

# NORTH DAKOTA LEGISLATIVE MANAGEMENT

Minutes of the

## LEGISLATIVE AUDIT AND FISCAL REVIEW COMMITTEE

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

Representative Dan Ruby, Chairman, called the meeting to order at 9:00 a.m.

**Members present:** Representatives Dan Ruby, Dick Anderson, Patrick Hatlestad, RaeAnn G. Kelsch, Keith Kempenich, Gary Kreidt, Joe Kroeber, Andrew Maragos, David Monson, Chet Pollert, Bob Skarphol, Dwight Wrangham; Senators Randel Christmann, Joan Heckaman, Jerry Klein, Judy Lee, Terry M. Wanzek

**Members absent:** Representatives Tracy Boe, Corey Mock, Lonny B. Winrich

The Legislative Council staff said Representative Mock informed the staff he was unable to attend the meeting because he was attending the legislative Bowhay Institute for Legislative Leadership Conference in Madison, Wisconsin.

**Others present:** See [Appendix A](#)

The legislative budget analyst and auditor reviewed the [Supplementary Rules of Operation and Procedure of the North Dakota Legislative Management](#).

### COMMITTEE DUTIES AND RESPONSIBILITIES

At the request of Chairman Ruby, the Legislative Council staff reviewed a memorandum entitled [Legislative Audit and Fiscal Review Committee - Statutory Duties and Responsibilities for the 2011-12 Interim](#). The Legislative Council staff said the Legislative Management by statute appoints a Legislative Audit and Fiscal Review Committee as a division of its Budget Section. Pursuant to North Dakota Century Code Section 54-35-02.1, the committee is created:

- For the purpose of studying and reviewing the financial transactions of the state.
- To assure the collection of revenues and the expenditure of money is in compliance with law, legislative intent, and sound financial practices.
- To provide the Legislative Assembly with formal, objective information on revenue collections and expenditures as a basis for legislative action to improve the fiscal structure and transactions of the state.

In addition, the committee is assigned the following duties and responsibilities for the 2011-13 biennium:

1. **State Fair Association** - Receive annual audit reports from the State Fair Association pursuant to Section 4-02.1-18.
2. **Ethyl alcohol and methanol producers** - Receive annual audit reports from any corporation that produces agricultural ethyl alcohol or methanol in this state and which receives a production subsidy from the state pursuant to Section 10-19.1-152, any limited liability company that produces agricultural ethyl alcohol or methanol in this state and which receives a production subsidy from the state pursuant to Section 10-32-156, and any limited partnership that produces agricultural ethyl alcohol or methanol in this state and which receives a production subsidy from the state pursuant to Section 45-10.2-115.
3. **Department of Human Services' accounts receivable** - Receive annual reports on the status of accounts receivable for the Department of Human Services and Developmental Center at Westwood Park pursuant to Sections 25-04-17 and 50-06.3-08.
4. **Low-risk incentive fund** - Receive annual audit reports and economic impact reports from the North Dakota low-risk incentive fund. Section 26.1-50-05 provides for the audit report to be submitted to the Legislative Management. The Legislative Management has assigned the responsibility to this committee.
5. **North Dakota Stockmen's Association** - Receive a biennial audit report from the North Dakota Stockmen's Association. Section 36-22-09 provides for the audit report to be submitted to the Legislative Management. The Legislative Management assigned the responsibility to this committee.
6. **Job Service North Dakota** - Receive a performance audit report, upon the request of the committee, for Job Service North Dakota pursuant to Section 52-02-18.
7. **Performance audits** - The State Auditor is to conduct or provide for performance audits of state agencies as determined necessary by the State Auditor or this committee, and the State Auditor must obtain approval from this committee prior to hiring a consultant to assist with conducting a performance audit pursuant to Section 54-10-01.

8. **Frequency of audits** - Determine the frequency of audits or reviews of state agencies pursuant to Section 54-10-01.
9. **Political subdivisions** - Determine if the State Auditor is to perform audits of political subdivisions on a more frequent basis than once every two years pursuant to Section 54-10-13 and direct the State Auditor to audit or review the accounts of any political subdivision pursuant to Section 54-10-15.
10. **Study and review audit reports** - Pursuant to Section 54-35-02.2, the committee is charged with the following responsibilities:
  - a. To study and review audit reports selected by the committee from those submitted by the State Auditor.
  - b. To confer with the State Auditor regarding the audit reports reviewed by the committee.
  - c. As necessary, to confer with representatives of state departments, agencies, and institutions audited in order to obtain information regarding fiscal transactions and governmental operations.

