

The University of Texas
Rio Grande Valley™

Benefits Proportionality by Fund For AY 2020 and AY 2021

Report No. 22-REQ-031

August 31, 2022

Office of Audits & Consulting Services

August 31, 2022

Dr. Guy Bailey, President
The University of Texas Rio Grande Valley
2102 Treasure Hills Blvd., Suite 3.115
Harlingen, TX 78550

Dear Dr. Bailey,

We have completed our audit of Benefits Proportionality by Fund for The University of Texas at Rio Grande Valley (UTRGV), as required by the *General Appropriations Act* (87th Legislature, Conference Committee Report). The Act requires that the audit examine appropriation years (AY) 2020 through 2021.

Based on audit procedures performed, the APS 011 Reports for appropriation years 2020 and 2021 submitted to the State Comptroller were materially accurate and the process in place to ensure benefits funding proportionality was applied according to the guidelines established in Article IX, Section 6.08 of the General Appropriations Act.

Our audit procedures were consistent with the methodology prescribed by the State Auditor's Office to comply with Rider 8, and included review of source information obtained from the internal accounting system and the State's Uniform Statewide Accounting System (USAS), review of the benefits proportionality reporting process, validation of the accuracy of information and proportional funding calculations reported to the State Comptroller on the APS 011 reports, and testing to verify eligibility of employee benefits paid with appropriated funds. Sample size for testing was determined following guidance on internal control testing for compliance from the American Institute for Certified Public Accountants (AICPA). In addition, we relied upon work conducted in previous audits by our office, our external audit firm, and the Texas State Auditor's Office to gain assurance about the reliability of data in the internal accounting system and USAS. The audit was conducted in accordance with the guidelines set forth in The Institute of Internal Auditors' *International Standards for the Professional Practice of Internal Auditing*.

Office of Audits and Consulting Services

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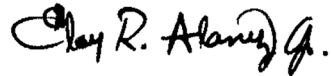
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We appreciate the courtesy and cooperation received from management and staff during our audit.

Sincerely,



Eloy R. Alaniz, Jr., CPA, CIA, CISA
Chief Audit Officer

cc: Audit Committee
 Michael Mueller, Senior Vice President for Finance and Planning
 Geoffrey Scarpelli, Associate Vice President for Financial Services
 J. Michael Peppers, Chief Audit Executive, UT System
 Randy Wallace, Associate Vice Chancellor – Controller and Chief Budget Officer, UT System