DECEMBER 21, 2023

INTERNAL CONTROL QUARTERLY REPORT

PREPARED FOR THE STATE BOARD OF INTERNAL CONTROL

PREPARED BY

Allysen Kerr | Statewide Internal Control Officer

Executive Summary

Introduction

The State of South Dakota Internal Control Framework has been successfully rolled out to sixteen agencies: the Bureau of Finance & Management, the Department of Revenue, the Department of Agriculture, the Department of Game, Fish & Parks, the Department of Tribal Relations, the Department of Tourism, the Department of Corrections, the Department of the Military, School and Public Lands, the Office of the State Auditor, the Department of Public Safety, the Department of Social Services, the Department of Health, the Office of the State Treasurer, the Department of Education, and the Department of Human Services. These agencies have documented their objectives, risks and controls which are subject to periodic revision.

Due to a merger between the Department of Agriculture and the Department of Environment and Natural Resources, work done at the Department of Agriculture is temporarily suppressed. We will resume this work as well as refresh it to reflect the new agency when the framework is rolled out to Department of Agriculture and Natural Resources.

Our Intent

The Statewide Internal Control Framework enables the State and its individual Agencies to implement an adaptive, effective internal control system with the intent to continually improve accountability in achieving Agency and State objectives. The Framework consists of a set of Standards which provide guidance for establishing, maintaining, assessing, and reporting effective internal controls across the State.

Strategy & Implementation

The Framework provides for the need to monitor, test and report control deficiencies as part of the first line of defense activities. This report details the results and findings as part of the self-assessments performed by the control owners in each division. The following activities were performed as part of the self-assessment:

- Control owners and Agency Internal Control Officers completed a review of their objectives, risks, and controls to ensure their matrix was up to date. This includes changing risks, risk ratings, objectives, and prioritizations where necessary;
- Control owners completed a self-assessment/attestation for their respective controls validating control effectiveness;
- Control owners are documenting remediation plans for control deficiencies where applicable;
- Control owners received training on attestation completion;
- The Statewide Internal Control Officer reviewed the key information reported by all relevant parties and provided guidance where necessary.

Control Attestation Summary

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

100%
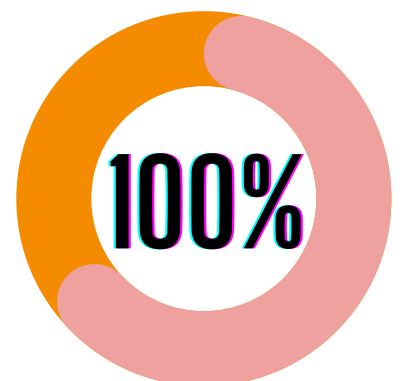
STATEWIDE SUMMARY

Allysen Kerr, Statewide Internal Control Officer
Last review period: September 28, 2023 | **Date of review:** December 21, 2023

