

NORTH DAKOTA LEGISLATIVE MANAGEMENT

Tentative Agenda

LEGISLATIVE AUDIT AND FISCAL REVIEW COMMITTEE

Thursday, August 13, 2015
Roughrider Room, State Capitol
Bismarck, North Dakota

- 9:00 a.m. Call to order
Roll call
Consideration of the minutes of the April 21, 2015, meeting
Review of the Supplementary Rules of Operation and Procedure of the North Dakota Legislative Management
- 9:05 a.m. Comments by the Chairman regarding the duties and responsibilities of the committee
- 9:10 a.m. Presentation by the Legislative Council staff of a background memorandum relating to the committee's duties and responsibilities
- 9:20 a.m. Presentation by a representative of the State Auditor's office of an overview of audit procedures

PRESENTATION OF REPORTS

- 9:30 a.m. Presentation by a representative of the State Auditor's office of the following performance audit report followups:
- Medicaid (September 26, 2014)
 - Dickinson State University (November 26, 2014)
- 10:00 a.m. Presentation by a representative of the State Auditor's office of the internal control and compliance report on the audit of the basic financial statements included in the *State of North Dakota Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2014*
- 10:10 a.m. Presentation by a representative of the Office of Management and Budget of the *State of North Dakota Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2014*
- 10:20 a.m. Presentation by a representative of the State Auditor's office of the internal control and compliance report on the audit of the general purpose financial statements included in the June 30, 2014, annual financial report for the North Dakota University System
- 10:30 a.m. Presentation by a representative of the North Dakota University System office of the annual financial report for the University System for the fiscal year ended June 30, 2014
- 10:50 a.m. Presentation by a representative of the Department of Human Services on the status of accounts receivables pursuant to North Dakota Century Code Sections 25-04-17 and 50-06.3-08
- 11:00 a.m. Presentation by a representative of Brady, Martz & Associates PC, Certified Public Accountants, of the following audit reports:
- Housing incentive fund (June 30, 2014 and 2013)
 - Housing Finance Agency (June 30, 2014 and 2013)
 - Department of Trust Lands (June 30, 2014 and 2013)
 - Job Service North Dakota (June 30, 2014 and 2013)
 - Public Employees Retirement System (June 30, 2014 and 2013)

- Public Employees Retirement System--Schedule of Employer Allocations and Pension Amounts by Employer (June 30, 2014)
- 11:50 a.m. Presentation by representatives of the State Water Commission regarding the City of Lignite Fire Department water sales
- 12:00 noon Luncheon recess
- 1:00 p.m. Presentation by a representative of CliftonLarsonAllen LLP, Certified Public Accountants, of the following audit reports:
- Retirement and Investment Office (June 30, 2014 and 2013)
 - Retirement and Investment Office--Schedule of Employer Allocations and Pension Amounts by Employer (June 30, 2014)
- 1:20 p.m. Presentation by a representative of Eide Bailly LLP, Certified Public Accountants, of the following audit reports:
- Bank of North Dakota (June 30, 2014)
 - Ag PACE fund (June 30, 2014 and 2013)
 - PACE Fund (June 30, 2014 and 2013)
 - Beginning farmer revolving loan fund (December 31, 2014 and 2013)
 - Community water facility loan fund (December 31, 2014 and 2013)
 - Medical facility infrastructure loan program (June 30, 2014)
 - State Building Authority (June 30, 2014 and 2013)
 - Guaranteed student loan program (September 30, 2014 and 2013)
 - Public Finance Authority (December 31, 2014)
 - Student loan trust fund (June 30, 2014 and 2013)
 - Rebuilders loan program (June 30, 2014 and 2013)
 - Development Fund, Inc. (June 30, 2014 and 2013)
 - Workforce Safety and Insurance (June 30, 2014 and 2013)
 - State Fair Association (September 30, 2014 and 2013)
- 2:15 p.m. Presentation by a representative of the Bank of North Dakota regarding the audit report for College SAVE for the years ended December 31, 2014 and 2013 and supplementary information for fiscal year ending December 31, 2014
- 2:20 p.m. Presentation by a representative of the State Auditor's office of the following audit reports:
- Mill and Elevator Association (June 30, 2014 and 2013)
 - North Dakota Lottery (June 30, 2014 and 2013)
 - Attorney General (June 30, 2014 and 2013)
 - State Historical Society (June 30, 2014 and 2013)
 - Indian Affairs Commission (June 30, 2014 and 2013)
 - Highway Patrol (June 30, 2014 and 2013)
 - Department of Financial Institutions (June 30, 2014 and 2013)
 - Securities Commission (June 30, 2014 and 2013)
 - Game and Fish Department (June 30, 2014 and 2013)