The Legislative Council staff presented the following proposed action plan for the committee's consideration:

1. Receive audit reports prepared by the State Auditor's office and independent auditors.
2. Receive performance audit reports as determined necessary by the State Auditor or this committee.
3. Receive followup reports for Wildlife Services, University of North Dakota (UND) School of Medicine and Health Sciences, Department of Commerce, North Dakota University System capital projects, and Medicaid provider and recipient fraud and abuse performance audits.
4. Receive information technology audit reports, including an Information Technology Department system audit report and a North Dakota network and security audit report.
5. Request a performance audit be conducted, as deemed necessary by this committee, for Job Service North Dakota pursuant to Section 52-02-18.
6. Direct the Legislative Council staff to send correspondence, as deemed necessary, to each agency that has not complied with previous audit recommendations requesting the agency to appear before the Legislative Audit and Fiscal Review Committee to explain the reason for noncompliance with audit recommendations or steps taken to address recommendations.
7. Receive annual reports on the status of accounts receivable for the Department of Human Services and Developmental Center at Westwood Park.
8. Receive annual audit reports from any corporation, limited partnership, or limited liability company that produces ethyl alcohol or

methanol in this state and which receives a production subsidy from the state.

9. Develop recommendations and related bill drafts.
10. Prepare the final report for submission to the Legislative Management.

**It was moved by Representative Skarphol, seconded by Representative Pollert, and carried on a voice vote that the committee adopt the proposed action plan to fulfill its statutory duties.**

## AUDIT PROCESS FOR STATE AGENCIES

Chairman Ruby called on Mr. Ed Nagel, Director, State Auditor's office, who reviewed a document entitled *Overview of Auditing for the State of North Dakota* ([Appendix B](#)). Mr. Nagel said the State Auditor's office does not have statutory authority to audit all state agencies. He said agencies that are not audited by the State Auditor are audited by certified public accountant (CPA) firms. He said other state agencies are also audited by CPA firms at the request of the State Auditor when the State Auditor does not have sufficient resources to audit the entity. He said CPA firms are required to follow *Guidelines to Independent Certified Public Accountants Performing Audits of State Agencies*, and audits performed by CPA firms are paid for by the state agency being audited.

Mr. Nagel said the State Auditor's office is audited every two years by an independent CPA firm that is contracted with by the Legislative Council. He said the office also receives a peer review every three years. He said the peer review for the period of April 1, 2010, through March 31, 2011, includes an opinion that the system of quality control of the State Auditor's office has been suitably designed and was complied with during the period under review.

Mr. Nagel said the results of audits are presented to the Legislative Audit and Fiscal Review Committee by the State Auditor's office or the CPA firm that performed the audit.

In response to a question from Representative Ruby, Mr. Nagel said recommendations that have not been implemented will be reviewed in future audits and will continue to be included in future audit reports until implemented.

Representative Kempenich suggested the State Auditor's office e-mail committee members a list of audits that will be heard prior to each meeting.

## WILDLIFE SERVICES PERFORMANCE AUDIT FOLLOWUP

Mr. Gordy Smith, Audit Manager, State Auditor's office, presented the followup report on the Wildlife Services performance audit. He said six prior audit recommendations were fully implemented, four were partially implemented, and one was determined to be not implemented.

Mr. Wayne Carlson, Director, Livestock Development Division, Department of Agriculture, said

the department is in the process of completing the recommendations determined partially or not implemented. He said the department is proposing more performance-based measures be included in the Wildlife Services agreement, which is renegotiated every two years.

Representative Skarphol suggested the Department of Agriculture present information at the next Legislative Audit and Fiscal Review Committee and Budget Section meetings regarding details of the new agreement for Wildlife Services.

### **SCHOOL OF MEDICINE AND HEALTH SCIENCES PERFORMANCE AUDIT FOLLOWUP**

Mr. Smith presented the followup report on the School of Medicine and Health Sciences performance audit. He said 28 prior audit recommendations were fully implemented, 6 were partially implemented, and 1 was determined to be not implemented.

