OCTOBER 6, 2026

INTERNAL CONTROL QUARTERLY REPORT

PREPARED FOR THE STATE BOARD OF INTERNAL CONTROL



PREPARED BY

Allysen Kerr | Director of Internal Controls



Executive Summary

Introduction

The State of South Dakota Internal Control Framework has been successfully implemented across twenty-nine state agencies, including the Bureau of Finance & Management, Department of Revenue, Department of Game, Fish & Parks, Department of Tribal Relations, Department of Tourism, Department of Corrections, Department of the Military, School and Public Lands, Office of the State Auditor, Department of Public Safety, Department of Social Services, Department of Health, Office of the State Treasurer, Department of Education, Department of Human Services, Department of Labor, Board of Regents, Department of Veterans Affairs, Public Utilities Commission, Bureau of Information and Technology, Unified Judicial System, Department of Agriculture & Natural Resources, South Dakota Retirement System, Department of Transportation, Bureau of Human Resources & Administration, Governor's Office of Economic Development, Office of the Attorney General, the Governor's Office, and the Office if the Secretary of State. These agencies have documented their objectives, risks, and controls, which are reviewed and updated periodically to reflect changes in operations, regulations, and organizational priorities.

Our Intent

The Statewide Internal Control Framework enables both the State and its agencies to establish and maintain a flexible, effective system of internal control that promotes accountability and supports the achievement of organizational objectives. The Framework provides a comprehensive set of standards and guidance for designing, implementing, evaluating, and reporting on internal controls across state government. By fostering a culture of continuous improvement, the Framework helps ensure that control activities remain effective and responsive to evolving risks, operational needs, and regulatory requirements.

Strategy & Implementation

The Framework emphasizes the importance of monitoring, testing, and reporting control deficiencies as key first-line defense activities. This report summarizes the results and observations from the annual self-assessment process conducted by control owners across participating agencies and divisions.

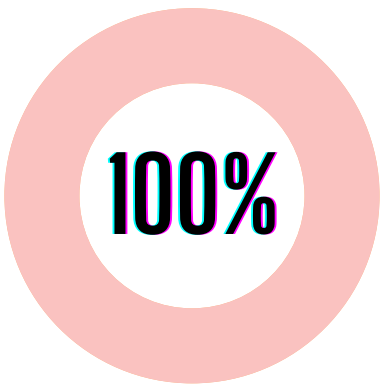
The following activities were completed as part of the self-assessment process:

- Control owners and Agency Internal Control Officers reviewed objectives, risks, and controls to ensure risk and control matrices accurately reflected current operations, priorities, and risk conditions.
- Control owners completed self-assessments and attestations for their assigned controls, evaluating control design and operating effectiveness and identifying opportunities for improvement.
- Where control deficiencies were identified, control owners documented remediation plans and corrective actions to address the underlying issues.
- Control owners participated in training sessions designed to support the consistent completion of attestations and reinforce internal control responsibilities.
- The Statewide Internal Control Team reviewed submitted information, provided guidance as needed, and monitored overall implementation to promote consistency and effectiveness across agencies.

This collaborative approach promotes accountability, transparency, and continuous improvement, helping to ensure that the State's system of internal control remains effective and responsive to evolving risks and operational challenges.

Control Attestation Summary

Overall, we had a 100% response rate on the control owner attestations this quarter.



STATEWIDE SUMMARY

Allysen Kerr | Director of Internal Controls

Last review period: June 29, 2026 | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 4, FY 26		Quarter 3, FY 26		Quarter 2, FY 26	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	1227	8.1%	1063	8.0%	882	7.4%	864	7.5%
	Technology	1006	6.6%	848	6.4%	773	6.5%	768	6.6%
	Operational	7975	52.5%	6977	52.5%	6259	52.5%	6080	52.6%
	Compliance	2963	19.5%	2575	19.4%	2366	19.8%	2298	19.9%
	Financial	1783	11.7%	1619	12.2%	1463	12.3%	1368	11.8%
	Fraud	245	1.6%	216	1.6%	187	1.6%	174	1.5%
		15,199	**100%**	**13,298**	**100%**	**11,930**	**100%**	**11,552**	**100%**
Risk by Priority	Low	2674	17.6%	2353	17.7%	2057	17.2%	1998	17.3%
	Medium	9617	63.3%	8286	62.3%	7483	62.7%	7264	62.9%
	High	2397	15.8%	2169	16.3%	1954	16.4%	1863	16.1%
	Critical	511	3.4%	490	3.7%	436	3.7%	427	3.7%
		15,199	**100%**	**13,298**	**100%**	**11,930**	**100%**	**11,552**	**100%**
Control Owner Self-Assessments	Completed On-time	100%		98.4%		100%		99.5%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	7	13.5%	8	4.6%	1	4.0%	6	4.0%
	Technology	2	3.8%	22	12.6%	2	8.0%	14	9.3%
	Operational	24	46.2%	97	55.4%	14	56.0%	88	58.3%
	Compliance	11	21.2%	35	20.0%	1	4.0%	24	15.9%
	Financial	8	15.4%	11	6.3%	7	28.0%	16	10.6%
	Fraud	0	0.0%	2	1.1%	0	0.0%	3	2.0%
		52	**100%**	**175**	**100%**	**25**	**100%**	**151**	**100%**
Total Open Control Issues		33		0		0		0	
Preventive vs. Detective Controls		76% vs. 24%		75.3% vs. 24.7%		75.8% vs. 24.2%		76% vs. 24%	
Controls by Frequency	Ad-Hoc	1971	49.8%	1788	49.4%	1581	49.7%	1532	49.9%
	Daily	560	14.2%	520	14.4%	450	14.1%	438	14.3%
	Weekly	137	3.5%	126	3.5%	113	3.6%	110	3.6%
	Bi-Weekly	20	0.5%	20	0.6%	18	0.6%	17	0.6%
	Monthly	354	9.0%	329	9.1%	287	9.0%	276	9.0%
	Bi-Monthly	16	0.4%	15	0.4%	14	0.4%	14	0.5%
	Quarterly	190	4.8%	170	4.7%	130	4.1%	127	4.1%
	Semi-Annually	99	2.5%	93	2.6%	83	2.6%	83	2.7%
	Annually	607	15.4%	556	15.4%	507	15.9%	472	15.4%
		3,954	**100%**	**3,617**	**100%**	**3,183**	**100%**	**3,069**	**100%**
Control Issues by Agency	Board of Regents	0	0.0%	18	10.3%	0	0.0%	19	12.6%
	Bureau of HR & Admin	0	0.0%	46	26.3%	0	0.0%	48	31.8%
	Bureau of Information & Technology	0	0.0%	43	24.6%	0	0.0%	32	21.2%
	Department of Corrections	0	0.0%	34	19.4%	0	0.0%	35	23.2%
	Department of Education	2	3.8%	0	0.0%	0	0.0%	0	0.0%
	Department of Game, Fish & Parks	3	5.8%	0	0.0%	0	0.0%	0	0.0%
	Department of Health	5	9.6%	0	0.0%	6	24.0%	0	0.0%
	Department of Human Services	0	0.0%	3	1.7%	0	0.0%	1	0.7%
	Department of Labor and Regulation	10	19.2%	0	0.0%	0	0.0%	0	0.0%
	Department of Public Safety	4	7.7%	0	0.0%	1	4.0%	0	0.0%
	Department of Revenue	0	0.0%	2	1.1%	0	0.0%	0	0.0%
	Department of Social Services	17	32.7%	0	0.0%	17	68.0%	0	0.0%
	Department of the Military	1	1.9%	0	0.0%	0	0.0%	0	0.0%
	Department of Tourism	0	0.0%	1	0.6%	0	0.0%	0	0.0%
	Department of Transportation	0	0.0%	23	13.1%	0	0.0%	10	6.6%
	Department of Veteran Affairs	3	5.8%	0	0.0%	0	0.0%	0	0.0%
	Gov's Office of Econ. Development	0	0.0%	1	0.6%	0	0.0%	2	1.3%
	Office of the Attorney General	0	0.0%	3	1.7%	0	0.0%	4	2.6%
	Office of the Secretary of State	4	7.7%	0	0.0%	0	0.0%	0	0.0%
	Office of the State Treasurer	0	0.0%	1	0.6%	0	0.0%	0	0.0%
	Public Utilities Commission	3	5.8%	0	0.0%	0	0.0%	0	0.0%
	South Dakota Retirement System	0	0.0%	0	0.0%	1	4.0%	0	0.0%
		52	**100%**	**175**	**100%**	**25**	**100%**	**151**	**100%**
Control Testing Results	Operating as Intended	14	93.3%	0	0%	0	0%	0	0%
	Exceptions Identified	1	6.7%	0	0%	0	0%	0	0%
		15	**100%**	**0**	**0%**	**0**	**0%**	**0**	**0%**
Operating as Intended by Agency	Department of Corrections	2	14.3%	0	0%	0	0%	0	0%
	Department of Human Services	1	7.1%	0	0%	0	0%	0	0%
	Department of Labor and Regulation	4	28.6%	0	0%	0	0%	0	0%
	Department of Public Safety	2	14.3%	0	0%	0	0%	0	0%
	Department of Revenue	3	21.4%	0	0%	0	0%	0	0%
	Department of Social Services	1	7.1%	0	0%	0	0%	0	0%
	Department of Transportation	1	7.1%	0	0%	0	0%	0	0%
		14	**100%**	**0**	**0%**	**0**	**0%**	**0**	**0%**
Testing Exceptions by Agency	Department of Human Services	1	100.0%	0	0%	0	0%	0	0%
		1	**100%**	**0**	**0%**	**0**	**0%**	**0**	**0%**