- Adjutant General (June 30, 2014 and 2013)
- Secretary of State (June 30, 2014 and 2013)
- Department of Veterans' Affairs (June 30, 2014 and 2013)
- Information Technology Department (June 30, 2014 and 2013)
- Protection and Advocacy Project (June 30, 2014 and 2013)
- North Dakota University System office (June 30, 2014 and 2013)
- Statewide single audit (June 30, 2014 and 2013)

3:30 p.m. Comments by a representative of the State Auditor's office regarding electronic viewing of audit reports provided to the committee

3:35 p.m. Continuation of committee discussion from the April 21, 2015 meeting, regarding the performance audit of the use of tuition waivers and student stipends at North Dakota University System institutions

3:50 p.m. Committee discussion and staff directives

4:15 p.m. Adjourn

NOTE: In accordance with the committee's policy of allowing sufficient time to consider major audits and audit reports containing major recommendations, the following audits may be included on the agenda for the next meeting if requested by the committee:

- State Board of Medical Examiners (December 31, 2013 and 2012)
- State Electrical Board (June 30, 2013 and 2012)
- State Board of Chiropractic Examiners (December 31, 2014)
- State Board of Physical Therapy (June 30, 2014 and 2013)
- State Board of Accountancy (June 30, 2014 and 2013)
- State Board of Examiners for Nursing Home Administrators in North Dakota (June 30, 2014 and 2013)
- State Board of Funeral Service (June 30, 2014 and 2013)
- State Board of Cosmetology (June 30, 2014)
- State Board of Dental Examiners (June 30, 2013 and 2012)
- State Board of Examiners for Hearing Instrument Dispensers (June 30, 2010, 2009, and 2008)
- State Board of Registration for Professional Engineers and Land Surveyors (June 30, 2014)
- State Board of Barber Examiners (August 31, 2013)
- State Board of Counselor Examiners (June 30, 2013)
- State Board for Professional Soil Classifiers (June 30, 2014)
- State Board of Water Well Contractors (June 30, 2013)
- State Board of Clinical Laboratory Practice (June 30, 2013 and 2012)
- State Board of Occupational Therapy Practice (June 30, 2013 and 2012)
- Abstracters' Board of Examiners (August 31, 2013)
- North Dakota Real Estate Commission (June 30, 2014)
- North Dakota Licensure Board of Athletic Trainers (June 30, 2014, 2013, 2012, 2011, and 2010)
- North Dakota Marriage and Family Therapy Licensure Board (December 31, 2013 and 2012)

- North Dakota Board of Reflexology (June 30, 2014)
- North Dakota Barley Council (June 30, 2014 and 2013)
- North Dakota Beef Commission (June 30, 2014 and 2013)
- North Dakota Corn Utilization Council (June 30, 2014 and 2013)
- North Dakota Dairy Promotion Commission (June 30, 2014 and 2013)
- North Dakota Dry Bean Council (June 30, 2014 and 2013)
- North Dakota Dry Pea and Lentil Council (June 30, 2014 and 2013)
- North Dakota Ethanol Council (June 30, 2014 and 2013)
- North Dakota Milk Marketing Board (June 30, 2014 and 2013)
- North Dakota Oilseed Council (June 30, 2014 and 2013)
- North Dakota Potato Council (June 30, 2014 and 2013)
- North Dakota Soybean Council (June 30, 2014 and 2013)
- North Dakota Wheat Commission (June 30, 2014 and 2013)
- North Dakota State Seed Department (June 30, 2014 and 2013)
- North Dakota Peace Officers Standards and Training Board (December 31, 2012 and 2011)

Committee Members

Senators: Jerry Klein (Chairman), Judy Lee, David O'Connell

Representatives: Patrick R. Hatlestad, Jerry Kelsh, Keith Kempenich, Lawrence R. Klemin, Gary Kreidt,
 Andrew G. Maragos, Bob Martinson, Corey Mock, Mike Nathe, Marvin E. Nelson, Chet
 Pollert, Robert J. Skarphol

Staff Contacts: Michael C. Johnson, Fiscal Analyst

Allen H. Knudson, Legislative Budget Analyst and Auditor