Dr. Joshua Wynne, Dean, University of North Dakota School of Medicine and Health Sciences, said the school is in substantial compliance with all recommendations except one. He said UND disagreed with an initial recommendation that the School of Medicine and Health Sciences undertake a financial review by an outside firm of all programs within the school to review how information is tracked, used, and presented. He said UND will continue to include the School of Medicine and Health Sciences in its ongoing annual financial audit process conducted by the State Auditor's office.

In response to a question from Representative Monson, Dr. Wynne said the School of Medicine and Health Sciences is currently in negotiations with UND to establish an agreement that will become effective in 2013 relating to the School Medicine and Health Sciences' share of the indirect costs for grants and contracts.

In response to a question from Representative Skarphol, Dr. Wynne said construction of the new Bismarck Family Practice Center is on budget, but the project completion date has been delayed. He said the facility is expected to be completed in February 2012.

In response to a question from Representative Kelsch, Dr. Wynne said funding for the School of Medicine and Health Sciences is approximately 25 percent from the general fund, 5 percent from the statewide mill levy, 20 percent from tuition, 25 percent from grants and contracts, and 25 percent from local funds consisting of clinical practice income, transfers from hospitals, and sales.

### **DEPARTMENT OF COMMERCE PERFORMANCE AUDIT FOLLOWUP**

Mr. Jason Wahl, Senior Auditor, State Auditor's office, presented the followup report on the Department of Commerce performance audit. He said 38 prior audit recommendations were fully

implemented, 10 were partially implemented, and 2 were determined to be not implemented.

In response to questions from Representatives Ruby and Kempenich, Mr. Paul Govig, Director, Division of Community Services, Department of Commerce, said several federal grant programs are being reduced, so funding that was available for flood recovery in Grand Forks in 1997 may not be available to Minot. He said community service block grant funds may not be used to purchase property in Minot but may be used for infrastructure repairs.

In response to a question from Representative Ruby, Mr. Govig said two centers of excellence--Valley City State University and North Dakota State University (NDSU)--are not meeting expectations. He said the department expects the market to improve which will allow NDSU to continue. He said the center at Valley City State University is no longer partnering with a participating company therefore may have to return a portion of its award.

### **INTERNAL CONTROL AND COMPLIANCE REPORTS**

Mr. Nagel presented the State Auditor's office report on the internal control, compliance, and other matters of the state of North Dakota Comprehensive Annual Financial Report for the fiscal year ended June 30, 2010. He said the State Auditor's office has audited the general purpose financial statements for the state of North Dakota for the year ended June 30, 2010. He said the report identifies one internal control weakness relating to financial reporting errors by the State Treasurer's office. He said the internal control weakness was also a prior recommendation.

Mr. John Grettum, Audit Manager, State Auditor's office, presented the State Auditor's office 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 University System. He reviewed the auditor's responses to the committee guidelines and said six prior audit recommendations were not implemented. He said the prior audit recommendations not implemented related to:

- Proper use of account codes, funds, fund groups, and functions available on PeopleSoft to comply with generally accepted accounting principles.
- Background checks.
- Use of imaging software.
- Preparation of financial statements in accordance with generally accepted accounting principles.
- Internal audit staffing level review.
- Fraud and control risk assessments.

Mr. Grettum said the report identifies four current audit recommendations relating to:

- State Board of Higher Education financial and accounting oversight.

- Governmental Accounting Standards Board Statement No. 40 - Deposit and investment risk disclosure at various universities.
- Misstatement of grant and contract revenues and receivables at UND.
- Formatting of foundation financial statements.

In response to a question from Representative Skarphol, Mr. Grettum said he will provide an analysis of uncollectible accounts for each institution.

The committee recessed for lunch at 12:30 p.m. and reconvened at 1:00 p.m.

## **UNIVERSITY SYSTEM ANNUAL FINANCIAL REPORT**

Ms. Robin Putnam, Director of Financial Reporting, North Dakota University System, presented the annual financial report for the University System for the fiscal year ended June 30, 2010. She said an unqualified opinion was issued on the financial statements. As of June 30, 2010, she said, the University System had total assets of \$1.233 million and total liabilities of \$408 million, resulting in net assets of \$825 million. She said net assets increased \$70 million during fiscal year 2010.