GAME, FISH, & PARKS

Callyn Donald | Deputy Finance Officer

Last review period: March 25, 2026 | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 3, FY 26		Quarter 1, FY 26		Quarter 3, FY25	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	56	9.4%	61	16.3%	61	16.3%	61	16.3%
	Technology	25	4.2%	14	3.7%	14	3.7%	14	3.7%
	Operational	316	53.1%	255	68.0%	255	68.0%	255	68.0%
	Compliance	118	19.8%	16	4.3%	16	4.3%	16	4.3%
	Financial	66	11.1%	29	7.7%	29	7.7%	29	7.7%
	Fraud	14	2.4%	0	0.0%	0	0.0%	0	0.0%
		595	**100%**	**375**	**100%**	**375**	**100%**	**375**	**100%**
Risk by Priority	Low	16	2.7%	83	22.1%	83	22.1%	83	22.1%
	Medium	487	81.8%	230	61.3%	230	61.3%	230	61.3%
	High	90	15.1%	45	12.0%	45	12.0%	45	12.0%
	Critical	2	0.3%	17	4.5%	17	4.5%	17	4.5%
		595	**100%**	**375**	**100%**	**375**	**100%**	**375**	**100%**
Control Owner Self-Assessments	Completed On-time	100%		93.3%		87.7%		97.1%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0.0%	1	10.0%	1	5.6%	0	0.0%
	Technology	0	0.0%	0	0.0%	3	16.7%	0	0.0%
	Operational	0	0.0%	9	90.0%	14	77.8%	4	80.0%
	Compliance	2	66.7%	0	0.0%	0	0.0%	0	0.0%
	Financial	1	33.3%	0	0.0%	0	0.0%	1	20.0%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		3	**100%**	**10**	**100%**	**18**	**100%**	**5**	**100%**
Total Open Control Issues		0		0		0		0	
Control Issues by Division	GFP Administration	2	66.7%	2	25.0%	2	12.5%	1	20.0%
	GFP Cap Development & Fed Aid	0	0.0%	0	0.0%	1	6.3%	1	20.0%
	GFP Communications & Marketing	0	0.0%	0	0.0%	1	6.3%	1	20.0%
	GFP Education	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	GFP Habitat Access	0	0.0%	0	0.0%	0	0.0%	1	20.0%
	GFP Law Enforcement	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	GFP Parks Operations	0	0.0%	0	0.0%	8	50.0%	0	0.0%
	GFP WDM	1	33.3%	5	62.5%	4	25.0%	1	20.0%
	GFP Wildlife & Fisheries Mgmt.	0	0.0%	1	12.5%	0	0.0%	0	0.0%
		3	**100%**	**8**	**100%**	**16**	**100%**	**5**	**100%**
Controls with Repeat Issues		**0**		**5**		**1**		**0**	
Preventive vs. Detective Controls		82.5% vs. 17.5%		17.4% vs. 82.6%		17.4% vs. 82.6%		17.4% vs. 82.6%	
Controls by Frequency	Ad-Hoc	58	59.8%	33	47.8%	33	47.8%	33	47.8%
	Daily	7	7.2%	2	2.9%	2	2.9%	2	2.9%
	Weekly	4	4.1%	1	1.4%	1	1.4%	1	1.4%
	Bi-Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Monthly	7	7.2%	4	5.8%	4	5.8%	4	5.8%
	Bi-Monthly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Quarterly	1	1.0%	2	2.9%	2	2.9%	2	2.9%
	Semi-Annually	2	2.1%	1	1.4%	1	1.4%	1	1.4%
	Annually	18	18.6%	26	37.7%	26	37.7%	26	37.7%
		97	**100%**	**69**	**100%**	**69**	**100%**	**69**	**100%**

