BOARD OF REGENTS OF THE UNIVERSITY OF WISCONSIN SYSTEM

I.5. Audit Committee

Thursday, April 6, 2017
10:45 a.m.-12:15 p.m.
UW-Platteville
Ullsvik Hall, Room 0300
Platteville, Wisconsin

a. Approval of the minutes of the February 2, 2017 meeting of the Audit Committee

b. Fiscal 2017 Audit Plan Progress Report

c. Discussion of Recently Issued Audit Reports related to: Emergency Preparedness, Payroll Continuous Auditing and International Education

d. Best Practices Letters to the Chancellors

e. UW System Management Information Security Status Report

f. Move into closed session, as permitted by s. 19.85(1)(f), Wis. Stats., to consider personal histories or disciplinary data of specific persons and the investigations of charges against specific persons, which, if discussed in public, would be likely to have a substantial effect upon the reputation of such persons

UW SYSTEM ADMINISTRATION
OFFICE OF INTERNAL AUDIT
FISCAL 2017 AUDIT PLAN PROGRESS

BACKGROUND

One of the responsibilities of the Audit Committee, as outlined in the committee charter, is to review and approve the annual internal audit plan and receive interim progress reports at least quarterly.

REQUESTED ACTION

No action requested. Item for information and discussion only.

DISCUSSION

The attached chart provides a summary of audit progress for the Fiscal 2017 Audit Plan.

RELATED BOARD OF REGENTS POLICIES

NA

UW SYSTEM ADMINISTRATION
OFFICE OF INTERNAL AUDIT
FISCAL 2017 AUDIT PLAN PROGRESS

	Title and Audit Type	Status
1	Purchasing Cards (Continuous Monitoring)	Four reports issued and monitoring is ongoing
2	Travel and Expense Reimbursement (Continuous Monitoring)	Planning has begun
3	Payroll (Continuous Monitoring)	Monitoring has started and first report issued
4	Cash Handling	Ten reports issued and fieldwork and reporting are in progress
5	International Education (IE)	Eleven reports issued and reporting is in progress
6	Code of Ethics, Conduct, and Governance	Fieldwork and reporting are in progress
7	Auxiliary Services	UW-Madison Union issued Parking or housing at other institutions planned and fieldwork has begun
8	Emergency Preparedness	Fifteen reports issued and reporting is in progress
9	System Security and Access (Information Technology)	Planning has begun
10	Data Integrity, Definition, Governance, and Ownership – Top Three Systems/Applications (Information Technology)	Deferred
11	Federal TriO Programs	Planning has begun
12	Facilities	Fieldwork and reporting is in progress
13	Payment Card Industry Compliance	Planning has begun
14	Human Resource System Segregation of Duties	Deferred after planning meeting
15	DoIT	To be replaced with consulting work
16	Research	Fieldwork in progress
17	Internal Control and Compliance Structure and Governance	Fieldwork in progress
18	Clery Audit Follow-up	Planning has begun
19	Fair Labor Standards Act	Deferred due to court injunction
20	Tuition and Enrollment Management	Fieldwork in progress
21	NCAA Athletics Division I	Completed
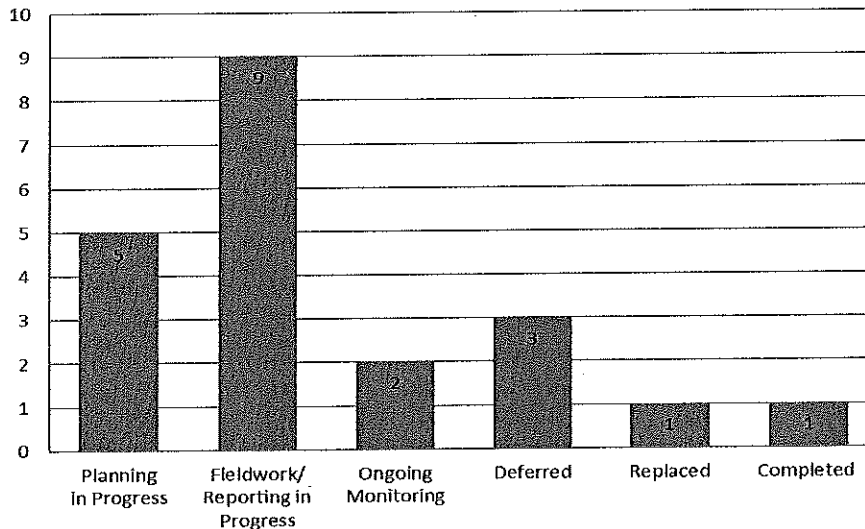
UW SYSTEM ADMINISTRATION
OFFICE OF INTERNAL AUDIT
ISSUED REPORTS