Statewide

Metric	Details	Quarter 2, FY 24		Quarter 1, FY 24		Quarter 4, FY 23		Quarter 3, FY 23	
		Number	Percent	Number	Percent	Number	Percent	Number	Percent
Risk by Type	Public Perception	341	8.8%	315	9.1%	278	9.5%	275	9.6%
	Technology	152	3.9%	143	4.1%	135	4.6%	132	4.6%
	Operational	2203	56.7%	1977	57.3%	1704	58.3%	1666	58.3%
	Compliance	740	19.1%	615	17.8%	482	16.5%	467	16.3%
	Financial	429	11.0%	389	11.3%	313	10.7%	305	10.7%
	Fraud	19	0.5%	14	0.4%	12	0.4%	12	0.4%
		3884	100%	3453	100%	2924	100%	2857	100%
Risk by Priority	Low	1011	26.0%	947	27.4%	809	27.7%	774	27.1%
	Medium	2289	58.9%	2002	58.0%	1690	57.8%	1666	58.3%
	High	440	11.3%	372	10.8%	307	10.5%	299	10.5%
	Critical	144	3.7%	132	3.8%	118	4.0%	118	4.1%
		3884	100%	3453	100%	2924	100%	2857	100%
Control Owner Self-Assessments	Completed On-time	100%		98.6%		99%		94.1%	
Past Due Remediation Actions		0		0		0		0	
Total Control Issues for Critical and High Risks		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0.0%	3	8.8%	0	0.0%	3	18.8%
	Technology	0	0.0%	2	5.9%	1	12.5%	0	0.0%
	Operational	15	62.5%	16	47.1%	7	87.5%	10	62.5%
	Compliance	9	37.5%	11	32.4%	0	0.0%	2	12.5%
	Financial	0	0.0%	2	5.9%	0	0.0%	1	6.3%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		24	100%	34	100%	8	100%	16	100%
Total Open Control Issues		0		0		0		0	
Preventive vs. Detective Controls		56.7% vs. 43.3%		54.1% vs. 45.9%		50.5% vs. 49.5%		50.9% vs. 49.1%	
Controls by Frequency	Ad-Hoc	452	51.0%	397	49.7%	346	49.6%	311	47.6%
	Daily	96	10.8%	94	11.8%	89	12.8%	85	13.0%
	Weekly	22	2.5%	20	2.5%	20	2.9%	20	3.1%
	Bi-Weekly	6	0.7%	6	0.8%	6	0.9%	6	0.9%
	Monthly	109	12.3%	101	12.7%	93	13.3%	90	13.8%
	Bi-Monthly	6	0.7%	6	0.8%	6	0.9%	6	0.9%
	Quarterly	28	3.2%	22	2.8%	21	3.0%	21	3.2%
	Semi-Annually	21	2.4%	19	2.4%	16	2.3%	15	2.3%
	Annually	147	16.6%	133	16.7%	101	14.5%	100	15.3%
		887	100%	798	100%	698	100%	654	100%

Bureau of Finance and Management

Metric	Details	Quarter 2, FY 24		Quarter 4, FY 23		Quarter 2, FY23		Quarter 4, FY22	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Technology	13	7.0%	13	7.0%	13	7.0%	13	7.0%
	Operational	123	65.8%	123	65.8%	123	65.8%	123	65.8%
	Compliance	27	14.4%	27	14.4%	27	14.4%	27	14.4%
	Financial	24	12.8%	24	12.8%	24	12.8%	24	12.8%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		187	100%	187	100%	187	100%	187	100%
Risk by Priority	Low	52	27.8%	52	27.8%	52	27.8%	52	27.8%
	Medium	109	58.3%	109	58.3%	109	58.3%	109	58.3%
	High	25	13.4%	25	13.4%	25	13.4%	25	13.4%
	Critical	1	0.5%	1	0.5%	1	0.5%	1	0.5%
		187	100%	187	100%	187	100%	187	100%
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		90.5%	
Past Due Remediation Actions		0		0		0		0	
Total Control Issues for Critical and High Risks		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%	2	100.0%	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%	2	100%	0	0%	0	0%
Total Open Control Issues		0		0		0		0	
Control Issues by Division	BFM Budget Analysis	0	0%	0	0.0%	0	0%	0	0%
	BFM EMFO	0	0%	1	50.0%	0	0%	0	0%
	BFM Financial Reporting	0	0%	0	0.0%	0	0%	0	0%
	BFM Financial Systems and Ops	0	0%	1	50.0%	0	0%	0	0%
	BFM Internal Controls	0	0%	0	0.0%	0	0%	0	0%
	BFM State Economist	0	0%	0	0.0%	0	0%	0	0%
Controls with Repeat Issues		0		0		0		0	
Preventive vs. Detective Controls		67.2% vs. 32.8%		67.2% vs. 32.8%		67.2% vs. 32.8%		67.2% vs. 32.8%	
Controls by Frequency	Ad-Hoc	32	52.5%	32	52.5%	32	52.5%	32	52.5%
	Daily	8	13.1%	8	13.1%	8	13.1%	8	13.1%
	Weekly	1	1.6%	1	1.6%	1	1.6%	1	1.6%
	Bi-Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Monthly	4	6.6%	4	6.6%	4	6.6%	4	6.6%
	Bi-Monthly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Quarterly	3	4.9%	3	4.9%	3	4.9%	3	4.9%
	Semi-Annually	1	1.6%	1	1.6%	1	1.6%	1	1.6%
	Annually	12	19.7%	12	19.7%	12	19.7%	12	19.7%
		61	100%	61	100%	61	100%	61	100%

