

ANR Cooperative Extension Risk Assessment Risk Categories

Financial Account Management

General Description: **The risk associated with the absence or inadequacy of fiscal oversight, accountability and control. Noncompliance with financial and related administrative policy, processes and procedures.**

Specific Examples:

- A. Lack of review and oversight of accounts leads to overdrafts and loss of funds.

- B. Contract and grant management is an area of concern; e.g., Principal Investigators are not exercising their responsibility and accountability for contract and grant accounts; there is noncompliance with sponsor's terms and conditions; and the trend toward more extramural funding increases problem accounts due to associated lack of sound management over these funds.

- C. Risk in the introduction of new processes (e.g., procurement card and University cell phones) which introduce opportunity for mismanagement and loss of funds.

- D. Lack of clear roles, responsibilities and delegations of authority in financial area for regional and county offices.

- E. Risk associated with non-University personnel; e.g., county employees or volunteers, being involved in University finances.

- F. Lack of training designed specifically for Principal Investigators on financial and personnel processes and procedures, resulting in differing expectations.