

\*Approved\*

**COMPLIANCE AND AUDIT COMMITTEE**

March 18, 2021

TO THE REGENTS OF THE UNIVERSITY OF CALIFORNIA

**APPROVAL OF THE EXTERNAL AUDIT PLAN FOR THE YEAR ENDING JUNE 30, 2021**

The Committee recommends that the PricewaterhouseCoopers (PwC) external audit plan for the University for the year ending June 30, 2021, as shown in Attachment 1, be approved.

Committee vote: Regents Anguiano, Butler, Cohen, Elliott, Estolano, Makarechian, Park, and Pérez voting “aye.”

Board vote: Regents Butler, Cohen, Drake, Elliott, Estolano, Kounalakis, Lansing, Leib, Makarechian, Mart, Muwwakkil, Ortiz Oakley, Park, Pérez, Reilly, Sherman, Stegura, and Sures voting “aye.”

# Audit objective

## PwC Services and related deliverables to the University

In conjunction with performing audit services for the University, we also provide certain other audit related and attest services. Refer to the listing below for a listing of services and related deliverables we expect to provide. Prior to commencing any non audit related services, we are required to obtain preapproval from the Committee or the Committee's designee pursuant to the University's preapproval policy for its independent auditor.

### Audit reports

- Report on the financial statements of the University of California.
- Report on the financial statements of each of the five Medical Centers.
- Report on the University of California Retirement System.
- Report on the University of California Cash Contributions to the Retirement System.
- Reports on federal awards in accordance with OMB Uniform Guidance.

### Internal control observations

- Report to the Committee on control and process deficiencies and observations, including material weaknesses and significant deficiencies (Regents Letter).
- Reports to the campus Chancellors on control and process deficiencies and observations (Chancellor Letters).

### Other services

- Agreed upon Procedures for Intercollegiate Athletic Departments (NCAA requirements) for two campuses.
- Review of consolidated Form 990 T of the Regents of the University of California and University of California Retirement Plan.
- Procedures in connection with bond offerings.
- Accounting consultations and other assistance associated with emerging accounting and reporting issues and complex transactions.

### Committee reporting

- Audit and communications plan.
- Results of audits and required communications.

Note that the campus foundations and Fiat Lux Risk and Insurance Company ("Fiat Lux") have separate audits of their financial statements and the auditor's reporting on those organizations are directed to their respective audit committees. Accordingly, this Audit and Communications Plan is not focused on the specifics of these entities. However, to the extent audit matters arise from those locations that warrant the attention of the Regents, we will ensure those matters are communicated.