REVENUE

Bobi Adams: Deputy Director of Administration
Last review period: June 29, 2023 | **Date of review:** December 21, 2023

Department of Revenue

Metric	Details	Quarter 2, FY 24		Quarter 4, FY 23		Quarter 2, FY23		Quarter 4, FY22	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	40	14.4%	40	14.4%	40	14.4%	40	14.4%
	Technology	27	9.7%	27	9.7%	27	9.7%	27	9.7%
	Operational	81	29.1%	81	29.1%	81	29.1%	81	29.1%
	Compliance	72	25.9%	72	25.9%	72	25.9%	72	25.9%
	Financial	55	19.8%	55	19.8%	55	19.8%	55	19.8%
	Fraud	3	1.1%	3	1.1%	3	1.1%	3	1.1%
		278	100%	278	100%	278	100%	278	100%
Risk by Priority	Low	79	28.4%	79	28.4%	79	28.4%	79	28.4%
	Medium	131	47.1%	131	47.1%	131	47.1%	131	47.1%
	High	37	13.3%	37	13.3%	37	13.3%	37	13.3%
	Critical	31	11.2%	31	11.2%	31	11.2%	31	11.2%
		278	100%	278	100%	278	100%	278	100%
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		100%	
Past Due Remediation Actions		0		0		0		0	
Total Control Issues for Critical and High Risks		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Technology	0	0.0%	1	100.0%	0	0.0%	1	50.0%
	Operational	0	0.0%	0	0.0%	2	50.0%	0	0.0%
	Compliance	1	100.0%	0	0.0%	2	50.0%	1	50.0%
	Financial	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		1	100%	1	100%	4	100%	2	100%
Total Open Control Issues		0		0		0		0	
Control Issues by Division	DOR Administration	1	100.0%	0	0.0%	3	75.0%	0	0.0%
	DOR Audit	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOR Business Tax	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOR Gaming	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOR Legal	0	0.0%	1	100.0%	1	25.0%	0	0.0%
	DOR Lottery	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOR Motor Vehicles	0	0.0%	0	0.0%	0	0.0%	2	100.0%
	DOR Property Taxes	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOR Special Taxes	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Controls with Repeat Issues		0		0		0		0	
Preventive vs. Detective Controls		34.7% vs. 65.3%		34.7% vs. 65.3%		34.7% vs. 65.3%		34.5% vs. 65.5%	
Controls by Frequency	Ad-Hoc	67	38.7%	67	38.7%	67	38.7%	65	38.7%
	Daily	25	14.5%	25	14.5%	25	14.5%	25	14.9%
	Weekly	6	3.5%	6	3.5%	6	3.5%	6	3.6%
	Bi-Weekly	5	2.9%	5	2.9%	5	2.9%	5	3.0%
	Monthly	36	20.8%	36	20.8%	36	20.8%	36	21.4%
	Bi-Monthly	3	1.7%	3	1.7%	3	1.7%	3	1.8%
	Quarterly	6	3.5%	6	3.5%	6	3.5%	6	3.6%
	Semi-Annually	2	1.2%	2	1.2%	2	1.2%	1	0.6%
	Annually	23	13.3%	23	13.3%	23	13.3%	21	12.5%
		173	100%	173	100%	173	100%	168	100%

