

8/31/2015

BOARD OF REGENTS OF THE UNIVERSITY OF WISCONSIN SYSTEM

I.5. Audit Committee

Thursday, September 10, 2015  
9:00 a.m. - 10:30 a.m.  
UW-Whitewater  
James R. Connor University Center  
Room UC 261  
Whitewater, Wisconsin

- a. Approval of the minutes of the June 4, 2015 meeting of the Audit Committee
- b. Discussion of Recent UW System Office of Internal Audit Reports
  - NCAA Division III Athletics – UW-River Falls and UW-Superior
  - Office of International Education – UW-La Crosse
  - Physical Security and Access – UW-Milwaukee
  - Office of Counseling - UW-Stout
- c. Update on System Audit Team Integration
- d. Summary Report on Waste, Fraud and Abuse Hotline

# AUDIT UPDATE

Agenda Items I.5.b., I.5.c., I.5.d.

September 10, 2015

## Agenda Item I.5.b. Major Project Activity

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Title	#	Status
<b>Audit of NCAA Division III Athletics</b>		
• Oshkosh	2014-15	Report Date – October 31, 2014
• River Falls	2014-16	Report Date – March 2, 2015
• Platteville	2014-17	Report Date – January 30, 2015
• Superior	2014-18	Report Date – May 12, 2015
• Stout	2014-19	Report Date – January 6, 2015
<b>Audit of Physical Security and Access</b>		
• Milwaukee	2014-57	Report Date – May 29, 2015
• Madison	2014-58	Report Date – May 29, 2015
• Whitewater	2014-66	Report Date – May 29, 2015
• UW System Administration	N/A	Report Date – July 16, 2015
• Extension	2016-01	Active
<b>Audit of Confucius Institute</b>		
• Platteville	2016-02	Active

# Major Project Activity, Continued

Title	#	Status
<b>Audit of Limited Term Employment (LTE)</b>		
• La Crosse	2014-07	Report Date – December 4, 2014
• Colleges	2014-21	Expected Date – September 2015
• Eau Claire	2014-22	Report Date – October 29, 2014
• Green Bay	2014-24	Report Date – December 4, 2014
• Madison	2014-25	Report Date – December 9, 2014
• Milwaukee	2014-26	Report Date – December 4, 2014
• Oshkosh	2014-27	Report Date – December 4, 2014
• Parkside	2014-28	Report Date – December 4, 2014
• Platteville	2014-29	Report Date – January 8, 2015
• River Falls	2014-30	Report Date – March 23, 2015
• Stevens Point	2014-31	Report Date – December 4, 2014
• Stout	2014-32	Report Date – December 4, 2014
• Superior	2014-33	Report Date – October 29, 2014
• System Administration	2014-34	Report Date – March 23, 2015
• Whitewater	2014-35	Expected Date – September 2015
• Extension	2014-36	Expected Date – September 2015

# Major Project Activity, Continued

Title	#	Status
<b>Audit of Grading Data Security</b>		
• Colleges	2014-39	Active
• Eau Claire	2014-40	Active
• Green Bay	2014-41	Active
• La Crosse	2014-42	Active
• Madison	2014-43	Active
• Milwaukee	2014-44	Active
• Oshkosh	2014-45	Active
• Parkside	2014-46	Active
• Platteville	2014-47	Active
• River Falls	2014-48	Active
• Stevens Point	2014-49	Active
• Stout	2014-50	Active
• Superior	2014-51	Active
• Whitewater	2014-52	Active

# Major Project Activity, Continued

Title	#	Status
<b>Audit of Export Controls</b>		
• Madison	2014-53	Expected Date – September 2015
<b>Audit of Compliance with University of Wisconsin Payroll and Leave Accounting Personnel Entry, New Hires and Terminations</b>		
• Madison	2014-38	Expected Date – September 2015
<b>Audit of NCAA Athletics Division I and II</b>		
• Milwaukee	2016-03	Active
• Green Bay	2016-04	Active
• Parkside	2016-05	Active
<b>IT Audit Strategy Regarding Specific Projects</b>		
• Housing Audit – Madison	2016-06	Active
• Union Audit – Madison	2016-07	Active
• Determining IT Audit Plan for UW System based on Current Structure	N/A	Active
<b>Audit of Professional Development Network</b>		
• Stevens Point	2014-54	Active
<b>Audit of Cash Handling Activities</b>	TBD	Planning
<b>Audit of International Education Offices (IEO)</b>	TBD	Planning