DEPARTMENT OF THE MILITARY
STATE OF SOUTH DAKOTA

MILITARY

Leanne Reindl | Budget & Finance Director

Last review period: March 25, 2026 | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 3, FY 26		Quarter 1, FY26		Quarter 3, FY25	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	2	2.5%	2	2.5%	2	2.5%	2	2.5%
	Technology	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Operational	57	70.4%	57	70.4%	57	70.4%	57	70.4%
	Compliance	20	24.7%	20	24.7%	20	24.7%	20	24.7%
	Financial	2	2.5%	2	2.5%	2	2.5%	2	2.5%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		81	**100%**	**81**	**100%**	**81**	**100%**	**81**	**100%**
Risk by Priority	Low	36	44.4%	36	44.4%	36	44.4%	36	44.4%
	Medium	41	50.6%	41	50.6%	41	50.6%	41	50.6%
	High	4	4.9%	4	4.9%	4	4.9%	4	4.9%
	Critical	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		81	**100%**	**81**	**100%**	**81**	**100%**	**81**	**100%**
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		100%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0.0%	0	0%	0	0%	0	0%
	Technology	0	0.0%	0	0%	0	0%	0	0%
	Operational	0	0.0%	0	0%	0	0%	0	0%
	Compliance	1	100.0%	0	0%	0	0%	0	0%
	Financial	0	0.0%	0	0%	0	0%	0	0%
	Fraud	0	0.0%	0	0%	0	0%	0	0%
		1	**100%**	**0**	**0%**	**0**	**0%**	**0**	**0%**
Total Open Control Issues		0		0		0		0	
Control Issues by Division	DOM Adjutant General	1	100.0%	0	0%	0	0%	0	0%
	DOM Air Guard	0	0.0%	0	0%	0	0%	0	0%
	DOM Army Guard	0	0.0%	0	0%	0	0%	0	0%
		1	**100%**	**0**	**0%**	**0**	**0%**	**0**	**0%**
Controls with Repeat Issues		**0**		**0**		**0**		**0**	
Preventive vs. Detective Controls		0% vs. 100%		0% vs. 100%		0% vs. 100%		0% vs. 100%	
Controls by Frequency	Ad-Hoc	7	100.0%	7	100.0%	7	100.0%	7	100.0%
	Daily	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Bi-Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Monthly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Bi-Monthly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Quarterly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Semi-Annually	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Annually	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		7	**100%**	**7**	**100%**	**7**	**100%**	**7**	**100%**

SOUTH DAKOTA
DEPARTMENT OF PUBLIC SAFETY

PUBLIC SAFETY

Kayla Dowling | Internal Control Officer

Last review period: March 25, 2026 | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 3, FY 26		Quarter 1, FY26		Quarter 3, FY25	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	70	12.1%	26	10.3%	26	10.3%	26	10.3%
	Technology	54	9.3%	12	4.8%	12	4.8%	12	4.8%
	Operational	268	46.4%	131	52.0%	131	52.0%	131	52.0%
	Compliance	119	20.6%	60	23.8%	60	23.8%	60	23.8%
	Financial	65	11.2%	23	9.1%	23	9.1%	23	9.1%
	Fraud	2	0.3%	0	0.0%	0	0.0%	0	0.0%
		578	**100%**	**252**	**100%**	**252**	**100%**	**252**	**100%**
Risk by Priority	Low	119	20.6%	39	15.5%	39	15.5%	39	15.5%
	Medium	368	63.7%	168	66.7%	168	66.7%	168	66.7%
	High	80	13.8%	40	15.9%	40	15.9%	40	15.9%
	Critical	11	1.9%	5	2.0%	5	2.0%	5	2.0%
		578	**100%**	**252**	**100%**	**252**	**100%**	**252**	**100%**
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		100%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0.0%	0	0.0%	0	0%	0	0%
	Technology	0	0.0%	0	0.0%	0	0%	0	0%
	Operational	1	25.0%	1	100.0%	0	0%	0	0%
	Compliance	3	75.0%	0	0.0%	0	0%	0	0%
	Financial	0	0.0%	0	0.0%	0	0%	0	0%
	Fraud	0	0.0%	0	0.0%	0	0%	0	0%
		4	**100%**	**1**	**100%**	**0**	**0%**	**0**	**0%**
Total Open Control Issues		1		0		0		0	
Control Issues by Division	DPS Administration	1	25.0%	0	0.0%	0	0%	0	0%
	DPS Criminal Justice Services	3	75.0%	1	100.0%	0	0%	0	0%
	DPS Emergency Services	0	0.0%	0	0.0%	0	0%	0	0%
	DPS Highway Patrol	0	0.0%	0	0.0%	0	0%	0	0%
	DPS Wildland Fire	0	0.0%	0	0.0%	0	0%	0	0%
		4	**100%**	**1**	**100%**	**0**	**0%**	**0**	**0%**
Controls with Repeat Issues		**0**		**0**		**0**		**0**	
Preventive vs. Detective Controls		80.4% vs. 19.6%		75.7% vs. 24.3%		75.7% vs. 24.3%		75.7% vs. 24.3%	
Controls by Frequency	Ad-Hoc	50	46.7%	12	32.4%	12	32.4%	12	32.4%
	Daily	18	16.8%	6	16.2%	6	16.2%	6	16.2%
	Weekly	3	2.8%	2	5.4%	2	5.4%	2	5.4%
	Bi-Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Monthly	10	9.3%	3	8.1%	3	8.1%	3	8.1%
	Bi-Monthly	1	0.9%	0	0.0%	0	0.0%	0	0.0%
	Quarterly	12	11.2%	3	8.1%	3	8.1%	3	8.1%
	Semi-Annually	2	1.9%	2	5.4%	2	5.4%	2	5.4%
	Annually	11	10.3%	9	24.3%	9	24.3%	9	24.3%
		107	**100%**	**37**	**100%**	**37**	**100%**	**37**	**100%**