Department of Tourism

Metric	Details	Quarter 2, FY 24		Quarter 4, FY 23		Quarter 2, FY23		Quarter 4, FY22	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	16	15.7%	16	15.7%	16	15.7%	16	15.7%
	Technology	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Operational	76	74.5%	76	74.5%	76	74.5%	76	74.5%
	Compliance	4	3.9%	4	3.9%	4	3.9%	4	3.9%
	Financial	6	5.9%	6	5.9%	6	5.9%	6	5.9%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		102	100%	102	100%	102	100%	102	100%
Risk by Priority	Low	58	56.9%	58	56.9%	58	56.9%	58	56.9%
	Medium	34	33.3%	34	33.3%	34	33.3%	34	33.3%
	High	5	4.9%	5	4.9%	5	4.9%	5	4.9%
	Critical	5	4.9%	5	4.9%	5	4.9%	5	4.9%
		102	100%	102	100%	102	100%	102	100%
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		90%	
Past Due Remediation Actions		0		0		0		0	
Total Control Issues for Critical and High Risks		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	0	0%	1	100.0%	1	100.0%	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%
		0	0%	1	100%	1	100%	0	0%
Total Open Control Issues		0		0		0		0	
Control Issues by Division	TOUR Arts	0	0%	1	100.0%	1	100.0%	0	0%
	TOUR Tourism	0	0%	0	0.0%	0	0.0%	0	0%
Controls with Repeat Issues		0		0		0		0	
Preventive vs. Detective Controls		20% vs. 80%		20% vs. 80%		20% vs. 80%		20% vs. 80%	
Controls by Frequency	Ad-Hoc	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Daily	2	20.0%	2	20.0%	2	20.0%	2	20.0%
	Weekly	1	10.0%	1	10.0%	1	10.0%	1	10.0%
	Bi-Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Monthly	3	30.0%	3	30.0%	3	30.0%	3	30.0%
	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	4	40.0%	4	40.0%	4	40.0%	4	40.0%
		10	100%	10	100%	10	100%	10	100%

Department of Tribal Relations

Metric	Details	Quarter 2, FY 24		Quarter 4, FY 23		Quarter 2, FY23		Quarter 4, FY22	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	21	15.3%	21	15.3%	21	15.3%	21	15.3%
	Technology	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Operational	95	69.3%	95	69.3%	95	69.3%	95	69.3%
	Compliance	3	2.2%	3	2.2%	3	2.2%	3	2.2%
	Financial	18	13.1%	18	13.1%	18	13.1%	18	13.1%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		137	100%	137	100%	137	100%	137	100%
Risk by Priority	Low	34	24.8%	34	24.8%	34	24.8%	34	24.8%
	Medium	89	65.0%	89	65.0%	89	65.0%	89	65.0%
	High	13	9.5%	13	9.5%	13	9.5%	13	9.5%
	Critical	1	0.7%	1	0.7%	1	0.7%	1	0.7%
		137	100%	137	100%	137	100%	137	100%
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		100%	
Past Due Remediation Actions		0		0		0		0	
Total Control Issues for Critical and High Risks		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%	2	100.0%
	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%	0	0%	0	0%	2	100%
Total Open Control Issues		0		0		0		0	
Control Issues by Division	TRIB Tribal Relations	0	0%	0	0%	0	0%	2	100.0%
Controls with Repeat Issues		0		0		0		0	
Preventive vs. Detective Controls		42.9% vs. 57.1%		42.9% vs. 57.1%		42.9% vs. 57.1%		42.9% vs. 57.1%	
Controls by Frequency	Ad-Hoc	4	28.6%	4	28.6%	4	28.6%	4	28.6%
	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	3	21.4%	3	21.4%	3	21.4%	3	21.4%
	Bi-Monthly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Quarterly	1	7.1%	1	7.1%	1	7.1%	1	7.1%
	Semi-Annually	3	21.4%	3	21.4%	3	21.4%	3	21.4%
	Annually	3	21.4%	3	21.4%	3	21.4%	3	21.4%
		14	100%	14	100%	14	100%	14	100%

CORRECTIONS

Danna Humig: Deputy Director of Finance
Last review period: June 29, 2023 | **Date of review:** December 21, 2023

