

VSAC Audit Committee Minutes

May 24, 2021

2:00 p.m. – 3:30 p.m.

Via Zoom Video and Telephone Conference Platform

Members Present: John McSoley (Chair), Beth Pearce, Michael Smith, Matthew Derr

Members Absent: N/A

Other Board Members Present: Dodie Mitchell

VSAC Staff Present: Scott Giles, Patrick Leduc, Tom Little, Marilyn Cargill, Laurie Oliver, Bruce Hicken, and Jodie Ducharme

External Auditors Present: Mark LaPrade, CPA, CGMA, Principal, Katy Balukas, CPA, Manager, and Danielle Baron, CPA, Manager of BerryDunn

Chair John McSoley called the meeting to order at 2:02 p.m. on the Zoom virtual meeting platform with all present able to hear one another throughout the meeting. With a quorum established, the Committee proceeded with the agenda.

Approval of Minutes

Upon a motion made by Beth Pearce and seconded by John McSoley, the Committee voted to approve the minutes of the January 25, 2021 Committee meeting, as presented.

FY21 Audit Plan Presentation (BerryDunn)

BerryDunn auditors Mark LaPrade, CPA, CGMA, Katy Balukas, CPA, and Danielle Baron, CPA, presented the previously distributed *2021 Pre-Audit Communications Audit Committee* report. The communication covered the required auditor communications, planned significant audit areas, audit timing, and planning inquiries.

Bruce Hicken provided input to BerryDunn regarding the timing of the final report.

Internal Audit and Risk Management Status Report

Laurie Oliver provided a snapshot of active audits and gave an update on three external audit activities – the 2021 Guarantor Agency Security Assessment (GASA) Program Self-Assessment, Financial Statement & Uniform Guidance Audit conducted by BerryDunn, and the planned Lender Program Review by the Department of Education Financial Institution Oversight Service (FIOS).

Laurie moved on to internal audit activities, noting that since the last Audit Committee meeting, internal audit resources have largely been allocated to information security self-assessment work, state licensing, and the annual insurance renewal. Laurie explained that review of the LogLogic™ Replacement continues along with monitoring of other corporate projects.

Laurie directed the Committee's attention to the previously distributed *Student Loan Servicer Licensing Legislation* document and provided an overview of state student loan servicing licensing activity and portfolio volumes. Laurie noted that some states have now introduced proposed legislation for student loan origination.

Audit Committee Self-Evaluation

The Committee met to discuss the Audit Committee Self-Evaluation.

Internal Audit & Risk Management Annual Evaluation

The Committee discussed the performance of the Internal Audit and Risk Management function for annual performance purposes with Tom Little.

Other Business & Adjournment

There being no other business, the Committee adjourned at 3:34 p.m.

Respectfully submitted,

Tom Little
Assistant Secretary