

**TEXAS HIGHER EDUCATION COORDINATING BOARD**  
**INTERNAL AUDIT & COMPLIANCE MONITORING**

**Compliance Monitoring Plan**

**Fiscal Year 2019**

Specific risk factors from Texas Administrative Code Section 1.13 Internal Auditor and Compliance Monitoring, were used to develop the Compliance Monitoring Annual Plan. These 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 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
- In regard to data verification, whether the data reported to the Board by the institution is used for determining funding

<b>Risk-Based Reviews</b>	<b><u>Hours</u></b>	<b><u>%</u></b>
1. Formula Funding at Institutions of Higher Education	3,075	67%

Perform reviews of contact hours at public community/junior colleges and formula variable reviews at other public institutions of higher education. Formula funding for institutions of higher education totals approximately \$4.2 billion annually.

***Public Universities – 6 institution(s), based on risk assessment***

Onsite Reviews

The University of Texas Rio Grande Valley  
Tarleton State University  
Stephen F. Austin University  
University of Houston-Downtown

Desk Reviews

Texas A&M University – Corpus Christi  
Texas A&M University - Kingsville

***Public Community/Junior Colleges – 8 institution(s), based on risk assessment***

Onsite Reviews

Central Texas College  
Howard College  
North Central Texas College  
McLennan Community College  
Temple College

Desk Reviews

Grayson College  
Laredo Community College  
Lee College

**Public State Colleges** – 2 institution(s), based on risk assessment

Onsite Reviews

Lamar Institute of Technology  
Lamar State College-Port Arthur

2. Financial Assistance Compliance at Institutions of Higher Education	1,525	33%
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Perform compliance reviews of student financial assistance programs at public community/junior colleges or other public/private institutions of higher education. Student financial assistance disbursed to colleges and universities in Texas totals approximately \$1.7 billion annually.

**Public Universities** – 4 institution(s), based on risk assessment

Onsite Review

The University of Texas of the Permian Basin  
The University of Texas at El Paso  
Sam Houston State University

Desk Review

Texas A&M Commerce

**Public Community/Junior Colleges** – 3 institution(s) based on risk assessment

Onsite Review

Clarendon College  
Alamo Community College District

Desk Review

Ranger College

**Private Health Related Institutions** - 1 institution, based on risk assessment

Desk Review

Baylor College of Medicine

<b>TOTAL RISK-BASED REVIEWS</b>	<b>4,600</b>	<b>100%</b>
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<b>Completion of FY18 Risk-Based Reviews</b>		<b><u>Hours</u></b>	<b><u>%</u></b>
1.	Formula Funding at Institutions of Higher Education 1 institution	175	47%
2.	Financial Aid Compliance at Institutions of Higher Education -1 institution	200	53%
<b>TOTAL COMPLETION of FY18 REVIEWS</b>		<b>375</b>	<b>100%</b>
<b>Follow-Up Reviews</b>		<b><u>Hours</u></b>	<b><u>%</u></b>
3.	Formula Funding at Institutions of Higher Education 6 institution(s)	600	<b>100%</b>
<b>TOTAL FOLLOW-UP REVIEWS</b>		<b>600</b>	<b>100%</b>