UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA

COMMITTEE: Audit & Compliance

ITEM: Report on Annual Fraud Prevention and Awareness Report

DATE PREVIOUSLY SUBMITTED:

SUMMARY:

The Audit & Compliance Committee Planner, item number 5.05, requires the Committee to evaluate management's identification of fraud risks, the implementation of antifraud prevention and detection measures, and the creation of the appropriate "tone at the top" by reviewing an annual report which summarizes the fraud risk analyses and related risk mitigation strategies.

The key points from the reports from each component included the following:

- University of Houston and UH System Administration (page 1)
  - Conducted Department and Institutional Fraud Risk Surveys
  - Conducted Online Fraud Prevention and Awareness Training and P-card Cardholder Training
- University of Houston Clear Lake (pages 2-4)
  - Conducted Institutional Fraud Risk Assessment
  - Conducted review of Fraud Risk Assessment report and attended training
- University of Houston Downtown (pages 4-5)
  - Conducted Department Fraud Prevention Survey
  - Conducted Employee Fraud Awareness Training
  - Upgraded to Banner's Financial Aid module, with enhanced security
  - Hosted a presentation by former high ranking Houston AIG executive of "The Whistle Blower's Dilemma: Confronting Fraud at AIG" and a webinar sponsored by the SCCE (Society for Corporate Compliance and Ethics) of "Psychology of Fraud: Why Good People Do Bad Things and What We Can Do About It"
- University of Houston Victoria (pages 5-7)
  - Conducted employee training in areas of Fraud Awareness, Code of Ethics, Securing Systems, and Credit Card Data Security
  - Conducted review of select operations
  - Conducted employee P-card Cardholder Training

SUPPORTING DOCUMENTATION: Annual Fraud Prevention and Awareness Report

FISCAL NOTE:

RECOMMENDATION/ ACTION REQUESTED: Information

COMPONENT: University of Houston System

Don Guyton 10/27/11

CHIEF AUDIT EXECUTIVE Don Guyton **DATE**

Renu Khator 11/1/11

CHANCELLOR Renu Khator **DATE**