

LEGISLATIVE AUDIT AND FISCAL REVIEW COMMITTEE

The Legislative Audit and Fiscal Review Committee is a statutorily created committee of the Legislative Management. Pursuant to North Dakota Century Code Section 54-35-02.1, the committee is created as a division of the Budget Section and its members are appointed by the Legislative Management. The committee's purposes are to:

- Study and review the state's financial transactions to assure the collection of state revenues and the expenditure of state money is in compliance with law, legislative intent, and sound financial practices.
- Provide the Legislative Assembly with objective information on revenue collections and expenditures to improve the fiscal structure and transactions of the state.

Pursuant to Section 54-35-02.2, the committee is charged with studying and reviewing audit reports submitted by the State Auditor. The committee is authorized to make such audits, examinations, or studies of the fiscal transactions or governmental operations of state departments, agencies, or institutions as it may deem necessary.

Committee members were Senators Jerry Klein (Chairman), Judy Lee, and David O'Connell and 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, and Robert J. Skarphol.

During the 2015-16 interim, the State Auditor's office and independent accounting firms presented 7 performance audit and evaluation reports and 115 financial or information technology application audit reports. During the 2015 regular legislative session, the committee received one additional performance audit and evaluation report. An additional 57 audit reports were filed with the committee, but were not formally presented. The committee's policy is to hear only audit reports relating to major agencies and audit reports containing major recommendations. However, other audit reports are presented at the request of any committee member. At the end of this report is a listing of the audit reports accepted by the committee.

The committee was assigned the following duties and responsibilities for the 2015-16 interim:

1. Receive the annual audit report for the State Fair Association (Section 4-02.1-18).
2. Receive a report from the State Board of Higher Education on the operations of Dickinson State University (Section 40 of 2015 House Bill No. 1003. The Legislative Management assigned this responsibility to the committee).
3. Receive the annual audit report from any corporation or limited partnership that produces agricultural ethyl alcohol or methanol in this state and which receives a production subsidy from the state (Sections 10-19.1-152 and 45-10.2-115).
4. Receive annual reports on the writeoffs of accounts receivable at the Department of Human Services and Life Skills and Transition Center (Sections 50-06.3-08 and 25-04-17).
5. Receive the annual audited financial statements and economic impact reports from the North Dakota low-risk incentive fund. (Section 26.1-50-05 provides for the financial statements and the report to be submitted to the Legislative Council. The Legislative Management assigned this responsibility to the committee).
6. Receive an electronic copy of the audit report from the North Dakota Stockmen's Association at least once every 2 years (Section 4.1-72-08 provides for the financial statements and the report to be submitted to the Legislative Council. The Legislative Management assigned this responsibility to the committee).
7. Receive the performance audit report of Job Service North Dakota upon the request of the committee (Section 52-02-18).
8. Determine necessary performance audits (Section 54-10-01(4) provides the State Auditor is to perform or provide for performance audits of state agencies, or the agencies' blended component units or discreetly presented component units, as determined necessary by the State Auditor or the committee, and provides for the committee to approve the State Auditor's hiring of a consultant to assist with conducting a performance audit).
9. Determine the frequency of audits or reviews of state agencies (Section 54-10-01(2)).
10. Determine when the State Auditor is to perform audits of political subdivisions (Section 54-10-13).
11. Direct the State Auditor to audit or review the financial records and accounts of any political subdivision (Section 54-10-15).
12. Study and review audit reports submitted by the State Auditor (Section 54-35-02.2).

GUIDELINES FOR AUDITS OF STATE AGENCIES

The committee received information on and reviewed guidelines developed by prior Legislative Audit and Fiscal Review Committees relating to state agency and institution audits performed by the State Auditor's office and independent certified public accountants. For audit periods covering fiscal years since June 30, 2006, auditors of state agencies and institutions are requested to address the following six audit questions:

1. What type of opinion was issued on the financial statements?
2. Was there compliance with statutes, laws, rules, and regulations under which the agency was created and is functioning?
3. Was internal control adequate and functioning effectively?
4. Were there any indications of lack of efficiency in financial operations and management of the agency?
5. Has action been taken on findings and recommendations included in prior audit reports?
6. Was a management letter issued? If so, provide a summary, including any recommendations and the management responses.

In addition, auditors are asked to communicate to the committee eight issues which identify:

1. Significant changes in accounting policies, any management conflicts of interest, any contingent liabilities, or any significant unusual transactions.
2. Significant accounting estimates, the process used by management to formulate the accounting estimates, and the basis for the auditors' conclusions regarding the reasonableness of those estimates.
3. Significant audit adjustments.
4. Disagreements with management, whether resolved to the auditors' satisfaction, relating to a financial accounting, reporting, or auditing matter that could be significant to the financial statements.
5. Serious difficulties encountered in performing the audit.
6. Major issues discussed with management prior to retention.
7. Management consultations with other accountants about auditing and accounting matters.
8. High-risk information technology systems critical to operations based on the auditors' overall assessment of the importance of the system to the agency and its mission, or whether any exceptions identified in the six audit report questions to be addressed by auditors are directly related to the operations of an information technology system.

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Section 54-10-01 requires the State Auditor to provide for the audit of the state's general purpose financial statements and to conduct a review of the material included in the *State of North Dakota Comprehensive Annual Financial Report*. The *State of North Dakota Comprehensive Annual Financial Report* contains the audited financial statements for state agencies and institutions. An unmodified opinion was issued on the financial statements. The committee received and accepted the *State of North Dakota Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2014*, and the *State of North Dakota Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2015*.