South Dakota Department of Social Services

SOCIAL SERVICES

Denise Hanson | Internal Control Officer

Last review period: March 25, 2026 | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 3, FY 26		Quarter 1, FY26		Quarter 3, FY25	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	53	5.9%	53	5.9%	35	6.6%	20	7.8%
	Technology	54	6.0%	54	6.0%	50	9.4%	25	9.8%
	Operational	408	45.5%	408	45.5%	238	44.8%	127	49.6%
	Compliance	151	16.8%	151	16.8%	85	16.0%	50	19.5%
	Financial	207	23.1%	207	23.1%	112	21.1%	32	12.5%
	Fraud	24	2.7%	24	2.7%	11	2.1%	2	0.8%
		897	**100%**	**897**	**100%**	**531**	**100%**	**256**	**100%**
Risk by Priority	Low	152	16.9%	152	16.9%	93	17.5%	40	15.6%
	Medium	527	58.8%	527	58.8%	315	59.3%	160	62.5%
	High	190	21.2%	190	21.2%	104	19.6%	46	18.0%
	Critical	28	3.1%	28	3.1%	19	3.6%	10	3.9%
		897	**100%**	**897**	**100%**	**531**	**100%**	**256**	**100%**
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		100%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	1	5.9%	1	5.9%	2	12.5%	1	12.5%
	Technology	0	0.0%	1	5.9%	1	6.3%	0	0.0%
	Operational	9	52.9%	8	47.1%	7	43.8%	6	75.0%
	Compliance	1	5.9%	1	5.9%	0	0.0%	0	0.0%
	Financial	6	35.3%	6	35.3%	6	37.5%	1	12.5%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		17	**100%**	**17**	**100%**	**16**	**100%**	**8**	**100%**
Total Open Control Issues		0		0		0		0	
Control Issues by Division	DSS Administration	7	43.8%	3	20.0%	0	0.0%	0	0.0%
	DSS Child Protection Services	2	12.5%	5	33.3%	7	38.9%	8	72.7%
	DSS Child Support	5	31.3%	1	6.7%	5	27.8%	0	0.0%
	DSS Community Behavioral Health	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DSS Economic Assistance	0	0.0%	2	13.3%	0	0.0%	0	0.0%
	DSS Finance	2	12.5%	4	26.7%	0	0.0%	0	0.0%
	DSS Human Services Center	0	0.0%	0	0.0%	4	22.2%	2	18.2%
	DSS Medical Services	0	0.0%	0	0.0%	2	11.1%	1	9.1%
		16	**100%**	**15**	**100%**	**18**	**100%**	**11**	**100%**
Controls with Repeat Issues		**6**		**0**		**5**		**1**	
Preventive vs. Detective Controls		73.1% vs. 26.9%		73.1% vs. 26.9%		73.7% vs. 26.3%		74.4% vs. 25.6%	
Controls by Frequency	Ad-Hoc	148	45.5%	148	45.5%	105	46.9%	37	45.1%
	Daily	44	13.5%	44	13.5%	33	14.7%	11	13.4%
	Weekly	6	1.8%	6	1.8%	3	1.3%	1	1.2%
	Bi-Weekly	1	0.3%	1	0.3%	0	0.0%	0	0.0%
	Monthly	42	12.9%	42	12.9%	31	13.8%	10	12.2%
	Bi-Monthly	2	0.6%	2	0.6%	2	0.9%	2	2.4%
	Quarterly	18	5.5%	18	5.5%	15	6.7%	2	2.4%
	Semi-Annually	2	0.6%	2	0.6%	2	0.9%	2	2.4%
	Annually	62	19.1%	62	19.1%	33	14.7%	17	20.7%
		325	**100%**	**325**	**100%**	**224**	**100%**	**82**	**100%**

SOUTH DAKOTA DEPARTMENT OF HEALTH

HEALTH

Cally Hall | Auditor Manager

Last review period: March 25, 2026 | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 3, FY 26		Quarter 1, FY26		Quarter 3, FY25	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	35	7.8%	30	8.2%	30	8.5%	30	8.5%
	Technology	24	5.3%	22	6.0%	22	6.2%	22	6.2%
	Operational	267	59.2%	217	59.6%	209	58.9%	209	58.9%
	Compliance	87	19.3%	67	18.4%	66	18.6%	66	18.6%
	Financial	36	8.0%	27	7.4%	27	7.6%	27	7.6%
	Fraud	2	0.4%	1	0.3%	1	0.3%	1	0.3%
		451	**100%**	**364**	**100%**	**355**	**100%**	**355**	**100%**
Risk by Priority	Low	111	24.6%	95	26.1%	95	26.8%	95	26.8%
	Medium	248	55.0%	196	53.8%	191	53.8%	191	53.8%
	High	76	16.9%	59	16.2%	55	15.5%	55	15.5%
	Critical	16	3.5%	14	3.8%	14	3.9%	14	3.9%
		451	**100%**	**364**	**100%**	**355**	**100%**	**355**	**100%**
Control Owner Self-Assessments	Completed On-time	100%		100%		87.8%		100%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	1	20.0%	0	0.0%	1	20.0%	0	0.0%
	Technology	0	0.0%	0	0.0%	1	20.0%	0	0.0%
	Operational	3	60.0%	5	83.3%	3	60.0%	4	100.0%
	Compliance	1	20.0%	0	0.0%	0	0.0%	0	0.0%
	Financial	0	0.0%	1	16.7%	0	0.0%	0	0.0%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		5	**100%**	**6**	**100%**	**5**	**100%**	**4**	**100%**
Total Open Control Issues		0		0		0		0	
Control Issues by Division	DOH Epidemiology	0	0.0%	0	0.0%	1	12.5%	2	40.0%
	DOH Family & Community Health	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOH Finance & Operations	0	0.0%	0	0.0%	1	12.5%	1	20.0%
	DOH Healthcare Access	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOH Legal	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOH Licensure & Accreditation	3	60.0%	7	100.0%	4	50.0%	2	40.0%
	DOH Public Health Lab	2	40.0%	0	0.0%	2	25.0%	0	0.0%
		5	**100%**	**7**	**100%**	**8**	**100%**	**5**	**100%**
Controls with Repeat Issues		3		4		2		0	
Preventive vs. Detective Controls		73.6% vs. 26.4%		70.3% vs. 29.7%		71.4% vs. 28.6%		71.4% vs. 28.6%	
Controls by Frequency	Ad-Hoc	64	51.2%	51	56.0%	47	56.0%	47	56.0%
	Daily	26	20.8%	15	16.5%	14	16.7%	14	16.7%
	Weekly	7	5.6%	5	5.5%	5	6.0%	5	6.0%
	Bi-Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Monthly	15	12.0%	9	9.9%	9	10.7%	9	10.7%
	Bi-Monthly	1	0.8%	1	1.1%	1	1.2%	1	1.2%
	Quarterly	2	1.6%	2	2.2%	2	2.4%	2	2.4%
	Semi-Annually	1	0.8%	0	0.0%	0	0.0%	0	0.0%
	Annually	9	7.2%	8	8.8%	6	7.1%	6	7.1%
		125	**100%**	**91**	**100%**	**84**	**100%**	**84**	**100%**

south dakota DEPARTMENT OF EDUCATION
Learning. Leadership. Service.

