



OFFICE OF THE STATE AUDITOR



LEGISLATIVE AUDIT COMMITTEE FEBRUARY 26, 2019 MINUTES

DIANNE E. RAY, CPA
—
STATE AUDITOR

A meeting of the Legislative Audit Committee (LAC) convened on February 26, 2019 at 7:00 a.m. in the Legislative Services Building, Audit Hearing Room B. Senator Nancy Todd called the meeting to order. Roll was called with the following result:

Committee Members:

Representative Rod Bockenfeld, Senator Rhonda Fields (arrived 7:14am), Representative Tracy Kraft-Tharp, Senator Paul Lundeen, Representative Dafna Michaelson Jenet, Senator Dennis Hisey, Representative Lori Saine (Vice Chair), Senator Nancy Todd (Chair)

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

OSA

Dianne E. Ray, State Auditor; Kerri Hunter, Deputy State Auditor; Monica Bowers Deputy State Auditor; Pooja Tulsian, Managing Legislative Auditor; Ferminia Hebert, Legislative Supervisor; Henry Hung, Contract Monitor

Other Attendees:

Kim Bimestefer, Executive Director, Department of Health Care Policy & Financing; Chris Underwood, Office Director, Health Information Office; Bonnie Silva, Office Director, Office of Community Living; Greg Tanner, Controller, Finance Office; Deb Goheen, Interim Director Of Finance and Administration, Department of Corrections; David Lindsay, Colorado Correctional Industries Director; Brad Duca, Controller; Sara Kurtz, Partner, EideBailly, LLP; Brent Millsbaugh, Senior Manager; Paul Kane, Senior Manager

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State of Colorado Statewide Single Audit, Fiscal Year Ended June 30, 2018

Rep. Michaelson Jenet made a motion to release the second part of the State of Colorado Statewide Single Audit, Fiscal Year Ended June 30, 2018, Rep. Saine seconded the motion and the motion passed unanimously.

Department of Health Care Policy & Financing

Kerri Hunter introduced staff.

Kim Bimestefer introduced herself and staff as well as gave overview of the Department of Health Care Policy & Financing (HCPF).

Pooja Tulsian provided an overview of the Department of Health Care Policy & Financing audit report.

Recommendation 2018-044 was reviewed, discussed, and agreed to by the department. Discussion ensued on the methodology, eligibility error rates, limited financial resources, training of department staff throughout the state's counties, department accountability, and plans to correct the audit's findings for future audits.

Recommendation 2018-045 was reviewed, discussed, and agreed to by the department.

Recommendation 2018-046 was reviewed, discussed, and agreed to by the department.

Recommendation 2018-047 was reviewed, discussed, and agreed to by the department.

Recommendation 2018-015 was reviewed, discussed, and agreed to by the department.

Kerri Hunter introduced staff and contractor EideBailly, LLP.

Department of Corrections

Deb Goheen introduced herself and staff as well as gave an overview of the Department of Corrections (DOC).

Sara Kurtz presented an overview of the audit.

Recommendation 2018-001 was reviewed, discussed, and agreed to by the department. Discussion ensued regarding the DOC's continuous employee turnover and use of money appropriated for projects by the Capital Development Committee.

Recommendation 2018-002 was reviewed, discussed, and agreed to by the department.

Recommendation 2018-039 was reviewed, discussed, and agreed to by the department.

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Recommendation 2018-042 was reviewed, discussed, and agreed to by the department.

Recommendation 2018-043 was reviewed, discussed, and agreed to by the department. Discussion ensued on issues regarding purchase card compliance, training and the purchase cycle limits.

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A motion was made by Sen. Fields to release the February 12, 2019 minutes and it was seconded by Rep. Bockenfeld. It passed unanimously.

Audit Request

Monica Bowers provided an overview of the Suicide Prevention Audit request.

A motion was made to approve the audit request by Rep. Bockenfeld and it was seconded by Rep. Michaelson Jenet. It passed unanimously.

Reports Released Without a Hearing

A motion was made to release the reports by Sen. Fields and it was seconded by Rep. Saine. It passed unanimously.

Ms. Hunter provided an overview of the three reports and stated they are available on the Office of the State Auditor's website.

Proposed Interim Calendar

Auditor Ray asked the committee to review the calendar dates and submit any changes before the March 19, 2019 LAC Hearing.

Auditor Ray made a recommendation to cancel the March 5, 2019 LAC Hearing and the committee approved unanimously.

The meeting adjourned at 9:10 a.m.

Minutes submitted by: Santiago Vidaurri

Executive Assistant
Office of the State Auditor