Ms. Putnam said the annual degree credit headcount for the fall of 2009 was 45,817, an increase of 5 percent from the previous fall enrollment. She said total operating revenues of the University System increased 5 percent from fiscal year 2009 as a result of increases in tuition and fees, grants and contracts, and sales and services of education departments.

Representative Skarphol suggested the committee receive information at its next meeting relating to debt at higher education institutions, including information on total debt, new debt, and retired debt for each year.

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

Ms. Sheila Peterson, Director of Fiscal Management, Office of Management and Budget, presented the state of North Dakota Comprehensive Annual Financial Report for the fiscal year ended June 30, 2010. She reviewed the information contained in the report and a supplemental report entitled *2009-11 Biennium Budget and Actual Detail*. Copies of both reports are on file in the Legislative Council office.

## **AUDITS OF STATE AGENCIES, BOARDS, AND COMMISSIONS**

Mr. Nagel presented the audit report for the Adjutant General for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report identifies one finding for operational improvement relating to increasing usage of the purchasing card.

Mr. Nagel presented the audit report for the Attorney General's office for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses

to the committee guidelines and said the report identifies one internal control finding relating to controls over gaming tax return revenues and one finding of noncompliance with legislative intent relating to deposit of concealed weapons license fees. He said no recommendation was made regarding the concealed weapons fees as the law was no longer in effect as of July 1, 2009.

Mr. Nagel presented the audit report for the Game and Fish Department for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report identifies two internal control findings relating to controls over revenue and inadequate tracking of fixed assets.

Mr. Nagel presented the audit report for the Information Technology Department for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report identifies one finding for operational improvement relating to increasing usage of the purchase card and one finding of noncompliance with legislative intent relating to lack of procurement procedures.

Mr. Nagel presented the audit report for the Department of Financial Institutions for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report does not include any findings or recommendations.

In response to a question by Representative Pollert, Mr. Paul Welk, State Auditor's office, said the Office of Management and Budget encourages agencies to use purchasing cards. He said the state receives a rebate from fees paid by vendors each time a purchasing card is used. In addition, he said, the use of purchasing cards results in reduced costs to the state in areas such as check processing and postage.

Mr. Nagel presented the audit report for the Indian Affairs Commission for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report does not include any findings or recommendations.

Mr. Nagel presented the audit report for the Mill and Elevator Association for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Nagel presented the audit report for the North Dakota Lottery for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report does not include any findings or recommendations.

Mr. Nagel presented the audit report for the Protection and Advocacy Project for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report does not include any findings or recommendations.

Mr. Nagel presented the audit report for the Secretary of State for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report does not include any findings or recommendations.

Mr. Nagel presented the audit report for the Department of Veterans' Affairs for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report identifies one finding of noncompliance with legislative intent relating to proper recording and deposit of revenues and receipts and one prior recommendation not implemented relating to loans receivable balances.

Mr. Smith presented the statewide single audit report for the years ended June 30, 2010 and 2009. He said the statewide single audit is the state's audit of all federal funds received by state agencies and institutions during fiscal years 2008 and 2007. He said the report identifies 48 internal control and compliance findings and questioned costs.

Mr. Don LaFleur, Audit Manager, State Auditor's office, presented the Information Technology Department information system audit on general controls for the year ended June 30, 2010. He said the report identified two findings relating to lack of a formal security plan and lack of a formal risk assessment framework.

Chairman Ruby called on Mr. John Mongeon, Brady, Martz & Associates PC, Certified Public Accountants, who presented the audit report for the Bank of North Dakota for the years ended December 31, 2010 and 2009. Mr. Mongeon reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Mongeon presented the audit report for the agriculture partnership in assisting community expansion (PACE) fund for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Mongeon presented the audit report for the PACE fund for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Mongeon presented the audit report for the beginning farmer revolving loan fund for the years ended December 31, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Mongeon presented the audit report for the community water facility loan fund for the years ended December 31, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and

said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Mongeon presented the audit report for the developmentally disabled facility loan program for the years ended December 31, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Mongeon presented the audit report for the guaranteed student loan program for the years ended September 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and identifies one finding and questioned cost for federal awards programs.

