Del Mar College

Fiscal Year 2026 Annual Internal Audit Report

August 31, 2026

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Del Mar College

Fiscal Year 2026 Internal Audit Report

August 31, 2026

I. Compliance with Texas Government Code, Section 2102.015: Posting the Internal Audit Plan, Internal Audit Annual Report, and Other Audit information on Internet Website

Texas Government Code, Section 2102.015 requires state agencies and higher education institutions, as defined in the statute, to post their Internal Audit Plan, Internal Audit Annual Report, and other audit information on the Internet.

The Del Mar College (Del Mar or the College) will post this report and its 2027 Internal Audit Plan on its website at www.delmar.edu on or before November 1, 2026. Del Mar College's Board of Regents reviewed and approved the Annual Internal Audit Report as part of their meeting held on November 10, 2026.

Del Mar will update its posting with a detailed summary of the weaknesses, deficiencies, wrongdoings or other concerns raised by performance of the audit plan as they are identified or by November 1, 2024. Del Mar will also update the posting with the corrective action taken to address the weaknesses, deficiencies, wrongdoings or other concerns identified in the internal audits.

II. Internal Audit Plan for Fiscal Year 2026

The internal audits planned and performed for Fiscal Year 2026 were selected to address open internal audit findings and significant processes that have not been previously audited. The audits conducted during fiscal year 2026 are listed below.

Internal Audit	Report Date	Current Status
Internal Audit over Maintenance	March 20, 2026	The audit is complete. Follow-up procedures will be included in the FY 2027 audit plan.
Internal Audit over Senate Bill 17 Compliance	August 12, 2026	The audit is complete. No findings were identified.
Internal Audit over Grant Compliance	N/A	This audit will be completed in the first quarter of FY 2027.
Internal Audit over Institutional Research and Reporting (Reporting Data Validation	August 28, 2026	The audit is complete. Follow-up procedures will be included in the FY 2027 audit plan.
Internal Audit Follow-Up over Financial Aid	October 6, 2026	This audit is complete. Our follow-up procedures identified that all prior findings were remediated or closed.
Internal Audit Follow-Up over Bursar's Office	June 1, 2026	The audit is complete. Our follow-up procedures identified that the prior finding was remediated.
Internal Audit Follow-Up over Accounts Payable and Disbursements	July 10, 2026	The audit is complete. Our follow-up procedures identified that one prior finding was remediated and two prior findings remain open.

III. Consulting Services and Non-audit Services Completed

As defined in the Institute of Internal Auditors' International Standards for the Professional Practice of Internal Auditing and the Government Auditing Standards, 2018 Revision, Sections 3.64 – 3.106, Weaver did not perform any consulting services.

IV. External Audit Services Procured in Fiscal Year 2026

Del Mar College engaged Adamson and Company LLC, a certified public accounting firm, during Fiscal Year 2026 as its external auditors.

V. External Quality Assurance Review

In accordance with professional standards, and to meet the requirements of the Texas Internal Auditing Act, Internal Audit is required to undergo an external quality assurance review at least once every three years. Weaver's review was completed in November 2025.



Report on the Firm's System of Quality Control

November 19, 2025

To the Partners of Weaver & Tidwell, L.L.P.
and the National Peer Review Committee

We have reviewed the system of quality control for the accounting and auditing practice of Weaver & Tidwell, L.L.P. (the Firm) applicable to engagements not subject to Public Company Accounting Oversight Board (PCAOB) permanent inspection in effect for the year ended May 31, 2025. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants (Standards).

A summary of the nature, objectives, scope, limitations of, and the procedures performed in a system review as described in the Standards may be found at www.aicpa.org/prsummary. The summary also includes an explanation of how engagements identified as not performed or reported on in conformity with applicable professional standards, if any, are evaluated by a peer reviewer to determine a peer review rating.

Firm's Responsibility

The Firm is responsible for designing and complying with a system of quality control to provide the Firm with reasonable assurance of performing and reporting in conformity with the requirements of applicable professional standards in all material respects. The Firm is also responsible for evaluating actions to promptly remediate engagements deemed as not performed or reported on in conformity with the requirements of applicable professional standards, when appropriate, and for remediating weaknesses in its system of quality control, if any.

Peer Reviewer's Responsibility

Our responsibility is to express an opinion on the design of and compliance with the Firm's system of quality control based on our review.

Required Selections and Considerations

Engagements selected for review included engagements performed under *Government Auditing Standards*, including compliance audits under the Single Audit Act; audits of employee benefit plans, an audit performed under FDICIA, and examinations of service organizations (SOC 1 and SOC 2 engagements).

As a part of our peer review, we considered reviews by regulatory entities as communicated by the Firm, if applicable, in determining the nature and extent of our procedures.

Opinion

In our opinion, the system of quality control for the accounting and auditing practice of Weaver & Tidwell, L.L.P. applicable to engagements not subject to PCAOB permanent inspection in effect for the year ended May 31, 2025, has been suitably designed and complied with to provide the Firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)* or *fail*. Weaver & Tidwell, L.L.P. has received a peer review rating of *pass*.

Eide Bailly LLP

Eide Bailly LLP

VI. Internal Audit Plan for Fiscal Year 2027

The College is in the process of completing the risk assessment and creating the internal audit plan for fiscal year 2027. Upon completion of the audit plan and approval by the College's Board of Regents, the internal audit plan will be submitted to the State Auditor's Office in accordance with Texas Government Code.

VII. Reporting Suspected Fraud and Abuse

To ensure compliance with Section 7.09, page IX-41, the General Appropriations Act (86th Legislature) and for the coordination of investigations to ensure compliance with Texas Government Code, Section 321.022, employees are encouraged to report suspected fraud, waste and abuse involving state resources to College Management or directly to the SAO at https://sao.fraud.state.tx.us/hotline.aspx.

If the President of the College believes that any money received from the state is lost, misappropriated, or misused, or that other fraudulent or unlawful conduct has occurred in relation to the operation of the College, the President, or their designee will report the reason and basis for that belief to the State Auditor's Office. If any investigation is deemed necessary, the President and College staff will coordinate the investigation with the State Auditor's Office.