



# UTAH VALLEY UNIVERSITY

YEAR SIX |

Policies, Regulations, and Financial Review (PRFR)  
Northwest Commission on Colleges and Universities

AUGUST 2023

UVU

## Financial Resources

### 2.E.1

The institution utilizes relevant audit processes and regular reporting to demonstrate financial stability, including sufficient cash flow and reserves to achieve and fulfill its mission.

#### Financial Position

UVU's financial position continues to be strong and stable. The university's net position increased by \$69.1 million during Fiscal Year 2022, and net position on June 30, 2022 was \$696.1 million. UVU maintains sufficient cash flows and reserves to support its programs and services, and cash flow and all other bank activity is monitored daily by the university treasurer to ensure sufficient funds to pay all checks and charges presented at the bank. At the end of Fiscal Year 2022, the university's viability ratio was 3.53, the debt burden ratio was 1.6%, and the composite index was 5.97.

#### Audit Processes

Per [federal regulations](#) set by the Office of Management and Budget and state regulations in the [Utah Code](#) and [Article VI, Section 33](#) in the Utah Constitution, the Office of the State Auditor examines and certifies financial statements for [UVU](#) and the [UVU Foundation](#) each fiscal year, including federally funded programs such as financial aid. At the conclusion of an annual audit, the Office of the State Auditor provides the university's president with an audit report and management letter and presents the audit results to UVU's Board of Trustees Audit Committee during a scheduled meeting. Per USHE Policy [R565](#), UVU's Board of Trustees sends audit reports for annual financial statements, including summaries of significant accounting and reporting issues, to the UBHE Audit Subcommittee. UVU publishes audit reports and results for annual financial statements on a [webpage](#) maintained by the Office of Finance and Business Services. University executives review audit findings and implement recommendations as appropriate.

As authorized by Utah Code [63I-5](#) and USHE Policies [R565](#) and [R567](#), UVU implements and executes a comprehensive and relevant program of internal audits. Per UVU Policy [207](#), internal audits are conducted under the direction of UVU's Board of Trustees Audit Committee and in compliance with [professional standards](#) established by the Institute of Internal Auditors. The Office of Internal Audit completes audits for all departments, systems, functions, administrative units, and any other operating entity associated with the university based on a risk assessment, as requested by executives or other university stakeholders, or any other assurance or consulting service. The Office of Internal Audit reports all internal audit plans and results to UVU's Board of Trustees Audit Committee for approval. The Controller's Office reviews access to the university's accounting system, evaluates controls for internal audits on a routine basis, and provides ongoing training to all staff members.

#### Regular Reporting Processes

UVU engages in regular reporting processes throughout and at the end of each fiscal year to ensure that the university has financial stability, including sufficient cash flow and reserves to achieve and fulfill its mission. The Office of Finance and Business Services safeguards the