EDUCATION

Cody Stoeser | Director of Finance & Management

Last review period: March 25, 2026 | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 3, FY 26		Quarter 1, FY26		Quarter 3, FY25	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	53	6.0%	31	7.2%	31	7.2%	31	7.2%
	Technology	68	7.7%	12	2.8%	12	2.8%	12	2.8%
	Operational	566	63.8%	240	55.8%	240	55.8%	240	55.8%
	Compliance	149	16.8%	104	24.2%	104	24.2%	104	24.2%
	Financial	47	5.3%	41	9.5%	41	9.5%	41	9.5%
	Fraud	4	0.5%	2	0.5%	2	0.5%	2	0.5%
		887	**100%**	**430**	**100%**	**430**	**100%**	**430**	**100%**
Risk by Priority	Low	180	20.3%	94	21.9%	94	21.9%	94	21.9%
	Medium	594	67.0%	269	62.6%	269	62.6%	269	62.6%
	High	96	10.8%	58	13.5%	58	13.5%	58	13.5%
	Critical	17	1.9%	9	2.1%	9	2.1%	9	2.1%
		887	**100%**	**430**	**100%**	**430**	**100%**	**430**	**100%**
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		100%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0.0%	0	0%	0	0%	0	0.0%
	Technology	0	0.0%	0	0%	0	0%	1	100.0%
	Operational	2	100.0%	0	0%	0	0%	0	0.0%
	Compliance	0	0.0%	0	0%	0	0%	0	0.0%
	Financial	0	0.0%	0	0%	0	0%	0	0.0%
	Fraud	0	0.0%	0	0%	0	0%	0	0.0%
		2	**100%**	**0**	**0%**	**0**	**0%**	**1**	**100%**
Total Open Control Issues		0		0		0		0	
Control Issues by Division	DOE Accreditation & Certification	0	0.0%	0	0%	0	0%	2	100.0%
	DOE Child & Adult Nutrition	0	0.0%	0	0%	0	0%	0	0.0%
	DOE College, Career & SS	0	0.0%	0	0%	0	0%	0	0.0%
	DOE Data & Research	0	0.0%	0	0%	0	0%	0	0.0%
	DOE Finance, Mgmt & Secretariat	0	0.0%	0	0%	0	0%	0	0.0%
	DOE History	0	0.0%	0	0%	0	0%	0	0.0%
	DOE Learning & Instruction	0	0.0%	0	0%	0	0%	0	0.0%
	DOE Library Services	2	100.0%	0	0%	0	0%	0	0.0%
	DOE Special Ed & Learning	0	0.0%	0	0%	0	0%	0	0.0%
		2	**100%**	**0**	**0%**	**0**	**0%**	**2**	**100%**
Controls with Repeat Issues		0		0		0		0	
Preventive vs. Detective Controls		83% vs. 17%		80% vs. 20%		79.8% vs. 20.2%		79.8% vs. 20.2%	
Controls by Frequency	Ad-Hoc	83	54.2%	43	50.6%	42	50.0%	42	50.0%
	Daily	4	2.6%	1	1.2%	1	1.2%	1	1.2%
	Weekly	4	2.6%	1	1.2%	1	1.2%	1	1.2%
	Bi-Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Monthly	9	5.9%	6	7.1%	6	7.1%	6	7.1%
	Bi-Monthly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Quarterly	9	5.9%	3	3.5%	3	3.6%	3	3.6%
	Semi-Annually	3	2.0%	2	2.4%	2	2.4%	2	2.4%
	Annually	41	26.8%	29	34.1%	29	34.5%	29	34.5%
		153	**100%**	**85**	**100%**	**84**	**100%**	**84**	**100%**

SOUTH DAKOTA DEPT. OF LABOR & REGULATION

LABOR & REGULATION

Jacob Frohreich | Internal Control Officer

Last review period: March 25, 2026 | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 3, FY 26		Quarter 1, FY 26		Quarter 3, FY25	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	90	17.5%	38	10.9%	38	10.9%	38	10.9%
	Technology	11	2.1%	24	6.9%	24	6.9%	24	6.9%
	Operational	295	57.5%	180	51.7%	180	51.7%	180	51.7%
	Compliance	73	14.2%	70	20.1%	70	20.1%	70	20.1%
	Financial	29	5.7%	27	7.8%	27	7.8%	27	7.8%
	Fraud	15	2.9%	9	2.6%	9	2.6%	9	2.6%
		513	**100%**	**348**	**100%**	**348**	**100%**	**348**	**100%**
Risk by Priority	Low	148	28.8%	35	10.1%	35	10.1%	35	10.1%
	Medium	282	55.0%	233	67.0%	233	67.0%	233	67.0%
	High	57	11.1%	69	19.8%	69	19.8%	69	19.8%
	Critical	26	5.1%	11	3.2%	11	3.2%	11	3.2%
		513	**100%**	**348**	**100%**	**348**	**100%**	**348**	**100%**
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		100%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	3	30.0%	0	0.0%	1	6.7%	0	0.0%
	Technology	0	0.0%	0	0.0%	1	6.7%	0	0.0%
	Operational	6	60.0%	3	100.0%	10	66.7%	7	77.8%
	Compliance	1	10.0%	0	0.0%	3	20.0%	1	11.1%
	Financial	0	0.0%	0	0.0%	0	0.0%	1	11.1%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		10	**100%**	**3**	**100%**	**15**	**100%**	**9**	**100%**
Total Open Control Issues		0		0		0		0	
Control Issues by Division	DLR Abstracters Board of Examiners	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Appraisers Certification Program	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Athletic Commission	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Banking Commission	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Board of Accountancy	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Board of Technical Professions	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Cosmetology & Barber	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Division of Admin Services	1	10.0%	3	100.0%	9	60.0%	8	88.9%
	DLR Division of Banking	1	10.0%	0	0.0%	1	6.7%	0	0.0%
	DLR Electrical Commission	4	40.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Insurance	0	0.0%	0	0.0%	2	13.3%	0	0.0%
	DLR Labor & Management	0	0.0%	0	0.0%	2	13.3%	1	11.1%
	DLR Plumbing Commission	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Real Estate Commission	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Reemployment Assistance	1	10.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Secretariat	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Technology Development	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DLR Workforce Development	3	30.0%	0	0.0%	1	6.7%	0	0.0%
		10	**100%**	**3**	**100%**	**15**	**100%**	**9**	**100%**
Controls with Repeat Issues		**0**		3		4		0	
Preventive vs. Detective Controls		75.8% vs. 24.2%		80.7% vs. 19.3%		80.7% vs. 19.3%		80.7% vs. 19.3%	
Controls by Frequency	Ad-Hoc	42	35.0%	72	66.1%	72	66.1%	72	66.1%
	Daily	12	10.0%	9	8.3%	9	8.3%	9	8.3%
	Weekly	7	5.8%	2	1.8%	2	1.8%	2	1.8%
	Bi-Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Monthly	20	16.7%	9	8.3%	9	8.3%	9	8.3%
	Bi-Monthly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Quarterly	17	14.2%	2	1.8%	2	1.8%	2	1.8%
	Semi-Annually	5	4.2%	0	0.0%	0	0.0%	0	0.0%
	Annually	17	14.2%	15	13.8%	15	13.8%	15	13.8%
		120	**100%**	**109**	**100%**	**109**	**100%**	**109**	**100%**