Department of Corrections

Metric	Details	Quarter 2, FY 24		Quarter 4, FY 23		Quarter 2, FY23		Quarter 4, FY22	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	22	6.1%	22	6.1%	19	5.4%	19	5.4%
	Technology	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Operational	254	70.4%	254	70.4%	248	70.9%	248	70.9%
	Compliance	44	12.2%	44	12.2%	42	12.0%	42	12.0%
	Financial	41	11.4%	41	11.4%	41	11.7%	41	11.7%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		361	100%	361	100%	350	100%	350	100%
Risk by Priority	Low	140	38.8%	140	38.8%	140	40.0%	140	40.0%
	Medium	190	52.6%	190	52.6%	190	54.3%	190	54.3%
	High	25	6.9%	25	6.9%	19	5.4%	19	5.4%
	Critical	6	1.7%	6	1.7%	1	0.3%	1	0.3%
		361	100%	361	100%	350	100%	350	100%
Control Owner Self-Assessments	Completed On-time	100%		92.9%		100%		100%	
Past Due Remediation Actions		0		0		0		0	
Total Control Issues for Critical and High Risks		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Technology	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Operational	2	100.0%	4	100.0%	2	100.0%	4	100.0%
	Compliance	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Financial	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		2	100%	4	100%	2	100%	4	100%
Total Open Control Issues		0		0		0		0	
Control Issues by Division	DOC Administration	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOC Classification & Programming	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOC Correctional Behavioral Health	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOC Finance	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOC Grants	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOC Inmate Records	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOC Juvenile	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOC Parole	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOC Pheasantland Industries	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	DOC Security	2	100.0%	4	100.0%	2	100.0%	4	100.0%
Controls with Repeat Issues		0		0		0		0	
Preventive vs. Detective Controls		61.3% vs. 38.7%		61.3% vs. 38.7%		60% vs. 40%		60% vs. 40%	
Controls by Frequency	Ad-Hoc	33	45.2%	33	45.2%	25	41.7%	25	41.7%
	Daily	18	24.7%	18	24.7%	17	28.3%	17	28.3%
	Weekly	2	2.7%	2	2.7%	1	1.7%	1	1.7%
	Bi-Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Monthly	14	19.2%	14	19.2%	11	18.3%	11	18.3%
	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	1	1.4%	1	1.4%	1	1.7%	1	1.7%
	Annually	5	6.8%	5	6.8%	5	8.3%	5	8.3%
		73	100%	73	100%	60	100%	60	100%

School and Public Lands

Metric	Details	Quarter 2, FY 24		Quarter 4, FY 23		Quarter 2, FY23		Quarter 4, FY22	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	3	3.8%	3	3.8%	3	3.8%	3	3.8%
	Technology	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Operational	54	69.2%	54	69.2%	54	69.2%	54	69.2%
	Compliance	13	16.7%	13	16.7%	13	16.7%	13	16.7%
	Financial	8	10.3%	8	10.3%	8	10.3%	8	10.3%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		78	100%	78	100%	78	100%	78	100%
Risk by Priority	Low	35	44.9%	35	44.9%	35	44.9%	35	44.9%
	Medium	40	51.3%	40	51.3%	40	51.3%	40	51.3%
	High	2	2.6%	2	2.6%	2	2.6%	2	2.6%
	Critical	1	1.3%	1	1.3%	1	1.3%	1	1.3%
		78	100%	78	100%	78	100%	78	100%
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		100%	
Past Due Remediation Actions		0		0		0		0	
Total Control Issues for Critical and High Risks		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0%	0	0%	0	0%	0	0%
	Technology	0	0%	0	0%	0	0%	0	0%
	Operational	0	0%	0	0%	0	0%	0	0%
	Compliance	0	0%	0	0%	0	0%	0	0%
	Financial	0	0%	0	0%	0	0%	0	0%
	Fraud	0	0%	0	0%	0	0%	0	0%
		0	0%	0	0%	0	0%	0	0%
Total Open Control Issues		0		0		0		0	
Control Issues by Division	SPL Finance	0	0%	0	0%	0	0%	0	0%
	SPL Land Management	0	0%	0	0%	0	0%	0	0%
	SPL Oil, Gas & GIS	0	0%	0	0%	0	0%	0	0%
Controls with Repeat Issues		0		0		0		0	
Preventive vs. Detective Controls		25% vs. 75%		25% vs. 75%		25% vs. 75%		25% vs. 75%	
Controls by Frequency	Ad-Hoc	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	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	4	100.0%	4	100.0%	4	100.0%	4	100.0%
	Annually	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		4	100%	4	100%	4	100%	4	100%

