

April 10, 2001

The regular monthly meeting of the State Internal Audit Advisory Board was held on April 10, 2001 at the Capital City Center, Springfield, Illinois. The meeting was called to order by Chair Barbara Ringler at 9:30 A.M.

Members Present:

Barbara Ringler - Vice-Chair - Office of the Treasurer
Carol Kraus - Office of the Comptroller
Stephen D. Kirk - Capital Development Board
C. William Coons - Department of Professional Regulation
Robert Schwarz - Chair - Department of Central Management Services
Nancy J. Hilger - Development of Agriculture
James S. Reid - Office of the Attorney General
Bradley W. Hammond - Department of Natural Resources
Kathleen Moreno - Eastern Illinois University

Members Absent:

Al DiSilvestro - IL Secretary of State
Lesslie D. Morgan - Vice-Chair - Department of Insurance

Minutes:

The Board reviewed the minutes from the March 13, 2001 meeting. Mr. Coons had one correction to the minutes. It is as following:

From: The suggestion was made that in lieu of the Spring retreat, the Board bring all the Audit Managers together with the Office of the Auditor General and Legislative Audit Commission to discuss the issues regarding the FCIAA revisions.

To: The suggestion was made that in lieu of the Spring retreat, the Board bring all the Audit Managers together to discuss the issues regarding the FCIAA revisions.

A motion was made by Ms. Hilger and seconded by Mr. Schwarz to accept the minutes. All approved the motion.

Old Business:

Proposed FCIAA Revisions

Mr. Kirk reported on the IIA meeting held on March 15, 2001. The attendees' consensus was to continue efforts to revise FCIAA especially by including risk based audit selection.

Mr. Coons reported the FCIAA Revision Committee has an outline to be discussed with the Auditor General on April 23. The Committee will report at the next SIAAB meeting.

Mr. Coons mentioned that a bill has been introduced which, among other issues, has the Board of Examiners, rather than the U of I, provide CPA's certification.

Secretary's Note:

In addition to SB 1294, another bill, SB 1290, appropriates \$100K from Public Accountant's Registration and Disciplinary Fund to DPR to contract with the IL CPA Society for a feasibility study on implementation of a mandatory peer review requirement for licensure of public accounting firms.

Peer Review

Mr. Hammond discussed Public Health's request to delay their peer review. General discussion followed. Mr. Hammond motioned to approve Public Health's request to delay their peer review for two years. Seconded by Mr. Coons. Motion approved.

Mr. Hammond transferred copies of his peer review scheduling letters for the nine agencies up for review to Mr. Schwarz. Mr. Hammond also transferred copies of the letters assigning the peer review teams for this year to Mr. Schwarz who will coordinate scheduling in future.

Board Membership Recommendations to Governor

Mr. Schwarz reported that the SIAAB membership appointment recommendations have not yet been acted upon by the Governor's Office of Boards & Commissions. The recommendations are expected to be on the Boards & Commissions next agenda.

New Business:

Partnership Illinois

Mr. Traver submitted a grant proposal to Professor Robert Rich concerning a Partnership Illinois seed grant with the University of Illinois, the Governor's Office, the IIA, and the SIAAB. Chair Barbara Ringler sent a letter of support from the Board, Mr. Schwarz sent a letter of support from DCMS, and Mr. Hammond sent a letter of support from the Governor's Office.

Retreat

A two-day internal audit manager's retreat will be planned for this fall. Mrs. Easley will check on availability of accommodations for the retreat. Chair Barbara Ringler requested training suggestions for this retreat.

Announcements:

Chair Barbara Ringler will review the by-laws regarding membership committees and then contact members to see if they would be willing to serve on a committee. The proposed committee members will be voted on at the next SIAAB meeting.

Next Meeting:

The next meeting will be May 8, 2001, at 9:30 A.M. at the Capital City Center, 130 W. Mason, Springfield, Illinois, in Room 103.

Adjournment:

A motion to adjourn was made by Mr. Schwarz and seconded by Mr. Reid. All were in favor. The meeting was adjourned at 10:35 A.M.