



**Knapp Medical Center Family  
Practice Residency Program  
Operational Grant Audit**

**Report No. 23-REQ-22**

**January 26, 2023**

**Office of Audits & Consulting Services**

---

## EXECUTIVE SUMMARY

### Overall Assessment:

The FY 2022 Annual Financial Report submitted to the Texas Higher Education Coordinating Board present fairly, in all material respects, its revenues, expenses, and unexpended fund balance, and all expenses were appropriate in support of the University of Texas Rio Grande Valley's (UTRGV) Knapp Medical Center Family Practice Residency Program. In addition, all other required reports were fairly stated.

---

We appreciate the assistance provided by UTRGV's management and other personnel.

**Background:** The Family Practice Residency Program (FPRP) is designed to enhance physician training and provide medical care to the under-served urban and rural areas of Texas. UTRGV operates the Knapp Medical Center FPRP program and receives funding for the program under the provisions of the Texas Education Code, Chapter 61. The Texas Higher Education Coordinating Board (Coordinating Board) issued the Family Medicine Residency Program Guidelines for Funding Operational and Optional Rotation Programs pursuant to their responsibility for administration. These guidelines include a requirement for submission of an annual financial report (AFR) of FPRP revenues and expenditures along with an internal or independent auditor's opinion.

In FY 2022, the Knapp Medical Center FPRP operated on a budget of approximately \$3.6 million, including \$75,082 in program grant funding provided by the Coordinating Board. The grant amount is based on the residency program director's certification to the Coordinating Board that, as of September 1, 2021, nineteen (18) full-time family medicine residents were physically present at the residency program and contractually obligated to train in the program in FY 2022 for a minimum of six months.

**Objectives:** To assess whether revenues, expenditures and the unexpended fund balance were reported accurately in the annual financial report and the funds were utilized in accordance with the Texas Higher Education Coordinating Board's *Family Medicine Residency Program Guidelines for Funding Operational and Optional Rotation Programs*.

**Scope/Period:** Coordinating Board Family Practice Residency Program funding and associated expenditures presented within the FPRP annual financial report for FY 2022.

## **APPENDIX I**

### **Criteria & Methodology**

#### **Criteria**

Texas Higher Education Coordinating Board's *Family Medicine Residency Program Guidelines for Funding Operational and Optional Rotation Programs*.

- FY 2022 Annual Financial Report Instructions
- FY 2022 Resident Rosters

#### **Methodology**

We conducted this audit in conformance with the Institute of Internal Auditor's International Standards for the Professional Practice of Internal Auditing. Additionally, we conducted this audit in accordance with generally accepted government auditing standards. Those standards require that we plan and perform the audit to obtain sufficient, appropriate evidence to provide a reasonable basis for our findings and conclusions based on our audit objectives. We believe that the evidence obtained provides a reasonable basis for findings and conclusions based on our audit objectives. The Office of Audits and Consulting Services is independent per both standards for internal auditors. These standards are also required by the Texas Internal Auditing Act.

## **APPENDIX II**

### **Report Distribution & Audit Team**

#### **Report Distribution**

Dr. Michael B. Hocker, Dean of School of Medicine & Senior Vice President UT Health RGV  
Mr. Michael Patriarca, Executive Vice Dean for School of Medicine & Vice President UT Health RGV  
Ms. Melba Sanchez, Assistant Vice President for Finance and Administration School of Medicine  
Dr. Nausheen Jamal, Associate Dean for Graduate Medical Education  
Dr. Gerardo Munoz-Monaco, Knapp Medical Center Family Practice Residency Program Director  
UTRGV Internal Audit Committee  
UT System Audit Office  
Governor's Office - Budget and Policy  
State Auditor's Office  
Legislative Budget Board

#### **Audit Team**

Eloy R. Alaniz, Jr., Chief Audit Officer  
Norma Ramos, Director of Audits  
Cecilia I. Sánchez, Senior Auditor