VETERANS AFFAIRS

Leanne Reindl | Budget & Finance Director

Last review period: March 25, 2026 | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 3, FY 26		Quarter 1, FY26		Quarter 3, FY25	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	18	7.2%	15	8.2%	15	8.2%	15	8.2%
	Technology	15	6.0%	10	5.4%	10	5.4%	10	5.4%
	Operational	131	52.6%	94	51.1%	94	51.1%	94	51.1%
	Compliance	68	27.3%	53	28.8%	53	28.8%	53	28.8%
	Financial	13	5.2%	10	5.4%	10	5.4%	10	5.4%
	Fraud	4	1.6%	2	1.1%	2	1.1%	2	1.1%
		249	**100%**	**184**	**100%**	**184**	**100%**	**184**	**100%**
Risk by Priority	Low	85	34.1%	59	32.1%	59	32.1%	59	32.1%
	Medium	122	49.0%	91	49.5%	91	49.5%	91	49.5%
	High	37	14.9%	29	15.8%	29	15.8%	29	15.8%
	Critical	5	2.0%	5	2.7%	5	2.7%	5	2.7%
		249	**100%**	**184**	**100%**	**184**	**100%**	**184**	**100%**
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		100%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0.0%	0	0%	0	0%	0	0.0%
	Technology	0	0.0%	0	0%	0	0%	0	0.0%
	Operational	2	66.7%	0	0%	0	0%	1	100.0%
	Compliance	1	33.3%	0	0%	0	0%	0	0.0%
	Financial	0	0.0%	0	0%	0	0%	0	0.0%
	Fraud	0	0.0%	0	0%	0	0%	0	0.0%
		3	**100%**	**0**	**0%**	**0**	**0%**	**1**	**100%**
Total Open Control Issues		0		0		0		0	
Control Issues by Division	DVA Finance & Admin	1	33.3%	0	0%	0	0%	0	0.0%
	DVA State Veterans Home	2	66.7%	0	0%	0	0%	1	100.0%
	DVA Veterans Benefits & Services	0	0.0%	0	0%	0	0%	0	0.0%
	DVA Veterans Cemetery	0	0.0%	0	0%	0	0%	0	0.0%
		3	**100%**	**0**	**0%**	**0**	**0%**	**1**	**100%**
Controls with Repeat Issues		**0**		**0**		**0**		**0**	
Preventive vs. Detective Controls		82.9% vs. 17.1%		88.5% vs. 11.5%		88.5% vs. 11.5%		88.5% vs. 11.5%	
Controls by Frequency	Ad-Hoc	27	60.0%	14	53.8%	14	53.8%	14	53.8%
	Daily	6	13.3%	5	19.2%	5	19.2%	5	19.2%
	Weekly	1	2.2%	1	3.8%	1	3.8%	1	3.8%
	Bi-Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Monthly	2	4.4%	1	3.8%	1	3.8%	1	3.8%
	Bi-Monthly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Quarterly	1	2.2%	1	3.8%	1	3.8%	1	3.8%
	Semi-Annually	4	8.9%	4	15.4%	4	15.4%	4	15.4%
	Annually	4	8.9%	0	0.0%	0	0.0%	0	0.0%
		45	**100%**	**26**	**100%**	**26**	**100%**	**26**	**100%**

South Dakota Public Utilities Commission

PUBLIC UTILITIES

Cindy Kemnitz | Finance Manager

Last review period: March 25, 2026 | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 3, FY 26		Quarter 1, FY26		Quarter 3, FY25	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	6	5.2%	6	5.2%	6	5.4%	6	5.4%
	Technology	3	2.6%	3	2.6%	2	1.8%	2	1.8%
	Operational	63	54.8%	63	54.8%	62	55.4%	62	55.4%
	Compliance	36	31.3%	36	31.3%	35	31.3%	35	31.3%
	Financial	6	5.2%	6	5.2%	6	5.4%	6	5.4%
	Fraud	1	0.9%	1	0.9%	1	0.9%	1	0.9%
		115	**100%**	**115**	**100%**	**112**	**100%**	**112**	**100%**
Risk by Priority	Low	30	26.1%	30	26.1%	30	26.8%	30	26.8%
	Medium	69	60.0%	69	60.0%	67	59.8%	67	59.8%
	High	15	13.0%	15	13.0%	14	12.5%	14	12.5%
	Critical	1	0.9%	1	0.9%	1	0.9%	1	0.9%
		115	**100%**	**115**	**100%**	**112**	**100%**	**112**	**100%**
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		100%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		**Number**	**Percent**	**Number**	**Percent**	**Number**	**Percent**	**Number**	**Percent**
	Public Perception	0	0.0%	0	0%	0	0%	0	0%
	Technology	1	33.3%	0	0%	0	0%	0	0%
	Operational	1	33.3%	0	0%	0	0%	0	0%
	Compliance	1	33.3%	0	0%	0	0%	0	0%
	Financial	0	0.0%	0	0%	0	0%	0	0%
	Fraud	0	0.0%	0	0%	0	0%	0	0%
		3	**100%**	**0**	**0%**	**0**	**0%**	**0**	**0%**
Total Open Control Issues		0		0		0		0	
Control Issues by Division	PUC Admin	1	50.0%	0	0%	0	0%	0	0%
	PUC Advisors	0	0.0%	0	0%	0	0%	0	0%
	PUC Consumer Affairs	0	0.0%	0	0%	0	0%	0	0%
	PUC Grain Warehouse	0	0.0%	0	0%	0	0%	0	0%
	PUC Pipeline Safety	0	0.0%	0	0%	0	0%	0	0%
	PUC Staff Atty & Analysts	1	50.0%	0	0%	0	0%	0	0%
		2	**100%**	**0**	**0%**	**0**	**0%**	**0**	**0%**
Controls with Repeat Issues		**0**		**0**		**0**		**0**	
Preventive vs. Detective Controls		71.4% vs. 28.6%		71.4% vs. 28.6%		66.7% vs. 33.3%		66.7% vs. 33.3%	
Controls by Frequency	Ad-Hoc	8	57.1%	8	57.1%	7	77.8%	7	77.8%
	Daily	1	7.1%	1	7.1%	1	11.1%	1	11.1%
	Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Bi-Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Monthly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Bi-Monthly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Quarterly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Semi-Annually	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Annually	5	35.7%	5	35.7%	1	11.1%	1	11.1%
		14	**100%**	**14**	**100%**	**9**	**100%**	**9**	**100%**

