

NORTH DAKOTA LEGISLATIVE MANAGEMENT

Tentative Agenda

LEGISLATIVE AUDIT AND FISCAL REVIEW COMMITTEE

Wednesday, July 17, 2019
Roughrider Room, State Capitol
Bismarck, North Dakota

- 8:30 a.m. Call to order
Roll call
Review of Supplementary Rules of Operation and Procedure of the North Dakota Legislative Management
- 8:35 a.m. Comments by the Chairman regarding the duties and responsibilities of the committee
- 8:40 a.m. Presentation by the Legislative Council staff of a background memorandum relating to the committee's duties and responsibilities
- 8:45 a.m. Presentation by a representative of the State Auditor's office of an overview of audit procedures, including the office's quality control review
- PRESENTATION OF REPORTS**
- 9:00 a.m. Presentation by a representative of the State Auditor's office regarding the performance audit of special funds
- 9:25 a.m. Comments by interested persons
- 9:30 a.m. Presentation by a representative of the State Auditor's office regarding the performance audit of the North Dakota University System's open educational resources
- 9:55 a.m. Comments by a representative of the University System regarding the performance audit of open educational resources
- 10:10 a.m. Presentation by a representative of the State Auditor's office regarding the performance audit of the University System's online education
- 10:35 a.m. Comments by a representative of the University System regarding the performance audit of online education
- 10:50 a.m. Presentation by a representative of the State Auditor's office of the following performance audit followup reports:
- University System's purchasing card program (August 2016)
 - North Dakota State University Parking and Transportation Services Department (February 2017)
- 11:05 a.m. Presentation by a representative of the State Auditor's office regarding the performance audit of Dakota College at Bottineau's emergency preparedness
- 11:20 a.m. Comments by a representative of Dakota College at Bottineau regarding the performance audit of emergency preparedness
- 11:25 a.m. Presentation by a representative of the State Auditor's office regarding the performance audit of the North Dakota State College of Science Division of Workforce Affairs
- 11:50 a.m. Comments by a representative of the North Dakota State College of Science regarding the performance audit of its Division of Workforce Affairs
- 12:05 p.m. Luncheon recess
- 1:00 p.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, 2018*

- 1:15 p.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, 2018*
- 1:25 p.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, 2018, annual financial report for the University System
- 1:40 p.m. Presentation by a representative of the University System office of the annual financial report for the University System for the fiscal year ended June 30, 2018
- 1:50 p.m. Presentation by a representative of Brady, Martz & Associates PC, Certified Public Accountants, of the following audit reports:
- Housing incentive fund (June 30, 2017 and 2018)
 - Housing Finance Agency (June 30, 2017 and 2018)
 - Job Service North Dakota (June 30, 2017 and 2018)
 - Department of Trust Lands (June 30, 2017 and 2018)
- 2:05 p.m. Presentation by a representative of CliftonLarsonAllen LLP, Certified Public Accountants, of the following audit reports:
- Retirement and Investment Office (June 30, 2017 and 2018)
 - Retirement and Investment Office--Schedule of Employer Allocations and Pension Amounts by Employer (June 30, 2018)
 - Public Employees Retirement System (June 30, 2017 and 2018)
 - Public Employees Retirement System--Schedule of Employer Allocations and Pension Amounts by Employer (June 30, 2018)
- 2:25 p.m. Presentation by a representative of Eide Bailly LLP, Certified Public Accountants, of the following audit reports:
- Bank of North Dakota (December 31, 2017 and 2018)
 - Ag PACE fund (June 30, 2017 and 2018)
 - PACE fund (June 30, 2017 and 2018)
 - Beginning farmer revolving loan fund (December 31, 2017 and 2018)
 - Community water facility loan fund (December 31, 2017 and 2018)
 - Infrastructure revolving loan fund (June 30, 2017 and 2018)
 - Medical facility infrastructure loan program (June 30, 2017 and 2018)
 - Guaranteed student loan program (September 30, 2017 and December 2018)
 - Addiction counselor internship loan program (June 30, 2017 and 2018)
 - Public Finance Authority (December 31, 2017 and 2018)
 - Student loan trust fund (June 30, 2017 and 2018)
 - Rebuilders loan program (June 30, 2017 and 2018)
 - Development Fund, Inc. (June 30, 2017 and 2018)
 - Workforce Safety and Insurance (June 30, 2017 and 2018)
 - State Fair Association (September 30, 2018)
 - School construction assistance revolving loan fund (June 30, 2017 and 2018)
 - State Building Authority (June 30, 2017 and 2018)