Office of the State Auditor

Metric	Details	Quarter 2, FY 24		Quarter 4, FY 23		Quarter 2, FY23		Quarter 4, FY22	
Risk by Type		**Number**	**Percent**	**Number**	**Percent**	**Number**	**Percent**	**Number**	**Percent**
	Public Perception	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Technology	9	14.5%	9	14.5%	9	14.5%	9	14.5%
	Operational	37	59.7%	37	59.7%	37	59.7%	37	59.7%
	Compliance	15	24.2%	15	24.2%	15	24.2%	15	24.2%
	Financial	1	1.6%	1	1.6%	1	1.6%	1	1.6%
	Fraud	0	0.0%	0	0.0%	0	0.0%	0	0.0%
		62	100%	62	100%	62	100%	62	100%
Risk by Priority	Low	13	21.0%	13	21.0%	13	21.0%	13	21.0%
	Medium	36	58.1%	36	58.1%	36	58.1%	36	58.1%
	High	2	3.2%	2	3.2%	2	3.2%	2	3.2%
	Critical	11	17.7%	11	17.7%	11	17.7%	11	17.7%
		62	100%	62	100%	62	100%	62	100%
Control Owner Self-Assessments	Completed On-time	100%		100%		100%		100%	
Past Due Remediation Actions		0		0		0		0	
Total Control Issues for Critical and High Risks		**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	100.0%	0	0%	0	0%	3	100.0%
	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%	3	100%
Total Open Control Issues		0		0		0		0	
Control Issues by Division	OSA Accounting	1	100.0%	0	0%	0	0%	0	0.0%
	OSA Auditing	0	0.0%	0	0%	0	0%	0	0.0%
	OSA Payroll	0	0.0%	0	0%	0	0%	1	100.0%
Controls with Repeat Issues		0		0		0		0	
Preventive vs. Detective Controls		91.7% vs. 8.3%		91.7% vs. 8.3%		91.7% vs. 8.3%		91.7% vs. 8.3%	
Controls by Frequency	Ad-Hoc	9	75.0%	9	75.0%	9	75.0%	9	75.0%
	Daily	1	8.3%	1	8.3%	1	8.3%	1	8.3%
	Weekly	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	Bi-Weekly	1	8.3%	1	8.3%	1	8.3%	1	8.3%
	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	1	8.3%	1	8.3%	1	8.3%	1	8.3%
	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%
		12	100%	12	100%	12	100%	12	100%

STATE TREASURER

Jason Williams: Deputy State Treasurer
Last review period: June 29, 2023 | **Date of review:** December 21, 2023

Office of the State Treasurer

Metric	Details	Quarter 2, FY 24		Quarter 4, FY 23		Quarter 2, FY23		Quarter 4, FY22	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	3	4.5%	3	4.5%	0	0%	0	0%
	Technology	3	4.5%	3	4.5%	0	0%	0	0%
	Operational	38	56.7%	38	56.7%	0	0%	0	0%
	Compliance	15	22.4%	15	22.4%	0	0%	0	0%
	Financial	8	11.9%	8	11.9%	0	0%	0	0%
	Fraud	0	0.0%	0	0.0%	0	0%	0	0%
		67	100%	67	100%	0	0%	0	0%
Risk by Priority	Low	35	52.2%	35	52.2%	0	0%	0	0%
	Medium	24	35.8%	24	35.8%	0	0%	0	0%
	High	8	11.9%	8	11.9%	0	0%	0	0%
	Critical	0	0.0%	0	0.0%	0	0%	0	0%
		67	100%	67	100%	0	0%	0	0%
Control Owner Self-Assessments	Completed On-time	100%		100%		0%		0%	
Past Due Remediation Actions		0		0		0		0	
Total Control Issues for Critical and High Risks		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	0	0%	0	0%	0	0%	0	0%
	Technology	0	0%	0	0%	0	0%	0	0%
	Operational	0	0%	0	0%	0	0%	0	0%
	Compliance	0	0%	0	0%	0	0%	0	0%
	Financial	0	0%	0	0%	0	0%	0	0%
	Fraud	0	0%	0	0%	0	0%	0	0%
		0	0%	0	0%	0	0%	0	0%
Total Open Control Issues		0		0		0		0	
Control Issues by Division	OST Treasury Management	0	0%	0	0%	0	0%	0	0%
	OST Unclaimed Property	0	0%	0	0%	0	0%	0	0%
Controls with Repeat Issues		0		0		0		0	
Preventive vs. Detective Controls		40% vs. 60%		40% vs. 60%		0% vs. 0%		0% vs. 0%	
Controls by Frequency	Ad-Hoc	35	79.5%	35	79.5%	0	0%	0	0%
	Daily	4	9.1%	4	9.1%	0	0%	0	0%
	Weekly	0	0.0%	0	0.0%	0	0%	0	0%
	Bi-Weekly	0	0.0%	0	0.0%	0	0%	0	0%
	Monthly	3	6.8%	3	6.8%	0	0%	0	0%
	Bi-Monthly	0	0.0%	0	0.0%	0	0%	0	0%
	Quarterly	0	0.0%	0	0.0%	0	0%	0	0%
	Semi-Annually	1	2.3%	1	2.3%	0	0%	0	0%
	Annually	1	2.3%	1	2.3%	0	0%	0	0%
		44	100%	44	100%	0	0%	0	0%

