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North Dakota State Board of Higher Education
September 26, 2022, Audit Committee meeting
SBHE Audit Committee members participating:
Mr. Nick Hacker (Chair)
Mr. Tim Mihalick
Mr. Jeffry Volk

NDUS staff participating:
Chancellor Hagerott
Ms. Terry Meyer
Ms. Dina Cashman
Mr. David Krebsbach
Ms. Kristie Hetzler
Mr. Darin King
Mr. Jerry Rostad
Ms. Robin Putnam
Ms. Mindy Sturn

Others participating:
Ms. Sonja Koble, BSC
President Easton and Mr. John Miller , DSU
Dean Simone, DCB
President Van Horn, Mr. Steve Bensen, MaSU
President Darling, Ms. Joann Kitchens, LRSC
President Shirley, Mr. Brent Winiger, MiSU
Mr. Keith Johnson, NDSCS
Mr. Bruce Bollinger, Ms. Lisa Ripplinger, NDSU
President Armacost, Ms. Sharon Loiland, Ms. Karla Stewart, Mr. Tim Rerick, UND
President LaFave and Ms. Erica Buchholz, VCSU
Ms. Krista Lambrecht, WSC
Mr. Chris Pieske, Assistant Attorney General

1. Agenda
2. Meeting Minutes
   Volk moved, Mihalick seconded, to approve the agenda and minutes for July 28, 20

   Mihalick, Volk, and Hacker voted yes.

3. Executive Session 2:03 p.m. CT
   Volk moved, Hacker seconded, to enter Executive Session to consider (1) the updated d
   System-wide PeopleSoft Supplier's Changes and Updates report from NDUS Internal Audit,
   June 30, 2022, (2) any response from the institutions/entities to the draft report and as

- Salary offered in relation to market rate for internal auditors
- Short term/long term options and possible outcomes
- Potential risks if not filled
- Hiring outside internal auditor (temp)
- Other outsourcing options

The committee will continue to discuss at a future meeting, including possibly revisiting the audit plan for cost savings and consider the NDUS budget request before it is finalized.

5. NDUS Internal Audit Charter Update
Committee Chair Hacker stated that the charter language is still being worked through , along with researching /comparing language from publicly traded companies with a robust internal audit function. The specific component under review is the independence of the intern audit function at an individual institution. At this stage, it is not for the committee to review/discuss ; however, it will be a future agenda item. Ms. Cashman informed the committee that she is currently receiving feedback from the other (state) system internal auditors as well. She will reach out to the UND and NDSU internal audit

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