BACKGROUND

One of the responsibilities of the Audit Committee, as outlined in the committee charter, is to take appropriate actions to strengthen the University of Wisconsin System's compliance, internal controls, and ethics.

REQUESTED ACTION

No action requested. Item for information and discussion only.

DISCUSSION

The reports listed below have been issued since the last meeting and will be discussed by the Audit Committee:

Approved Audit Plan

- Emergency Preparedness   UW-Stout

- Payroll Continuous Auditing   UW System

- International Education   UW-Milwaukee

RELATED BOARD OF REGENTS POLICIES

NA

UW SYSTEM ADMINISTRATION
OFFICE OF INTERNAL AUDIT
BEST PRACTICES LETTERS

BACKGROUND

One of the responsibilities of the Audit Committee, as outlined in the committee charter, is to take appropriate actions to strengthen the University of Wisconsin System's compliance, internal controls, and ethics.

REQUESTED ACTION

No action requested. Item for information and discussion only.

DISCUSSION

The best practices letters to the chancellors listed below have been issued since the last meeting and will be discussed by the Audit Committee:

- Grading Data Security

- International Education

RELATED BOARD OF REGENTS POLICIES

NA

UW SYSTEM
MANAGEMENT INFORMATION SECURITY
STATUS REPORT

BACKGROUND

One of the responsibilities of the Audit Committee, as outlined in the committee charter, is to review reports on the adequacy of information technology security and controls.

REQUESTED ACTION

No action requested. Item for information and discussion only.

DISCUSSION

Five information security policies were issued in September 2016. This report provides an update regarding implementation of these at each institution and additional actions related to information security.

Information Security Goals
1. Develop an overall information strategy for the UW System
2. Assess the information security posture of the UW System Administration
3. Create standards based information security controls
4. Improve auditability of information systems
5. Eliminate further LAB findings regarding Student Information System (SIS) security

Priorities for Policy Implementation
- Authentication (1030) and Awareness (1032) policies
- Authentication (1030) for systems that contain moderate risk data while tools for multifactor authentication to campus systems that contain high risk data are procured
- Systemwide and institution-wide applications

Timeline

Action	Anticipated Date
Review efficacy of first five information security policies and procedures	April 30, 2017
Complete vendor selection for multi-factor authentication tool	May 30, 2017
Complete UWIAC information security strategy	May 30, 2017
Approve data handling policy (new policy)	June 30, 2017
Approve asset inventory policy (new policy)	June 30, 2017
Complete information security awareness training at the majority of UW institutions	June 30, 2017
Develop plan for security assessment	December 30, 2017

Attachment

Estimated Timeline for Information Security Policy Implementation

Institution	1030 Authentication	1031 Data Classification	1032 Awareness	1033 Incident Response	1034 Acceptable Use
UW-Madison	9	0	0	0	0
UW-Milwaukee	Assessment underway	Assessment underway	9	0	2
UW Colleges Extension	7	9	3	3	3
UWSA	0	0	1	0	0
Comprehensives					
UWEC	0	3	0	0	0
UWGB	0	9	0	2	0
UWL	0	3	0	0	0
UWO	0	9	0	0	0
UWP	0	0	0	0	0
UWPL	3	3	0	3	0
UWRF	1	3	1	3	1
UWSP	0	0	0	0	0
UWST	0	3	0	3	0
UWSU	0	0	4	0	0
UWW	3	3	0	0	0
Comprehensives Max	**3**	**9**	**4**	**3**	**1**

This table outlines the number of months each campus estimates for finalizing policy deployment