Mr. Mongeon presented the audit report for the Public Finance Authority for the years ended December 31, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and identifies one internal control finding relating to segregation of duties.

Mr. Mongeon presented the audit report for the Public Employees Retirement System (PERS) for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Mongeon said the actuary for PERS has determined that the fund's unfunded actuarial accrued liability is approximately \$586 million and \$284 million as of June 30, 2010 and 2009, respectively. He said the actuary for the Highway Patrolmen's retirement system has determined the fund's unfunded actuarial accrued liability is approximately \$7 million as of June 30, 2010 and 2009. He said the actuary has determined that the current statutory contribution rates are insufficient to meet the actuarially determined requirements based on the current assumptions.

Mr. Mongeon presented the audit report for the student loan trust fund for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Mongeon presented the audit report for Workforce Safety and Insurance for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Mongeon presented the audit report for the North Dakota Building Authority for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Chairman Ruby called on Mr. Josh Wiens, Eide Bailly LLP, Certified Public Accountants, who

presented the audit report for the North Dakota Development Fund, Inc., for the years ended June 30, 2010 and 2009. Mr. Wiens reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Wiens presented the audit report for the Board of University and School Lands for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and identifies one internal control finding relating to royalty revenues and receivables controls.

Mr. Wiens presented the audit report for the Housing Finance Agency for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Wiens presented the audit report for Job Service North Dakota for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and identifies two internal control findings relating to information technology user rights and proper documentation of eligibility.

Mr. Wiens presented the audit report for the State Fair Association for the years ended September 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and identifies two internal control findings relating to segregation of duties and preparation of financial statements.

Mr. Wiens presented the audit report for the Retirement and Investment Office for the years ended June 30, 2010 and 2009. He reviewed the auditor's responses to the committee guidelines and said the report contains an unqualified opinion and does not include any findings or recommendations.

Mr. Wiens said the actuary for the Teachers' Fund for Retirement has determined that the fund's unfunded actuarial accrued liability is approximately \$796 million and \$546 million as of June 30, 2010 and 2009, respectively. He said the actuary has determined that the current statutory contribution rates are insufficient to meet the actuarially determined requirements based on the current assumptions.

Chairman Ruby called on Mr. Tim Porter, Chief Financial Officer, Bank of North Dakota, to present the audit report for College SAVE for the years ended December 31, 2010 and 2009. Mr. Porter said the Bank of North Dakota acts as trustee for the College SAVE plan; Upromise Investments, Inc., is the plan manager; and the Vanguard Group, Inc., is the investment manager. He said the College SAVE audit was conducted by Thomas & Thomas LLP, Certified Public Accountants. He said the audit report contains an unqualified opinion and does not include any findings or recommendations.

## **COMMITTEE DISCUSSION AND STAFF DIRECTIVES**

It was moved by Representative Maragos, seconded by Senator Christmann, and carried on a roll call vote that pursuant to Section 54-35-02.2 the committee accept the following reports presented to the committee:

1. **Wildlife Services performance audit followup (October 6, 2010).**
2. **University of North Dakota School of Medicine and Health Sciences performance audit followup (November 15, 2010).**
3. **Department of Commerce performance audit followup (December 22, 2010).**
4. **North Dakota University System annual financial report (June 30, 2008).**
5. **North Dakota Comprehensive Annual Financial Report (June 30, 2007).**
6. **Adjutant General (June 30, 2010 and 2009).**
7. **Attorney General (June 30, 2010 and 2009).**
8. **Game and Fish Department (June 30, 2010 and 2009).**
9. **Information Technology Department (June 30, 2010 and 2009).**
10. **Department of Financial Institutions (June 30, 2010 and 2009).**
11. **Indian Affairs Commission (June 30, 2010 and 2009).**
12. **Mill and Elevator Association (June 30, 2010 and 2009).**
13. **North Dakota Lottery (June 30, 2010 and 2009).**
14. **Protection and Advocacy Project (June 30, 2010 and 2009).**
15. **Secretary of State (June 30, 2010 and 2009).**
16. **Department of Veterans' Affairs (June 30, 2010 and 2009).**
17. **Statewide single audit (June 30, 2010 and 2009).**
18. **Information Technology Department general controls (June 30, 2010).**
19. **Bank of North Dakota (December 31, 2010 and 2009).**
20. **Agriculture PACE fund (June 30, 2010 and 2009).**
21. **PACE fund (June 30, 2010 and 2009).**
22. **Beginning farmer revolving loan fund (December 31, 2010 and 2009).**
23. **Community water facility loan fund (December 31, 2010 and 2009).**
24. **Developmentally disabled facility loan program (December 31, 2010 and 2009).**
25. **Guaranteed student loan program (September 30, 2010 and 2009).**
26. **Public Finance Authority (December 31, 2010 and 2009).**
27. **Public Employees Retirement System (June 30, 2010 and 2009).**
28. **Student loan trust (June 30, 2010 and 2009).**