AG & NATURAL RESOURCES

Jon Peschong | Finance & Internal Control Manager

Last review period: March 25, 2026 | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 3, FY 26		Quarter 1, FY26		Quarter 3, FY25	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	68	8.4%	68	8.4%	68	8.4%	0	0%
	Technology	46	5.7%	46	5.7%	46	5.7%	0	0%
	Operational	417	51.2%	417	51.2%	417	51.2%	0	0%
	Compliance	175	21.5%	175	21.5%	175	21.5%	0	0%
	Financial	101	12.4%	101	12.4%	101	12.4%	0	0%
	Fraud	7	0.9%	7	0.9%	7	0.9%	0	0%
		814	**100%**	**814**	**100%**	**814**	**100%**	**0**	**0%**
Risk by Priority	Low	137	16.8%	137	16.8%	137	16.8%	0	0%
	Medium	577	70.9%	577	70.9%	577	70.9%	0	0%
	High	96	11.8%	96	11.8%	96	11.8%	0	0%
	Critical	4	0.5%	4	0.5%	4	0.5%	0	0%
		814	**100%**	**814**	**100%**	**814**	**100%**	**0**	**0%**
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		0%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0%	0	0%	0	0.0%	0	0%
	Technology	0	0%	0	0%	0	0.0%	0	0%
	Operational	0	0%	0	0%	1	50.0%	0	0%
	Compliance	0	0%	0	0%	0	0.0%	0	0%
	Financial	0	0%	0	0%	1	50.0%	0	0%
	Fraud	0	0%	0	0%	0	0.0%	0	0%
		0	**0%**	**0**	**0%**	**2**	**100%**	**0**	**0%**
Total Open Control Issues		0		0		0		0	
Control Issues by Division	DANR Ag & Environmental Services	0	0%	0	0%	0	0.0%	0	0%
	DANR Financial & Tech Assistance	0	0%	0	0%	0	0.0%	0	0%
	DANR Office of Water	0	0%	0	0%	0	0.0%	0	0%
	DANR Resource Conserv & Forestry	0	0%	0	0%	0	0.0%	0	0%
	DANR Secretariat & Finance	0	0%	0	0%	0	0.0%	0	0%
	DANR State Fair	0	0%	0	0%	2	100.0%	0	0%
		0	**0%**	**0**	**0%**	**2**	**100%**	**0**	**0%**
Controls with Repeat Issues		**0**		**0**		**0**		**0**	
Preventive vs. Detective Controls		68.4% vs. 31.6%		68.4% vs. 31.6%		68.4% vs. 31.6%		0% vs. 0%	
Controls by Frequency	Ad-Hoc	86	54.4%	86	54.4%	86	54.4%	0	0%
	Daily	11	7.0%	11	7.0%	11	7.0%	0	0%
	Weekly	9	5.7%	9	5.7%	9	5.7%	0	0%
	Bi-Weekly	1	0.6%	1	0.6%	1	0.6%	0	0%
	Monthly	11	7.0%	11	7.0%	11	7.0%	0	0%
	Bi-Monthly	0	0.0%	0	0.0%	0	0.0%	0	0%
	Quarterly	7	4.4%	7	4.4%	7	4.4%	0	0%
	Semi-Annually	8	5.1%	8	5.1%	8	5.1%	0	0%
	Annually	25	15.8%	25	15.8%	25	15.8%	0	0%
		158	**100%**	**158**	**100%**	**158**	**100%**	**0**	**0%**

Brittnie Adamson | Director of Internal Audit

Last review period: March 25, 2026 | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 3, FY 26		Quarter 1, FY26		Quarter 3, FY25	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	32	9.2%	32	9.2%	32	9.2%	0	0%
	Technology	28	8.1%	28	8.1%	28	8.1%	0	0%
	Operational	172	49.7%	172	49.7%	172	49.7%	0	0%
	Compliance	63	18.2%	63	18.2%	63	18.2%	0	0%
	Financial	37	10.7%	37	10.7%	37	10.7%	0	0%
	Fraud	14	4.0%	14	4.0%	14	4.0%	0	0%
		346	**100%**	**346**	**100%**	**346**	**100%**	**0**	**0%**
Risk by Priority	Low	55	15.9%	55	15.9%	55	15.9%	0	0%
	Medium	239	69.1%	239	69.1%	239	69.1%	0	0%
	High	41	11.8%	41	11.8%	41	11.8%	0	0%
	Critical	11	3.2%	11	3.2%	11	3.2%	0	0%
		346	**100%**	**346**	**100%**	**346**	**100%**	**0**	**0%**
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		0%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0%	0	0.0%	0	0%	0	0%
	Technology	0	0%	1	100.0%	0	0%	0	0%
	Operational	0	0%	0	0.0%	0	0%	0	0%
	Compliance	0	0%	0	0.0%	0	0%	0	0%
	Financial	0	0%	0	0.0%	0	0%	0	0%
	Fraud	0	0%	0	0.0%	0	0%	0	0%
		0	**0%**	**1**	**100%**	**0**	**0%**	**0**	**0%**
Total Open Control Issues		0		0		0		0	
Control Issues by Division	SDRS Audit	0	0%	0	0.0%	0	0%	0	0%
	SDRS Benefits	0	0%	0	0.0%	0	0%	0	0%
	SDRS Communications	0	0%	0	0.0%	0	0%	0	0%
	SDRS Finance	0	0%	0	0.0%	0	0%	0	0%
	SDRS IT & Records	0	0%	1	100.0%	0	0%	0	0%
	SDRS Legal & Admin	0	0%	0	0.0%	0	0%	0	0%
		0	**0%**	**1**	**100%**	**0**	**0%**	**0**	**0%**
Controls with Repeat Issues		0		0		0		0	
Preventive vs. Detective Controls		84.9% vs. 15.1%		84.9% vs. 15.1%		84.9% vs. 15.1%		0% vs. 0%	
Controls by Frequency	Ad-Hoc	29	53.7%	29	53.7%	29	53.7%	0	0%
	Daily	5	9.3%	5	9.3%	5	9.3%	0	0%
	Weekly	0	0.0%	0	0.0%	0	0.0%	0	0%
	Bi-Weekly	0	0.0%	0	0.0%	0	0.0%	0	0%
	Monthly	6	11.1%	6	11.1%	6	11.1%	0	0%
	Bi-Monthly	0	0.0%	0	0.0%	0	0.0%	0	0%
	Quarterly	2	3.7%	2	3.7%	2	3.7%	0	0%
	Semi-Annually	0	0.0%	0	0.0%	0	0.0%	0	0%
	Annually	12	22.2%	12	22.2%	12	22.2%	0	0%
		54	**100%**	**54**	**100%**	**54**	**100%**	**0**	**0%**