Department of Human Services

Metric	Details	Quarter 2, FY 24		Quarter 4, FY 23		Quarter 2, FY23		Quarter 4, FY22	
Risk by Type		Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Public Perception	26	5.9%	0	0%	0	0%	0	0%
	Technology	9	2.0%	0	0%	0	0%	0	0%
	Operational	239	53.8%	0	0%	0	0%	0	0%
	Compliance	125	28.2%	0	0%	0	0%	0	0%
	Financial	40	9.0%	0	0%	0	0%	0	0%
	Fraud	5	1.1%	0	0%	0	0%	0	0%
		444	100%	0	0%	0	0%	0	0%
Risk by Priority	Low	66	14.9%	0	0%	0	0%	0	0%
	Medium	297	66.9%	0	0%	0	0%	0	0%
	High	69	15.5%	0	0%	0	0%	0	0%
	Critical	12	2.7%	0	0%	0	0%	0	0%
		444	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	
Total Control Issues for Critical and High Risks		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	11	57.9%	0	0%	0	0%	0	0%
	Compliance	8	42.1%	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%
		19	100%	0	0%	0	0%	0	0%
Total Open Control Issues		0		0		0		0	
Control Issues by Division	DHS Blind & Visually Impaired	0	0.0%	0	0%	0	0%	0	0%
	DHS Developmental Center	1	5.3%	0	0%	0	0%	0	0%
	DHS Developmental Disabilities	12	63.2%	0	0%	0	0%	0	0%
	DHS Finance, Budget & Admin	0	0.0%	0	0%	0	0%	0	0%
	DHS Guardianship & Legal	0	0.0%	0	0%	0	0%	0	0%
	DHS Long Term Services & Supports	6	31.6%	0	0%	0	0%	0	0%
	DHS Rehabilitation Services	0	0.0%	0	0%	0	0%	0	0%
Controls with Repeat Issues		0		0		0		0	
Preventive vs. Detective Controls		78.7% vs. 21.3%		0% vs. 0%		0% vs. 0%		0% vs. 0%	
Controls by Frequency	Ad-Hoc	55	61.8%	0	0%	0	0%	0	0%
	Daily	2	2.2%	0	0%	0	0%	0	0%
	Weekly	2	2.2%	0	0%	0	0%	0	0%
	Bi-Weekly	0	0.0%	0	0%	0	0%	0	0%
	Monthly	8	9.0%	0	0%	0	0%	0	0%
	Bi-Monthly	0	0.0%	0	0%	0	0%	0	0%
	Quarterly	6	6.7%	0	0%	0	0%	0	0%
	Semi-Annually	2	2.2%	0	0%	0	0%	0	0%
	Annually	14	15.7%	0	0%	0	0%	0	0%
		89	100%	0	0%	0	0%	0	0%

PROJECT UPDATE

COMPLETE

- Internal Control Framework drafted and adopted
- Implementation training material developed and updated
- GRC Technology implemented
- Extended INRY contract for ServiceNow GRC administrative support
- Extended PwC consulting contract extension
- Rolled out to sixteen agencies (BFM, DOR, SDDA, GFP, DTR, TOUR, DOC, DOM, SPL, OSA, DPS, DSS, DOH, OST, DOE & DHS)
- Presented Annual Work Plan to GOAC in August 2023

IN PROGRESS

- Implementation finalization at the Department of Labor
- Implementation at Board of Regents
  - USD, SDSU, DSU, SDSM&T, BHSU, & NSU
  - Central Office
  - South Dakota School for the Blind and Visually Impaired
  - South Dakota Services for the Deaf

NOT STARTED

- Implementation at Bureau of Information & Telecommunications