   | Michelle Elkin – RIS              |
| Kay Fredrick – NSU     | Dennis Konkler – RIS              |
| Heather Forney – SDSMT | Mary Ellen Garrett – BOR          |
| Deb Rowse – SDSMT      | Sara Brainard – BOR               |
| Karen Jastram – SDSU   | Justin Nagel – BOR                |
| Jim Rogness – SDSU     | Sherri Stahl – BOR                |
| Shelley Brunick – USD  | Scott Van Den Hemel – BOR         |

With every audit there are always areas that are identified as places for improvement. The board office will visit with DLA and the controllers and continue to look for ways to improve our internal controls and other processes. We will also review any findings DLA identified that did not meet material reporting thresholds. These smaller findings can be

(Continued)

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**INFORMATIONAL ITEM**

very helpful in identifying procedures and controls that need to be adjusted before they become bigger problems down the line.

The number of mandatory audit adjustments for the last five years, the dollar value associated with those adjustments and their impact on BOR's net position are listed below.

<b>Fiscal Year</b>	<b># of Audit Adjustments</b>	<b>Dollar Value of Adjustments</b>	<b>Impact on Net Position</b>
2013	5	\$3,021,544.72	0.23%
2014	11	\$188,588,386.54	0.00%
2015	0	\$0.00	0.00%
2016	0	\$0.00	0.00%
2017	0	\$0.00	0.00%

**ATTACHMENTS**

None