



# OFFICE OF THE STATE AUDITOR



## Legislative Audit Committee March 2, 2021 Minutes

March 2, 2021

The Legislative Audit Committee (LAC) convened a hearing on March 2, 2021, at 7:03 a.m. in the Colorado State Capitol, Old Supreme Court Chambers. Representative Dafna Michaelson Jenet called the meeting to order. Roll was called with the following results:

### Committee Members

Representative Rod Bockenfeld, Senator Julie Gonzales, Representative Colin Larson, Senator Dominick Moreno (arrived 7:08 a.m.), Representative Dylan Roberts, Senator Rob Woodward, Senator Jim Smallwood (Vice Chair) (excused), Representative Dafna Michaelson Jenet (Chair)

The following Office of the State Auditor (OSA) staff and others attended:

### OSA

Dianne E. Ray, State Auditor; Michelle Colin, Deputy State Auditor; Matt Devlin, Deputy State Auditor; Kerri Hunter, Deputy State Auditor; Vickie Heller, Jenny Page

DIANNE E. RAY, CPA  
—  
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## Other Attendees

### Colorado Civil Rights Division and Commission, Department of Regulatory Agencies

Aubrey L. Elenis, Division Director (Remote)

### Colorado Department of Transportation

Herman Stockinger, Deputy Executive Director and Director of Policy

Bob Fifer, Branch Manager and Superintendent of ITS & Network Services

### Colorado Statewide Internet Portal Authority

Ajay Bagal, Executive Director

Dr. Catherine Kunst, Chief Operating Officer

Jerrod Roth, Chief Technology Officer

### Governor's Office of Information Technology

Debbi Blyth, Chief Information Security Officer

### Eide Bailly LLP

Anders Erickson, Principal

7:04 a.m.

## General Business

### Minutes

Representative Larson made a motion to approve the February 2, 2021, LAC hearing minutes. Senator Woodward seconded the motion, and the motion passed unanimously.

7:04 a.m.

### **Colorado Statewide Internet Portal Authority, Evaluation of Web Application Security at the Colorado Statewide Internet Portal Authority, Information Technology Performance Evaluation (Public Report), February 2021**

Representative Roberts made a motion to release the *Colorado Statewide Internet Portal Authority, Evaluation of Web Application Security at the Colorado Statewide Internet Portal Authority, Information Technology Performance Evaluation (Public Report)*,

February 2021. Senator Woodward seconded the motion, and the motion passed unanimously.

Ms. Devlin introduced self and contractor.

Mr. Bagal (*Statewide Internet Portal Authority*) introduced self and staff.

Ms. Erickson (*Eide Bailly, LLP*) presented an overview of the report.

Recommendation 1 was reviewed, discussed, and agreed to by the Statewide Internet Portal Authority.

7:18 a.m.

Senator Gonzales made a motion to move the hearing to executive session pursuant to Sections 24-6-402(3)(a)(III) and (IV), C.R.S., to discuss the *Evaluation of Web Application Security at the Colorado Statewide Internet Portal Authority, Information Technology Performance Evaluation (Confidential Report), February 2021; Required Communication to Those Charged with Governance; and the Status Reports for the Evaluation of Information Technology Security at the Colorado Department of Transportation (Confidential Report), February 2020*. Representative Roberts seconded the motion, and the motion passed unanimously.

7:52 a.m.

Executive Session concluded.

7:52 a.m.

**General Business**

**Status Reports**

**Governor's Office of Information Technology, Evaluation of Information Technology, Security at the Colorado Department of Transportation (Public Report), February 2020**

Mr. Devlin presented an overview of the audit recommendations for both the Governor's Office of Information Technology and the Colorado Department of Transportation.

Ms. Blyth (*Governor's Office of Information Technology*) presented a status update.

**Colorado Department of Transportation, Evaluation of Information Technology Security at the Colorado Department of Transportation (Public Report), February 2020**

Mr. Stockinger (*Colorado Department of Transportation*) presented a status update.

7:55 a.m.

**OSA Fiscal Year 2022 Proposed Budget**

Auditor Ray presented an overview of the budget.

Senator Gonzales made a motion to approve the *OSA Fiscal Year 2022 Budget* with authorization to make any changes as prescribed by the Executive Committee or the Joint Budget Committee. Senator Woodward seconded the motion and the motion passed unanimously.

8:00 am

**Status Report**

**Colorado Civil Rights Commission, Colorado Civil Rights Division, Management of Civil Rights Discrimination Complaints, August 2019**

Ms. Colin introduced self and staff.

Ms. Heller presented an overview of the audit recommendations.

Ms. Elenis (*Colorado Civil Rights Division and Commission, Department of Regulatory Agencies*) introduced self and noted appreciation for opportunity to improve their processes.

8:03 a.m.

**Legislation**

Ms. Colin presented an overview of the consideration for the Repeal of the School Capital Construction Report.

Senator Woodward made a motion to request a bill draft to Repeal the School Capital Construction Report. Representative Roberts seconded the motion. A roll call vote was conducted, and the motion passed 7 – 0, with one excused. The results were as follows:

Representative Bockenfeld – Yes

Senator Gonzales – Yes

Representative Larson – Yes

Senator Moreno – Yes  
Representative Roberts – Yes  
Senator Woodward – Yes  
Senator Smallwood – Excused  
Representative Michaelson Jenet – Yes

Ms. Colin presented an overview of the consideration for the Repeal of the Statutory Audits of Gaming Cities. Discussion ensued regarding the timing for repeal of the audit requirement for 2027.

Representative Roberts made a motion to request a bill draft to Repeal the Statutory Audits of Gaming Cities. Senator Woodward seconded the motion. A roll call vote was conducted, and the motion failed 4-3, with one excused. The results were as follows:

Representative Bockenfeld – No  
Senator Gonzales – Yes  
Representative Larson – No  
Senator Moreno – Yes  
Representative Roberts – Yes  
Senator Woodward – No  
Senator Smallwood – Excused  
Representative Michaelson Jenet – Yes

8:10 a.m.

### **Audit Request**

#### **RTD Fiscal Governance**

Auditor Ray presented an overview of the audit request. Discussion ensued to clarify that the Committee could approve the audit request after the research even though the audit would not start for another 2-1/2 years per the request, and RTD's annual financial audit.

Representative Bockenfeld made a motion to approve the requested preliminary research time. Representative Roberts seconded the motion, and the motion passed 6 -1, with one excused. The results were as follows:

Representative Bockenfeld – Yes  
Senator Gonzales – Yes  
Representative Larson – Yes  
Senator Moreno – No

Representative Roberts – Yes  
Senator Woodward – Yes  
Senator Smallwood – Excused  
Representative Michaelson Jenet – Yes

8:14 a.m.

### **Proposed 2021 LAC Interim Calendar**

The Committee was asked to review the Proposed 2021 LAC Interim Calendar and submit any changes prior to the March 16, 2021, LAC hearing.

8:15 a.m.

### **Reports Released Without a Hearing**

Representative Larson made a motion to release the Reports Released Without a Hearing. Representative Roberts seconded the motion, and the motion passed unanimously.

Ms. Hunter presented an overview of the reports.

8:17 a.m.

### **Other Discussion**

An update was provided on the CAPS bill.

### **Hearing adjourned at 8:18 a.m.**

Minutes submitted by:

Jayne Watson

Executive Assistant, Office of the State Auditor