

October 5, 2002

MEMORANDUM

TO: The Audit Committee:

Elizabeth A. Twohy, Chair
Terence P. Ross
Warren M. Thompson
John P. Ackerly, III, Ex Officio

and

The Remaining Members of the Board:

Thomas J. Bliley, Jr.	Elsie Goodwyn Holland
William G. Crutchfield, Jr.	Mark J. Kington
Thomas F. Farrell, II	Don R. Pippin
Charles L. Glazer	Gordon F. Rainey, Jr.
William H. Goodwin, Jr.	Thomas A. Saunders, III
T. Keister Greer	E. Darracott Vaughan, Jr., M.D.
H. Timothy Lovelace, Jr.	

FROM: Alexander G. Gilliam, Jr.

RE: Minutes of the Meeting of the Audit Committee

The Audit Committee of the Board of Visitors of the University of Virginia met, in Open Session, at 9:00 a.m., Saturday, October 5, 2002, in the East Oval Room of the Rotunda; Ms. Elizabeth A. Twohy, Chair, presided. Terence P. Ross, Warren M. Thompson, and John P. Ackerly, III, Rector, were present.

Also present were Thomas J. Bliley, Jr., William G. Crutchfield, Jr., Thomas F. Farrell, II, Charles L. Glazer, William H. Goodwin, Jr., T. Keister Greer, Mark J. Kington, Don R. Pippin, Gordon F. Rainey, Jr., Thomas A. Saunders, III, and E. Darracott Vaughan, Jr., M.D.

Present as well were John T. Casteen, III, Leonard W. Sandridge, Alexander G. Gilliam, Jr., Paul J. Forch, Ms. Barbara J. Deily, Gene D. Block, Ms. Colette Sheehy, Robert D. Sweeney, Ralph Traylor, and Ms. Jeanne Flipppo Bailes.

The Chair asked Ms. Deily, Director of Audits, to present the Agenda.

Ms. Deily gave a report on the status, as of June 30th, of Audit projects for the last Fiscal Year. The number of projects scheduled had to be reduced because of an unexpected shortage of Audit personnel and because of fraud and special projects in excess of budgeted hours. Nonetheless, 88% of projects were completed.

On motion, the Committee went into Executive Session at 9:05 a.m.

That the Audit Committee of the Board of Visitors of the University of Virginia go into Executive Session to consider with General Counsel the University Auditor's evaluations of University departments and programs, which will necessarily involve discussion and evaluation of the performance of specific managers and University personnel; as well as proprietary business information pertaining to Medical Center operations and its regulatory compliance; as provided for in Section 2.2-3711 (A) (1), (7) and (23) of the Code of Virginia.

The Committee resumed in Open Session at 9:40 a.m. and, on motion, adjourned.

AGG:lah

These minutes have been posted to the University of Virginia's Board of Visitors website.

<http://www.virginia.edu/bov/auditminutes.html>