

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

**Annual State Compliance Monitoring Plan for Fiscal Year 2023**

Specific risk factors from Texas Education Code, Title 3, Subtitle B, Chapter 61, Section 61.035, Internal Auditor and Compliance Monitoring, were used to develop the risk-based Annual State Compliance Monitoring Plan for Fiscal Year (FY) 2023. 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.

**Risk-Based Reviews**

**Hours   %**

1. Formula Funding at Institutions of Higher Education

1,725   37%

Perform reviews of contact hours 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 \$4.6 billion annually.

***Public Universities – Four institutions, based on risk assessment***

Onsite Review

Texas A&M University

Texas Tech University

Desk Reviews

University of Houston

The University of Texas at San Antonio

***Public Community/Junior Colleges – Four institutions, based on risk assessment***

Onsite Review

Austin Community College

Central Texas College

Trinity Valley Community College

Desk Reviews

Tarrant County College

***Public Health-Related Institution – One institution, based on risk assessment***

Onsite Reviews

The University of Texas M.D. Anderson Cancer Center

2. Financial Assistance Compliance at Institutions of Higher Education	2,900	63%
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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 \$957 million annually.

**Public Universities – Two institutions, based on risk assessment**

Onsite Reviews

Angelo State University  
The University of Texas at Tyler

**Public Community/Junior Colleges – Three institutions, based on risk assessment**

Onsite Review

Tyler Junior College  
Del Mar College

Desk Review

Weatherford College

**Private Universities – Nine institutions, based on risk assessment**

Onsite Review

St. Edwards University  
Austin College  
Southwestern Adventist University  
Southwestern Christian University  
Our Lady of the Lake University – San Antonio  
Southern Methodist University  
Paul Quinn College

Desk Review

Texas Christian University  
Trinity University

**Public Technical State College – One institution, based on risk assessment**

Desk Review

Texas State Technical College in Waco

<b>TOTAL RISK-BASED REVIEWS</b>	<b>4,625</b>	<b>100%</b>
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<b>Completion of FY 22 Risk-Based Reviews</b>	<b><u>Hours</u></b>	<b><u>%</u></b>
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1. Formula Funding at Institutions of Higher Education Two institutions	100	20%
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2. Financial Assistance Compliance at Institutions of Higher Education One institution	400	80%
<b>TOTAL COMPLETION of FY 22 REVIEWS</b>	<b>500</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 Four institutions	400	100%
<b>TOTAL FOLLOW-UP REVIEWS</b>	<b>400</b>	<b>100%</b>
4. Sexual Misconduct State Reporting at Institutions of Higher Education Perform compliance review of Senate Bill 212 and House Bill 1735 (86th Legislature) reporting at institutions of higher education.	1600	100%
<b>TOTAL SEXUAL MISCONDUCT REVIEWS</b>	<b>1600</b>	<b>100%</b>