

TEXAS HIGHER EDUCATION COORDINATING BOARD

INTERNAL AUDIT & COMPLIANCE MONITORING

Annual State Compliance Monitoring Plan for Fiscal Year 2024

Specific risk factors from Texas Education Code, Title 3, Subtitle B, Chapter 61, Section 61.035, Compliance Monitoring, were used to develop the risk-based Annual State Compliance Monitoring Plan for Fiscal Year (FY) 2024. These risk factors included:

- the amount of student financial assistance or grant funds allocated to the institution by the Board;
- whether the institution is required to obtain and submit an independent audit;
- the institution’s system of internal controls;
- the length of time since the institution’s last desk review or site visit;
- past misuse of funds or misreported data by the institution; and
- regarding data verification, whether the data reported to the Board by the institution is used for determining funding.

A risk-ranked listing of these factors became the basis for the projects proposed for consideration herein.

Projects	FY 23 Hours	FY 24 Hours	%
<p>1. Formula Funding at Institutions of Higher Education Perform reviews of contact hours and other factors at public community/junior colleges and formula funding reviews at other public institutions of higher education. Formula funding for institutions of higher education totals approximately \$4.9 billion annually.</p>	1725	1325	20%
<p>a. Public Universities – three institutions based on risk assessment</p>	750	550	
<p><u>Onsite Reviews</u> University of North Texas</p>			
<p><u>Desk Reviews</u> The University of Texas Permian Basin University of Houston – Victoria</p>			

Projects, continued	FY23	FY24	%
1. Formula Funding, continued	Hours	Hours	
b. Public Community Colleges – three institutions based on risk assessment	775	575	
<u>Onsite Reviews</u>			
Ranger College			
Collin County Community College			
<u>Desk Reviews</u>			
San Jacinto College			
c. Public Health Related Institution – one institution based on risk assessment	200	200	
<u>Onsite Reviews</u>			
The University of Texas Health Science Center at Houston			
2. Financial Assistance Compliance at Institutions of Higher Education	2900	2300	35%
Perform compliance reviews of student financial assistance or grant programs at public community/junior colleges or other public/private institutions of higher education. Financial assistance disbursed to colleges and universities in Texas totals approximately \$1 billion annually.			
a. Public Universities – three institutions based on risk assessment	400	575	
<u>Onsite Reviews</u>			
Stephen F. Austin University			
Midwestern State University			
<u>Desk Reviews</u>			
West Texas A&M University			
b. Public Community/Junior Colleges – four institutions based on risk assessment	575	775	
<u>Onsite Reviews</u>			
Dallas College			
Grayson County College			
Odessa College			
<u>Desk Reviews</u>			
Midland College			

Projects, continued	FY23	FY24	%
2. Financial Assistance, continued	Hours	Hours	
<ul style="list-style-type: none"> c. Private Junior College – one institution based on risk assessment <ul style="list-style-type: none"> <u>Onsite Reviews</u> Jacksonville College 	0	200	
<ul style="list-style-type: none"> d. Private Universities – three institutions based on risk assessment <ul style="list-style-type: none"> <u>Onsite Reviews</u> Texas Lutheran University McMurry University <u>Desk Reviews</u> University of Dallas 	1750	575	
<ul style="list-style-type: none"> e. Public State College – one institution based on risk assessment <ul style="list-style-type: none"> <u>Desk Reviews</u> Lamar State College – Orange 	175	175	
3. Completion of FY 23 Risk Based Reviews	500	750	12%
<ul style="list-style-type: none"> a. Formula Funding at Institution of Higher Education - one institution b. Financial Assistance Compliance at Institutions of Higher Education - three institutions 			
4. Follow-Up Reviews	400	500	8%
<ul style="list-style-type: none"> a. Formula Funding at Institutions of Higher Education – four institutions b. Financial Assistance Compliance at Institution of Higher Education - one institution 			
5. Sexual Misconduct State Reporting at Institutions of Higher Education	1600	1600	25%
GRAND TOTAL ALL PROJECTS	7125	6475	100%