



UCF Board of Trustees

Audit and Compliance Committee

December 5, 2024

Agenda Item

DISC-3: Annual Report-UCF Regulation 4.015-Fraud Prevention and Protection

Proposed Action

Staff recommends the committee provide feedback based on their work experiences on potential fraud scenarios and successful fraud mitigation efforts used in their own organizations.

Authority for Board of Trustees Action

As an annual requirement established by the Board of Governors in 2021, UCF is required to complete an annual report discussing activities surrounding UCF Regulation 4.015—Fraud Prevention and Detection.

Supporting Documentation Included

Attachment A: Annual Report-UCF Regulation 4.015-Fraud Prevention and Protection

Facilitators/Presenters

Robert Taft, Chief Audit Executive

Summary of Key Observations/Recommendations

There are four objectives for UCF's Fraud Risk Management Program:

1. Prevent fraud (fraud risk assessment)
2. Detect fraud (hotline, monitoring techniques and training)
3. Respond to fraud (investigations, process, and policy improvements)
4. Report fraud (referral for prosecution, communication with regulatory agencies)

This is the third year the report will be presented to the Audit and Compliance Committee and this year's report will focus on the role and activities of the UCF Fraud Risk Assessment Committee.

The committee is primarily focused on evaluating fraud scenarios and the current level of internal controls (relating to objectives 1 and 2) but they also will help the university develop new ideas to increase awareness ("anti-fraud ambassadors") and specific policy and process improvements.

Additional Background

N/A

Implementation Plan

Annual reports will continue to be provided per the regulation.

Resource Considerations

Cost to UCF is internal representing the hours spent by University Audit and other departments in developing the program.