29. Workforce Safety and Insurance (June 30, 2010 and 2009).
30. North Dakota Building Authority (June 30, 2010 and 2009).
31. North Dakota Development Fund, Inc. (June 30, 2010 and 2009).
32. Board of University and School Lands (June 30, 2010 and 2009).
33. Housing Finance Agency (June 30, 2010 and 2009).
34. Job Service North Dakota (June 30, 2010 and 2009).
35. State Fair Association (September 30, 2010 and 2009).
36. Retirement and Investment Office (June 30, 2010 and 2009).
37. College SAVE (December 31, 2010 and 2009).
38. Reports available but not selected for presentation:
  - a. Audiology and Speech-Language Pathology Examiners (June 30, 2010 and 2009).
  - b. Board of Medical Examiners (June 30, 2009 and 2008).
  - c. Board of Examiners for Nursing Home Administrators (June 30, 2010 and 2009).
  - d. State Board of Funeral Service (June 30, 2010 and 2009).
  - e. Board of Examiners for Hearing Instrument Dispensers (June 30, 2010, 2009, and 2008 and June 30, 2007 and 2006) (qualified opinion).
  - f. State Board of Cosmetology (June 30, 2010).
  - g. Board of Counselor Examiners (June 30, 2010 and 2009).
  - h. Education Standards and Practices Board (June 30, 2009).
  - i. Board of Massage (June 30, 2009 and 2008) (qualified opinion).
  - j. Board of Physical Therapy (June 30, 2010 and 2009).
  - k. Board of Veterinary Medical Examiners (June 30, 2010 and 2009).
  - l. Private Investigative and Security Board (December 31, 2010 and 2009).
  - m. State Board of Registration for Professional Soil Classifiers (June 30, 2010).
  - n. Board of Podiatry Examiners (December 31, 2009 and 2008).
  - o. Board of Public Accountancy (June 30, 2010).
  - p. Real Estate Commission (June 30, 2010).
  - q. State Board of Reflexology (June 30, 2010).
  - r. State Board of Pharmacy (June 30, 2010 and 2009).
  - s. State Board of Water Well Contractors (June 30, 2010 and 2009).
  - t. Securities Commission (June 30, 2010 and 2009).
  - u. Milk Marketing Board (June 30, 2010 and 2009).
  - v. Beef Commission (June 30, 2010 and 2009).
  - w. Dairy Promotion Commission (June 30, 2010 and 2009).
  - x. Dry Bean Council (June 30, 2010 and 2009).
  - y. North Dakota Board of Social Work Examiners (June 30, 2009 and 2008).
  - z. Dry Pea and Lentil Council (June 30, 2010 and 2009).
  - aa. Oilseed Council (June 30, 2010 and 2009).
  - bb. Wheat Commission (June 30, 2010 and 2009).
  - cc. State Seed Department (June 30, 2010 and 2009).

Representatives Ruby, Anderson, Kempenich, Kreidt, Maragos, Monson, Pollert, Skarphol, and Wrangham and Senators Christmann, Heckaman, and Klein voted "aye." No negative votes were cast.

Chairman Ruby said the committee will be notified of the next meeting date.

No further business appearing, Chairman Ruby adjourned the meeting at 4:30 p.m.

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Becky Keller  
Senior Fiscal Analyst

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Allen H. Knudson  
Legislative Budget Analyst and Auditor

ATTACH:2