SOUTH DAKOTA SECRETARY OF STATE

SECRETARY OF STATE

Casey Kahler | State Elections Administrator

Last review period: N/A | **Date of review:** October 6, 2026

Metric	Details	Quarter 1, FY 27		Quarter 3, FY 26		Quarter 1, FY26		Quarter 3, FY25	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	15	10.3%	0	0%	0	0%	0	0%
	Technology	14	9.6%	0	0%	0	0%	0	0%
	Operational	60	41.1%	0	0%	0	0%	0	0%
	Compliance	35	24.0%	0	0%	0	0%	0	0%
	Financial	21	14.4%	0	0%	0	0%	0	0%
	Fraud	1	0.7%	0	0%	0	0%	0	0%
		146	**100%**	**0**	**0%**	**0**	**0%**	**0**	**0%**
Risk by Priority	Low	48	32.9%	0	0%	0	0%	0	0%
	Medium	87	59.6%	0	0%	0	0%	0	0%
	High	9	6.2%	0	0%	0	0%	0	0%
	Critical	2	1.4%	0	0%	0	0%	0	0%
		146	**100%**	**0**	**0%**	**0**	**0%**	**0**	**0%**
Control Owner Self-Assessments	Completed On-time	100%		0%		0%		0%	
Past Due Remediation Actions		0		0		0		0	
High/Critical Risks with Control Issues		**Number**	**Percent**	**Number**	**Percent**	**Number**	**Percent**	**Number**	**Percent**
	Public Perception	2	50.0%	0	0%	0	0%	0	0%
	Technology	1	25.0%	0	0%	0	0%	0	0%
	Operational	0	0.0%	0	0%	0	0%	0	0%
	Compliance	0	0.0%	0	0%	0	0%	0	0%
	Financial	1	25.0%	0	0%	0	0%	0	0%
	Fraud	0	0.0%	0	0%	0	0%	0	0%
		4	**100%**	**0**	**0%**	**0**	**0%**	**0**	**0%**
Total Open Control Issues		0		0		0		0	
Control Issues by Division	SOS Business Services	2	50.0%	0	0%	0	0%	0	0%
	SOS Election Services	0	0.0%	0	0%	0	0%	0	0%
	SOS Finance	1	25.0%	0	0%	0	0%	0	0%
	SOS General Services	1	25.0%	0	0%	0	0%	0	0%
		4	**100%**	**0**	**0%**	**0**	**0%**	**0**	**0%**
Controls with Repeat Issues		**0**		**0**		**0**		**0**	
Preventive vs. Detective Controls		92.6% vs. 7.4%		0% vs. 0%		0% vs. 0%		0% vs. 0%	
Controls by Frequency	Ad-Hoc	18	66.7%	0	0%	0	0%	0	0%
	Daily	6	22.2%	0	0%	0	0%	0	0%
	Weekly	0	0.0%	0	0%	0	0%	0	0%
	Bi-Weekly	0	0.0%	0	0%	0	0%	0	0%
	Monthly	0	0.0%	0	0%	0	0%	0	0%
	Bi-Monthly	0	0.0%	0	0%	0	0%	0	0%
	Quarterly	0	0.0%	0	0%	0	0%	0	0%
	Semi-Annually	0	0.0%	0	0%	0	0%	0	0%
	Annually	3	11.1%	0	0%	0	0%	0	0%
		27	**100%**	**0**	**0%**	**0**	**0%**	**0**	**0%**

FRAMEWORK PROJECT UPDATE

STATUS: ON TRACK – PHASE TWO IN PROGRESS

Control Testing Pilot is underway and 7 agencies are participating in it. Our focus will continue to be on additional control testing, framework enhancements, and annual reviews.

COMPLETED

29
AGENCIES IMPLEMENTED

GOVERNANCE & FRAMEWORK

- Statewide Internal Control Framework adopted and operational
- FY27 Work Plan adopted by SBIC and presented to GOAC

TECHNOLOGY & RESOURCES

- ServiceNow GRC platform deployed
- INRY support contract extended
- Additional consulting resources secured
- Deputy Statewide Internal Control Officer hired

AGENCY IMPLEMENTATION

- Framework implemented across 29 state agencies
- Training materials developed and delivered

37%
OF ANNUAL AGENCY REVIEWS COMPLETE

IN PROGRESS

ACTIVE INITIATIVES

- Investment Council and Brand Board implementation
- Annual agency reviews underway (SDCL 1-56-13)
- Framework review and enhancement
- Control testing pilot and control testing methodology development
- Training and onboarding of Agency Internal Control Officers

PLANNED

NEXT PRIORITY

Our focus remains on strengthening internal controls, managing risk, and supporting accountability across South Dakota state government.

Annual RCM Review Progress by Agency

Fiscal Year 2027

OVERALL STATEWIDE COMPLETION



Overall Statewide Completion

37%

TOTAL AGENCIES

29

Participating Agencies

COMPLETION SUMMARY

100% Complete	5 Agencies
90–99% Complete	1 Agency
75–89% Complete	2 Agencies
50–74% Complete	2 Agencies
Below 50% Complete	19 Agencies

AGENCY	PERCENT COMPLETE	PERCENT
Board of Regents		85%
Bureau of Finance & Management		0%
Bureau of Human Resources & Administration		13%
Bureau of Information & Technology		0%
Department of Agriculture And Natural Resources		0%
Department of Corrections		37%
Department of Education		93%
Department of Game, Fish, And Parks		100%
Department of Health		48%
Department of Human Services		29%
Department of Labor And Regulation		6%
Department of Military		78%
Department of Public Safety		33%
Department of Revenue		0%
Department of Social Services		29%
Department of Tourism		50%
Department of Transportation		61%
Department of Tribal Relations		0%
Department of Veterans' Affairs		100%
Governor's Office		0%
Governor's Office of Economic Development		25%
Office of the Attorney General		0%
Office of the State Auditor		0%
Office of the State Treasurer		0%
Public Utilities Commission		0%
School And Public Lands		0%
Secretary Of State		100%
South Dakota Retirement System *		100%
Unified Judicial System *		100%

Pursuant to SDCL 1-56-13, each state agency is required to conduct an annual review of its documented risk and control matrix to assess the adequacy and effectiveness of the agency's internal controls and risk mitigation strategies. Following the review, each agency must submit the results to the Board of Internal Control, including any updates to its risk and control matrix, as required by SL 2025, ch. 12, § 6.

* Not required to participate via statute 1-56.