



# OFFICE OF THE STATE AUDITOR



## Legislative Audit Committee

February 9, 2016

### Minutes

A meeting of the Legislative Audit Committee (LAC) was convened on February 9, 2016, at 8:08 a.m., in Hearing Room B (Audit Hearing Room), Legislative Services Building. Vice-Chair Ryden called the meeting to order. The roll was called with the following result:

**PRESENT:** Senator Carroll, Senator Holbert, Senator Jahn, Senator Neville, Representative Nordberg (arrived 8:11 a.m.), Representative Primavera, Representative Ryden, Representative Saine

The following legislator, Office of the State Auditor (OSA) staff, and agency staff were in attendance:

**OTHER LEGISLATOR PRESENT:** Representative Tracy Kraft-Tharp

**OSA STAFF PRESENT:** Dianne E. Ray, State Auditor; Monica Bowers, Kerri Hunter, Deputy State Auditors; Trey Standley, Jenny Page

**AGENCY STAFF PRESENT:** Jed Ziegenhagen, Rhyann Lubitz, Department of Health Care Policy and Finance

**8:08 a.m. GENERAL BUSINESS**

### Minutes

A motion was made by Senator Holbert and seconded by Representative Saine to approve the Minutes from January 26, 2016. The motion passed by a vote of 7-0.

DIANNE E. RAY, CPA  
STATE AUDITOR

8:11 a.m. Chair Nordberg arrived.

### **Status Report**

Following introductions and opening remarks, Trey Standley reviewed highlights from the *Consumer-Directed Attendant Support Services, Department of Health Care Policy and Financing, Performance Audit* (May 2015). Further discussion ensued regarding the audit's data sampling methods and inquiries as to why the Department of Health Care Policy and Financing (HCPF) did not request funding to conduct the comprehensive analysis of the Consumer-Directed Attendant Support Services (CDASS) Program as agreed to in Recommendation 4.

HCPF provided an overview of the implementation status of recommendations addressed to the CDASS Program. Further discussion ensued regarding controls on client-purchased care and HCPF's intent to seek grant monies to conduct the comprehensive analysis, in lieu of a budget request.

### **Audit Request**

Monica Bowers provided an overview of the evaluation for a request for an audit related to Connect for Health Colorado (C4HC). A motion was made by Representative Saine and seconded by Senator Neville to approve the request for an audit of C4HC. The motion passed by a vote of 8-0.

### **Letter to the Department of Personnel & Administration Regarding Conflicts of Interest**

State Auditor Dianne E. Ray provided an overview of the letter to the Department of Personnel & Administration regarding conflicts of interest as requested by the Committee at the January 26, 2016, LAC hearing. A motion was made by Senator Holbert and seconded by Senator Jahn to approve the letter. The motion passed by a vote of 8-0.

### **Fiscal Year 2016 Office of the State Auditor Proposed Budget**

State Auditor Ray provided an overview of the Fiscal Year 2016 OSA proposed budget and the creation of the OSA Wellness Program. A motion was made by Senator Holbert and seconded by Representative Saine to approve the proposed budget and move it forward to the Executive Committee with authorization to make changes as prescribed by the Executive Committee or the Joint Budget Committee. The motion passed by a vote of 8-0.

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

A motion was made by Senator Holbert and seconded by Senator Neville to release:

- Bruce McCandless Colorado State Veterans Community Living Center-Florence, Financial Statements with Independent Auditors' Reports, Year Ended June 30, 2015
- Colorado Community College System, Financial Statements and Compliance Audit, Year Ended June 30, 2015 (With Independent Auditors' Reports Thereon)
- Statement of Federal Land Payments, Federal Fiscal Year Ended September 30, 2015, Department of Treasury, Financial Audit (February 2016)

The motion passed by a vote of 8-0.

Kerri Hunter provided an overview of the audits.

**9:02 a.m.** There being no further business to come before the LAC, the meeting adjourned. The next scheduled hearing is on February 23, 2016, at 8:00 a.m., in Hearing Room B (Audit Hearing Room), Legislative Services Building.

Minutes submitted by:                      Brittany Wirth  
Executive Assistant to the State Auditor  
Office of the State Auditor