

NORTH DAKOTA LEGISLATIVE MANAGEMENT

Tentative Agenda

**LEGISLATIVE AUDIT AND FISCAL REVIEW COMMITTEE**

Wednesday, August 17, 2011  
Roughrider Room, State Capitol  
Bismarck, North Dakota

- 9:00 a.m. Call to order  
Roll call  
Review of the *Supplementary Rules of Operation and Procedure of the North Dakota Legislative Management*
- 9:10 a.m. Comments by the chairman regarding the duties and responsibilities of the committee
- 9:20 a.m. Presentation by the Legislative Council staff of a background memorandum relating to the committee's duties and responsibilities
- 9:30 a.m. Presentation by a representative of the State Auditor's office of the following:
- Overview of audit procedures
  - Independent peer review of the State Auditor's office, June 2011

**PRESENTATION OF REPORTS**

- 9:50 a.m. Presentation by a representative of the State Auditor's office of the followup report on the Wildlife Services performance audit
- 10:15 a.m. Comments by a representative of the Department of Agriculture regarding the performance audit followup
- 10:25 a.m. Presentation by a representative of the State Auditor's office of the followup report on the University of North Dakota School of Medicine and Health Sciences performance audit
- 10:55 a.m. Comments by a representative of the University of North Dakota School of Medicine and Health Sciences regarding the performance audit followup
- 11:05 a.m. Presentation by a representative of the State Auditor's office of the followup report on the Department of Commerce performance audit
- 11:30 a.m. Comments by a representative of the Department of Commerce regarding the performance audit followup
- 11:40 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, 2010, annual financial report for the North Dakota University System and state of North Dakota Comprehensive Annual Financial Report
- 12:00 noon Luncheon recess
- 1:00 p.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, 2010
- 1:20 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, 2010

- 1:40 p.m. Presentation by a representative of the State Auditor's office of the following audit reports:
- Adjutant General (June 30, 2010 and 2009)
  - Attorney General (June 30, 2010 and 2009)
  - Game and Fish Department (June 30, 2010 and 2009)
  - Information Technology Department (June 30, 2010 and 2009)
  - Department of Financial Institutions (June 30, 2010 and 2009)
  - Indian Affairs Commission (June 30, 2010 and 2009)
  - Mill and Elevator Association (June 30, 2010 and 2009)
  - North Dakota Lottery (June 30, 2010 and 2009)
  - Protection and Advocacy Project (June 30, 2010 and 2009)
  - Secretary of State (June 30, 2010 and 2009)
  - Department of Veterans' Affairs (June 30, 2010 and 2009)
  - Statewide single audit (June 30, 2010 and 2009)
  - Information Technology Department general controls (June 30, 2010)
- 2:45 p.m. Presentation by a representative of Brady, Martz & Associates PC, Certified Public Accountants, of the following audit reports:
- Bank of North Dakota (December 31, 2010 and 2009)
  - Agriculture PACE fund (June 30, 2010 and 2009)
  - PACE fund (June 30, 2010 and 2009)
  - Beginning farmer revolving loan fund (December 31, 2010 and 2009)
  - Community water facility loan fund (December 31, 2010 and 2009)
  - Developmentally disabled facility loan program (December 31, 2010 and 2009)
  - Guaranteed student loan program (September 30, 2010 and 2009)
  - Public Finance Authority (December 31, 2010 and 2009)
  - Public Employees Retirement System (June 30, 2010 and 2009)
  - Student loan trust (June 30, 2010 and 2009)
  - Workforce Safety and Insurance (June 30, 2010 and 2009)
  - North Dakota Building Authority (June 30, 2010 and 2009)
- 3:35 p.m. Presentation by a representative of Eide Bailly LLP, Certified Public Accountants, of the following audit reports:
- North Dakota Development Fund, Inc. (June 30, 2010 and 2009)
  - Board of University and School Lands (June 30, 2010 and 2009)
  - Housing Finance Agency (June 30, 2010 and 2009)
  - Job Service North Dakota (June 30, 2010 and 2009)
  - State Fair Association (September 30, 2010 and 2009)
  - Retirement and Investment Office (June 30, 2010 and 2009)

- 4:05 p.m. Presentation by a representative of the Bank of North Dakota of the audit report for College SAVE (December 31, 2010 and 2009)
- 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 audit reports filed with the committee have not been placed on the agenda. The following audits may be included on the agenda for the next meeting if requested by the committee:

Audiology and Speech-Language Pathology Examiners (June 30, 2010 and 2009)  
 Board of Medical Examiners (June 30, 2009 and 2008)  
 Board of Examiners for Nursing Home Administrators (June 30, 2010 and 2009)  
 State Board of Funeral Service (June 30, 2010 and 2009)  
 Board of Examiners for Hearing Instrument Dispensers (June 30, 2010, 2009, and 2008 and June 30, 2007 and 2006) (qualified opinion)  
 State Board of Cosmetology (June 30, 2010)  
 Board of Counselor Examiners (June 30, 2010 and 2009)  
 Education Standards and Practices Board (June 30, 2009)  
 Board of Massage (June 30, 2009 and 2008) (qualified opinion)  
 Board of Physical Therapy (June 30, 2010 and 2009)  
 Board of Veterinary Medical Examiners (June 30, 2010 and 2009)  
 Private Investigative and Security Board (December 31, 2010 and 2009)  
 State Board of Registration for Professional Soil Classifiers (June 30, 2010)  
 Board of Podiatry Examiners (December 31, 2009 and 2008)  
 Board of Public Accountancy (June 30, 2010)  
 Real Estate Commission (June 30, 2010)  
 State Board of Reflexology (June 30, 2010)  
 State Board of Pharmacy (June 30, 2010 and 2009)  
 State Board of Water Well Contractors (June 30, 2010 and 2009)  
 Securities Commission (June 30, 2010 and 2009)  
 Milk Marketing Board (June 30, 2010 and 2009)  
 Beef Commission (June 30, 2010 and 2009)  
 Dairy Promotion Commission (June 30, 2010 and 2009)  
 Dry Bean Council (June 30, 2010 and 2009)  
 North Dakota Board of Social Work Examiners (June 30, 2009 and 2008)  
 Dry Pea and Lentil Council (June 30, 2010 and 2009)  
 Oilseed Council (June 30, 2010 and 2009)  
 Wheat Commission (June 30, 2010 and 2009)  
 State Seed Department (June 30, 2010 and 2009)

#### **Committee Members**

Representatives Dan Ruby (Chairman), Dick Anderson, Tracy Boe, Patrick Hatlestad, RaeAnn G. Kelsch, Keith Kempenich, Gary Kreidt, Joe Kroeber, Andrew Maragos, Corey Mock, David Monson, Chet Pollert, Bob Skarphol, Lonny B. Winrich, Dwight Wrangham  
 Senators Randel Christmann, Joan Heckaman, Jerry Klein, Judy Lee, Terry M. Wanzek

Staff Contacts: Becky Keller, Senior Fiscal Analyst  
 Allen H. Knudson, Legislative Budget Analyst and Auditor