INFORMATION ITEM: Examples of Mitigation of Nonfinancial Risks

BACKGROUND INFORMATION:

At the August 25, 2009 meeting, the Audit Committee approved the internal audit plan for the fiscal year ending June 30, 2010. In support of the audit plan, a summary of the assessment of risks used in drafting the audit plan was presented. Financial and nonfinancial risks were identified. Nonfinancial risks are more likely to be beyond the scope of the internal audit function. In recognition of the oversight role of the Board of Trustees relative to risk management, a brief presentation was recommended on the mitigation of nonfinancial risks.

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