

**ASSOCIATED STUDENTS OF THE UNIVERSITY OF HAWAI'I AT MĀNOA
2465 Campus Road, Campus Center 211A
Honolulu HI 96822**

Senate Resolution 07-16

REDESIGNING THE SCOPE OF ANNUAL AUDIT REQUIREMENTS OF THE ASSOCIATED STUDENTS OF THE UNIVERSITY OF HAWAI'I (ASUH)

- WHEREAS*, the Associated Students of the University of Hawai'i (ASUH) Senate is the elected body representing 14,000 full-time classified undergraduate students; and,
- WHEREAS*, ASUH holds itself accountable for fiscal decisions and spending by requiring an annual audit as stipulated by its constitution; and,
- WHEREAS*, based on ASUH Senate Resolution 07-84 adopted in academic year 1983-1984, this constitutional requirement was interpreted to involve an audit conducted by an external firm once every three years; and,
- WHEREAS*, the ASUH Senate adopted Resolution 07-10 unanimously on March 2, 2010, to further stipulate an external audit to be conducted no more than once every ten years while continuing annual audits conducted internally in recognition of the rising costs of external audits, minor differences in the findings of external and internal auditors, and the absence of similar audit requirements for student governments at UH-Mānoa's peer institutions; and,
- WHEREAS*, the ASUH Senate adopted Resolution 04-13 unanimously on September 19, 2013, to outline the schedule for the annual audits from fiscal year 2012 to fiscal year 2020; and,
- WHEREAS*, in desiring to hold itself fiscally accountable, the ASUH Senate proposed to shift the focus of its annual audit from a pure financial audit to one of greater operational utility to the student government program; and,
- WHEREAS*, such a focus centers around an examination of fiscal processing operations internal to ASUH including: 1) whether expenditures made comply with University rules and policies; 2) whether expenditures made comply with Senate legislation; and 3) whether sufficient internal controls are in place as standard operating practices within ASUH to safeguard fiscal assets and to minimize exposure to risk and fraud; now, therefore; and,
- BE IT RESOLVED*, that all operational audit changes to the agreed upon procedure, and that the 103rd ASUH Senate desires to establish a schedule for its annual audits as follows:

FY16 Agreed Upon Procedure (scholarships, RIO funding and study abroad scholarships)

APPROVED BY THE 103RD SENATE ON JANUARY 27, 2015

FY17 Internal Fiscal Review
FY18 Agreed Upon Procedure (stipends and graduate test prep awards)
FY19 Agreed Upon Procedure (scholarships, general legislation and RIO funding)
FY20 External Audit
FY21 Agreed Upon Procedure (ASUH awards (formerly classified as “stipends”) and research)
FY22 Agreed Upon Procedure (scholarships, RIO funding and general legislation)
FY23 Internal Fiscal Review
FY24 Agreed Upon Procedure (ASUH awards (formerly classified as “stipends”) and graduate test prep)
FY25 Agreed Upon Procedure (scholarships, RIO funding and study abroad scholarships)

with what is described in the last WHEREAS above as an “agreed upon procedures” audit; and,

BE IT RESOLVED, that the 103rd ASUH Senate remains committed to financial accountability, with more funds available for initiatives, programs, and services that have greater direct benefit to its constituents, the undergraduate students; and,

BE IT RESOLVED, in demonstrating this commitment, future Senates will generally replicate the pattern of audits as described in the first BE IT RESOLVED clause above; and,

NOW, THEREFORE, BE IT FINALLY RESOLVED, that copies of this resolution be sent to: Randy Moore, Chairperson of the University Board of Regents; Jan Sullivan and Eugene Bal, Vice Chairperson of the University Board of Regents; Jan Sullivan, Chairperson of the BOR Committee on Budget & Finance; Kalbert Young, System Vice President for Budget & Finance; Glenn Shizumura, Internal Auditor; Robert Bley-Vroman, University of Hawaii at Mānoa Interim Chancellor; Kathy Cutshaw, University of Hawai‘i at Manoa Vice Chancellor for Administration, Finance, & Operations; Lori Ideta, University of Hawai‘i at Mānoa Vice Chancellor for Students.

ROLL CALL VOTE TO ACCEPT SR 07-16

Aye(s): Vice President Kamoshida, Treasurer Takara, Secretary Tagaban, Senator-at-Larges Callihan, Dela Cruz, Nishihara, Senators Aki, Barrow, Bui, Chen, Enriquez, Hinshaw, Ikeda, Iwasaki, Kim, Lao, Lawi-an, Lopez, McLaury, Omokawa, Ryan, Sevilla, Simeroth, Tacey, Willis [25]

Naye(s): [0]

Abstention(s):[0]

Introducer: **Sean Mitsui**, Senator-at-Large