- 3:05 p.m. Presentation by a representative of the State Auditor's office of the following audit reports:
- Statewide single audit (June 30, 2017 and 2018)
 - Highway Patrol (June 30, 2017 and 2018)
 - Department of Veterans' Affairs (June 30, 2017 and 2018)
 - Mill and Elevator Association (June 30, 2017 and 2018)
 - North Dakota Lottery (June 30, 2017 and 2018)
 - Department of Financial Institutions (June 30, 2017 and 2018)
 - Game and Fish Department (June 30, 2017 and 2018)
 - Protection and Advocacy Project (June 30, 2017 and 2018)
 - Securities Department (June 30, 2017 and 2018)
 - State Historical Society (June 30, 2017 and 2018)
 - Attorney General (June 30, 2017 and 2018)
 - Indian Affairs Commission (June 30, 2017 and 2018)
 - Secretary of State (June 30, 2017 and 2018)
 - Adjutant General (June 30, 2017 and 2018)
 - Information Technology Department (June 30, 2017 and 2018)
- 4:00 p.m. Presentation by the State Auditor and committee consideration of performance audits to be conducted during the 2019-21 biennium, pursuant to North Dakota Century Code Section 54-10-01(4)
- 4:15 p.m. Committee discussion and staff directives
- 4:30 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 and reviews may be included on the agenda for the next meeting if requested by the committee:

- State Board of Dental Examiners (June 30, 2016 and 2017)
- State Board of Nursing (June 30, 2018)
- State Board of Barber Examiners (August 31, 2018)
- North Dakota Barley Council (June 30, 2017 and 2018)
- North Dakota Beef Commission (June 30, 2017 and 2018)
- North Dakota Corn Utilization Council (June 30, 2017 and 2018)
- North Dakota Dairy Promotion Commission (June 30, 2017 and 2018)
- North Dakota Dry Bean Council (June 30, 2017 and 2018)
- North Dakota Dry Pea and Lentil Council (June 30, 2018)
- North Dakota Ethanol Council (June 30, 2017 and 2018)
- North Dakota Milk Marketing Board (June 30, 2017 and 2018)
- North Dakota Oilseed Council (June 30, 2017 and 2018)
- North Dakota Potato Council (June 30, 2017 and 2018)
- North Dakota Real Estate Commission (June 30, 2018)

- North Dakota Soybean Council (June 30, 2017 and 2018)
- North Dakota Wheat Commission (June 30, 2017 and 2018)
- State Board of Physical Therapy (June 30, 2017 and 2018)
- State Board of Medicine (December 31, 2017)
- State Board of Professional Soil Classifiers (June 30, 2018)
- State Board of Veterinary Medical Examiners (June 30, 2017 and 2018)
- Stockmen's Association (December 31, 2017 and 2018)
- Education Standards and Practices Board (June 30, 2017)
- State Seed Department (June 30, 2017 and 2018)
- State Board of Reflexology (June 30, 2018)
- State Board of Funeral Service (June 30, 2017 and 2018)
- State Board of Dietetic Practice (September 30, 2018)
- Medical Imaging and Radiation Therapy Board (June 30, 2016 and 2017)

Committee Members

Senators: Jerry Klein (Chairman), David A. Clemens, John Grabinger, Jordan Kannianen, Gary A. Lee, Judy Lee, Jim P. Roers

Representatives: Mary Adams, Patrick Hatlestad, Mary Johnson, Keith Kempenich, Gary Kreidt, Vernon Laning, Scott Louser, Mike Nathe, Marvin E. Nelson, Jim Schmidt, Luke Simons, Wayne A. Trottier

Staff Contacts: Chris Kadrmas, Fiscal Analyst
Allen H. Knudson, Legislative Budget Analyst and Auditor