BOARD OF REGENTS OF THE UNIVERSITY OF WISCONSIN SYSTEM

Audit Committee
Thursday, October 5, 2023
8:45 a.m. – 10:00 a.m.

University Center, St. Croix Room 321
UW-River Falls
501 Wild Rose Avenue
River Falls, Wisconsin
& via Zoom Videoconferences

A. Calling of the Roll

B. Declaration of Conflicts

C. Approval of the Minutes of the July 6, 2023, Audit Committee Meeting

D. Office of Internal Audit
   1. Fiscal Year 2024 Audit Plan Progress Report
   2. Summarized Results of Audits Recently Issued

E. Office of Information Security
   1. Cybersecurity and Prohibiting the Use of Certain Foreign Technologies
   2. Information Security Program Update

FISCAL YEAR 2024 AUDIT PLAN PROGRESS REPORT

REQUESTED ACTION

For information and discussion only.

SUMMARY

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.

The attached chart provides a summary of audit progress for the Fiscal Year 2024 Audit Plan.
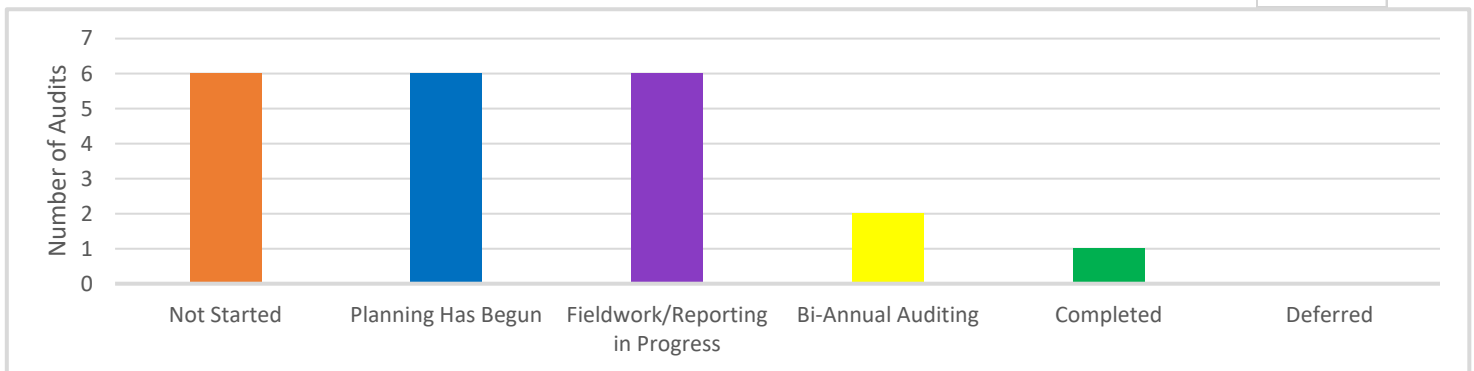
Presenter(s)

- Lori Stortz, Chief Audit Executive

ATTACHMENTS

A) UW System Administration Office of Internal Audit Fiscal Year 2024 Audit Plan Progress Chart.

UW SYSTEM ADMINISTRATION
OFFICE OF INTERNAL AUDIT
FISCAL YEAR 2024
AUDIT PLAN PROGRESS

	Title	Risks
1	Payroll (Bi-Annual Auditing)	Fraud, Data Accuracy, Compliance with Policy
2	Purchasing Cards (Bi-Annual Auditing)	Fraud, Embezzlement, Compliance with Policy
3	Information Technology Asset Management	Compliance with Policy, Data Security, Data Availability, Operational, Financial, Fraud
4	Nepotism and Conflicts of Interest	Conflicts of Interest, Fraud, Financial
5	ShopUW+ Internal Controls	Fraud, Financial, Operational
6	ATP	Operational, Financial
7	Concussion Protocols	Human safety, Compliance
8	Employee References Regarding Sexual Violence and Harassment	Compliance, Reputational
9	General Ledger Clearing Accounts Follow-Up	Financial, Fraud
10	Internal Assessment	Conformance with Institute of Internal Audit (IIA) *Standards* and Code of Ethics
11	ShopUW+ Internal Controls - Phase 2	Fraud, Financial, Operational
12	Student Safety - Emergency Preparedness	Human safety, Operational, Reputational
13	Third-Party Servicers	Compliance with federal guidance
14	UWSA Policy 616 Student Drivers under State's Liability Protection	Human safety, Operational, Reputational, Compliance
15	Grade Changes	Academic integrity, Compliance, Fraud
16	Other Affiliated Organizations	Financial, Operational, Reputational
17	Payment Card Industry Compliance - Representations from Universities to System	Compliance, IT data security
18	Regent Policy Document 13-1 (RPD 13-1), General Contract Approval, Signature Authority, and Reporting	Legal, Compliance
19	Madison NCAA	Compliance
20	NCAA Athletics Division I and II Consulting Engagements	Compliance with NCAA agreed-upon procedures
21	Wisconsin Economic Development Corporation (WEDC) Grants	Grant compliance, Fraud

Bar chart — Number of Audits by status:
- Not Started: 6
- Planning Has Begun: 6
- Fieldwork/Reporting in Progress: 6
- Bi-Annual Auditing: 2
- Completed: 1
- Deferred: 0

SUMMARIZED RESULTS OF AUDITS RECENTLY ISSUED

REQUESTED ACTION

For information and discussion only.

SUMMARY

Since the July 6, 2023 meeting of the Audit Committee, the Office of Internal Audit has issued the following reports:

- Bi-Annual Purchasing Card Audit – 12/24/22 – 6/23/23
- Office of Internal Audit Annual Report 2023
- ShopUW+ Internal Controls Assessment

Presenter(s)

- Lori Stortz, Chief Audit Executive

BACKGROUND

One of the responsibilities of the Audit Committee, as outlined in the committee charter, is to summarize results of audits recently issued.

CYBERSECURITY AND PROHIBITING THE USE OF CERTAIN FOREIGN TECHNOLOGIES

REQUESTED ACTION

For information and discussion only.

SUMMARY

In January 2023, Governor Tony Evers signed Executive Order #184, banning TikTok and other foreign technologies from state issued devices. In February 2023, President Jay Rothman issued a directive prohibiting the use of TikTok on university owned devices.

A brief overview will be provided on activities related to the usage of TikTok and other foreign technologies in the University of Wisconsin System.

Presenters

- Edward Murphy, Associate Vice President for Information Security, UW System
- Allison Steil, Director for Federal Relations, UW System

INFORMATION TECHNOLOGY SECURITY PROGRAM UPDATE

REQUESTED ACTION

For information and discussion only.

SUMMARY

The University of Wisconsin System technology environment is a complex mix of modern and legacy systems. Major initiatives are underway to migrate vital systems to the cloud. While these important projects are being implemented, UW campuses are being attacked hundreds of times a day. From K-12 to higher education, the education sector continues to be a favorite target of cyber criminals who seek to disrupt operations, steal proprietary information, and attempt to profit through extortion.

A brief status report will be provided on information security highlighting the following elements of the UW information security program:

- Accomplishments
- Analysis:
    - Security policy compliance
    - Phishing awareness campaigns
    - Incidents
    - Benchmarking
- Top Priorities

Presenter

- Edward Murphy, Associate Vice President for Information Security, UW System