## Agenda Item I.5.c

### System Audit Team Integration

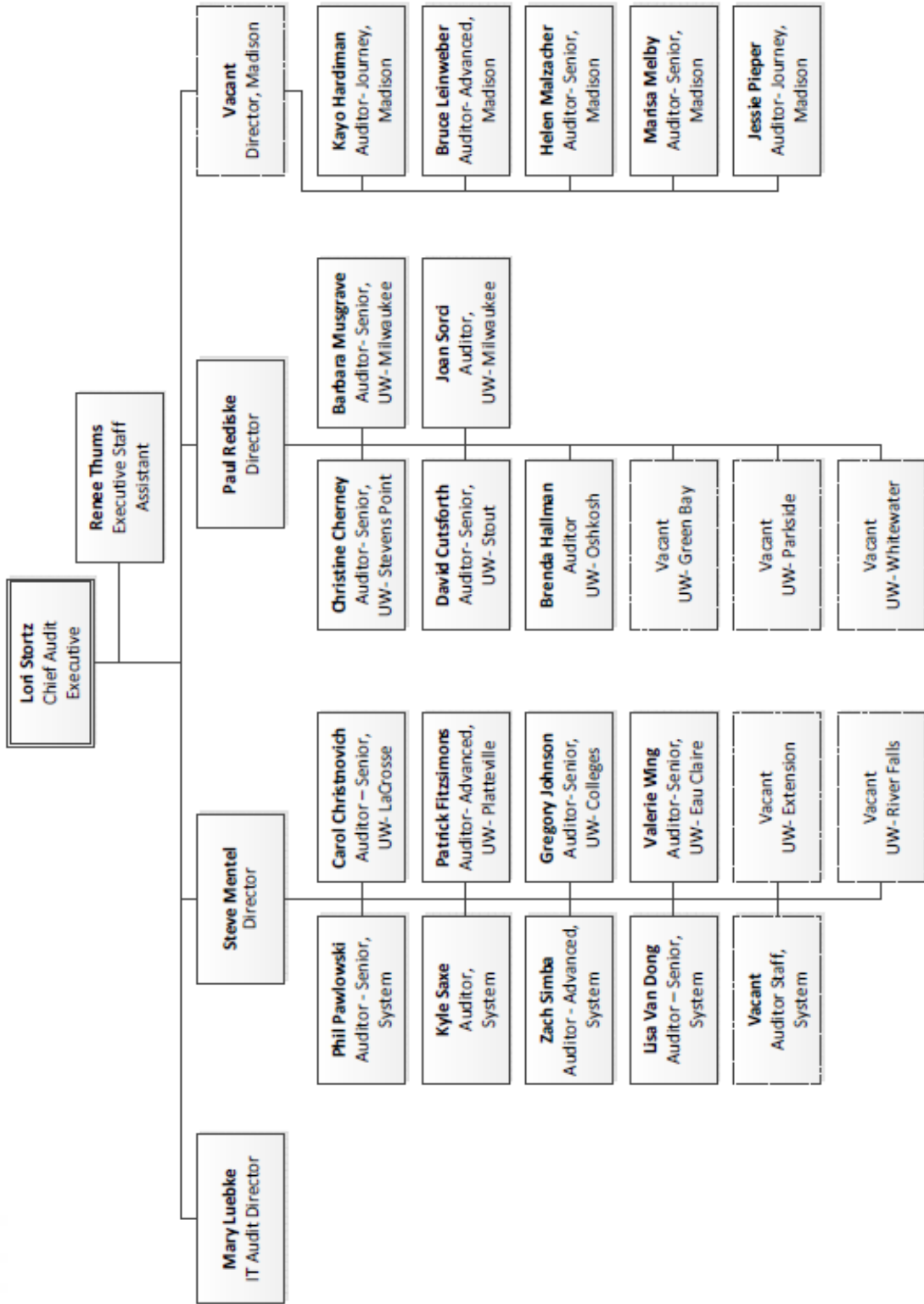
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#### Summary

The System Audit Team integration was completed as approved by the Board of Regents based on the resolution adopted on April 10, 2015. All internal auditors became employees of UW System Administration on July 1. The Office of Internal Audit now consists of the Chief Audit Executive, three Directors, 18 auditors, and the executive assistant for a total of 23 staff (there are six vacant positions across the System). Training was held on June 24 and 25 at UW System Administration to familiarize the staff with the electronic workpaper application AutoAudit. Included in the materials is the Department Organizational Chart that illustrates the reporting lines. The search for a new Director at Madison is underway and in the interim, the Chief Audit Executive is supervising the Madison staff and spends one day a week at their offices.



# University of Wisconsin System Office of Internal Audit





## Agenda Item I.5.d

### Waste, Fraud and Abuse Hotline

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#### Summary

The Waste, Fraud and Abuse Hotline (Hotline) went live on May 15, 2015. For the period of May 15 through August 15, 2015, 52 incidents were reported. The dissemination, analysis, investigation and resolution of the incidents reported have gone well and as expected. As of August 15, 2015, 47 of the 52 cases have been closed. The majority of the closed incidents (35) did not require an investigation or we determined that no corrective action was necessary. Ten incidents resulted in a corrective action being taken.

We have had incidents in each of the risk categories, with most classified as academic, reputation or financial. The average incident was open 26 days.

We believe the communication strategy to announce and inform our System constituents about the Hotline was effective. We have also planned a secondary announcement of the Hotline for the early fall to ensure that our campus communities know it is available.