

Office of Audit, Risk and Compliance Progress Report

EXECUTIVE SUMMARY

The Oregon State University (OSU) Office of Audit, Risk and Compliance (OARC) provides a progress report to the president and the other Executive, Audit and Governance Committee (EAGC) members to assist with their governance and oversight responsibilities as outlined in the EAGC's charter.

The OARC performs internal audits, plans and oversees the university enterprise risk management (ERM) process, coordinates the institutional compliance program and administers the OSU Accountability & Integrity hotline. The OARC's mission is to enhance and protect organizational value by providing risk-based and objective assurance and advice.

This progress report highlights the status of current audit activity. The audit report issued confirmed the existence of key controls and identified ways to continually improve the student conduct and case management software used by various university departments. The approved 2025 OARC audit, compliance and enterprise risk plans are on target for completion.

AUDIT ACTIVITIES

The following table outlines the audit report issued and the status of engagements in process. The OARC believes management actions planned or taken are responsive and demonstrate a commitment to continually improving operations.

Audit Reports Issued and Engagements in Process

Engagement <i>Status and Rating</i>	Audit Objective
Application Security Audit – Maxient <i>Issued - Medium</i>	The OARC completed an audit of Maxient, a student conduct and case management software. The audit found practices supported the protection of sensitive information while maintaining the integrity and reliability of information. Recommendations were made to further enhance governance and data protection through updates to key governance documentation and control activities along with administrator training and acknowledgements.
Concur Travel and Expense Audit <i>Summarizing Results</i>	The OARC engaged the Controller's Unit to conduct an audit of OSU's travel and expense system, Concur. The objectives of the audit are to assess the efficiency and effectiveness of expense monitoring controls, the training program and noncompliance and escalation procedures.

Engagement Status and Rating	Audit Objective
<p>Capital Construction Audit – Jen-Hsun Huang and Lori Mills Huang Collaborative Innovation Complex</p> <p><i>Fieldwork</i></p>	<p>The OARC engaged an external audit firm to perform a construction audit of the Jen-Hsun Huang and Lori Mills Huang Collaborative Innovation Complex. The audit, which will be performed in stages, will ensure compliance with contract terms and conditions and that construction charges are adequately supported, verifiable and appropriately allocated to the project.</p>
<p>Employment Eligibility Practices</p> <p><i>Planning</i></p>	<p>The OARC is working with University Human Resources (UHR) to perform an audit over I-9 compliance. The objective of the audit is to confirm effective and efficient processes are in place to support the employee and compliance requirements.</p>
<p>Information Technology – Cybersecurity Maturity Model Certification (CMMC) Audit</p> <p><i>Planning</i></p>	<p>The OARC is planning an audit over CMMC, a requirement for any organization performing (or seeking to perform) research that supports the storage and transfer of controlled and classified information. The OARC is working with University Information Security and the Division of Research Innovation on the scope and objectives of the review.</p>

The OARC internal audit function is also performing ongoing fiscal complaint investigations, external audit coordination, control assessments and data analytics.

RECOMMENDATION

Staff recommends the Executive, Audit & Governance Committee approve the Office of Audit, Risk and Compliance’s May 2025 Progress Report.