NORTH DAKOTA UNIVERSITY SYSTEM ANNUAL FINANCIAL REPORT

The committee received the North Dakota University System's annual financial report for the fiscal year ended June 30, 2014. An unqualified opinion was issued on the financial statements. As of June 30, 2014, the University System had total assets of \$1.567 billion and total liabilities of \$448 million, resulting in total net assets of \$1.12 billion. The total net assets increased \$78 million during fiscal year 2014. The annual degree credit headcount enrollment for the fall 2013 semester was 48,015, a decrease of 188 from the previous fall enrollment of 48,203.

The committee received the University System's annual financial report for the fiscal year ended June 30, 2015. An unqualified opinion was issued on the financial statements. As of June 30, 2015, the University System had total assets of \$1.775 billion and total liabilities of \$550 million, resulting in total net assets of \$1.225 billion. The total net assets increased \$163.3 million during fiscal year 2015. The annual degree credit headcount enrollment for the fall 2014 semester was 47,660, a decrease of 355 from the previous fall enrollment of 48,015.

PERFORMANCE AUDITS AND EVALUATIONS

University System Institutions - Use of Tuition Waivers and Student Stipends

The committee received the performance audit report of the University System institutions use of tuition waivers and student stipends. The performance audit was conducted by the State Auditor's office pursuant to authority within Chapter 54-10. The objectives of the audit were to provide:

- The number and amount of waivers or discounts granted at each institution due to statutory requirements.
- The number and amount of waivers or discounts granted at each institution due to reciprocity agreements with other states.
- The number and amount of waivers or discounts granted at each institution to graduate students.
- The average amount of tuition waived or discounted for each student receiving a waiver or waivers, including the average percentage of total tuition waivers compared to gross tuition charges for the students by institution.
- The number and amount of waivers granted at the University of North Dakota School of Medicine and Health Sciences.
- The number and amount of stipends or other payments awarded at each institution to graduate students, including the source of funds.
- The number of students that received both a waiver or discount and a stipend or other payment at each institution.
- The number of internships at each institution and those paid or subsidized by state internship programs.
- The number of Dickinson State University employees terminated during the 2009-11 biennium and the number of those employees that have been rehired.
- Recommendations for improving accountability for the awarding of tuition waivers and student stipends.
- Recommendations for improvements to the information included in student unit records and to the use of the information.
- The number and amount of waivers or discounts for resident students, nonresident students, and international students.

The audit period for which information was reviewed was the 2010-11 through 2013-14 academic years.

The committee learned a major finding of the audit was that improvements were needed for tuition discounts, waivers, and student stipends to increase uniformity and establish accountability among the institutions. The State Auditor's office established definitions for purposes of the audit because of inconsistent terminology used among the various institutions. Discount was defined as a reduction in the tuition rate prior to the charge being applied to a student's account. Waiver was defined as a reduction in the tuition charged after being applied to a student's account and no money is received or transferred. Stipend was defined as a payment made to a graduate student for work performed in the field of study. Internship was defined as any practical or work experience related to the program for which a student may receive academic credit and which is outside of the normal classroom setting. The committee learned, for the 2010-11 through 2013-14 academic years, University System institutions granted approximately \$420 million of discounts and \$130 million of tuition waivers. Discounts were available to individuals from 20 other states and 2 Canadian provinces. Tuition waivers granted were equivalent to 12 percent of the total tuition charged.

The performance audit recommended the State Board of Higher Education:

1. Establish common definitions within the University System for discounts, waivers, and stipends and review coding of discounts, waivers, and stipends.
2. Require institutions to establish policies and procedures for institutional tuition waivers, which should include eligibility, application process, selection criteria, awarding process, and monitoring.
3. Ensure all criteria are clearly defined for tuition waivers established in board policy.
4. Establish a waiver policy for institution employee spouse or dependents and University System personnel.
5. Establish policies for cultural diversity, international, graduate, and other common institutional tuition waiver types.
6. Establish limits on the amount of tuition waivers institutions can award.
7. Identify and define the relevant student information required and expected for reporting purposes.

8. Provide authority to an individual to identify the necessary student data to be obtained, which includes:

Authorizing the individual to establish standards related to consistent student data entry for the entire University System.

Requiring all institutions to follow the established standards.

9. Adequately monitor institutions for compliance with policies, procedures, and standards.

10. Define internship for the entire University System and require a reporting method to readily identify internships at institutions.

The committee accepted the performance audit of the University System institutions use of tuition waivers and student stipends.

University System Improvements to the Use of Waivers and Student Stipends at University System Institutions

The committee received a report from a representative of the University System regarding its progress toward addressing audit findings and recommendations from the performance audit report on the use of waivers and student stipends at University System institutions. The committee learned the State Board of Higher Education has recommended the University System implement the recommendations provided in the audit report as outlined. The committee also learned the University System hired a project manager to address the audit findings and recommendations, including data inconsistency issues at institutions and entities under its control, and to assist with developing policies and procedures that will correct inconsistencies across campuses.

Department of Trust Lands - Energy Infrastructure and Impact Office

The committee received the performance audit report of the Department of Trust Lands Energy Infrastructure and Impact Office. The performance audit was conducted by the State Auditor's office pursuant to authority within Chapter 54-10. The objective of the audit was to determine if the Energy Infrastructure and Impact Office effectively administers its grants, including distributions of funds and compliance with legislative intent. The audit period for which information was reviewed was January 2010 through April 2012.

Article IX of the Constitution of North Dakota created the Board of University and School Lands. The members of the board include the Superintendent of Public Instruction, Governor, Attorney General, Secretary of State, and State Treasurer. The board has the authority to award and distribute energy infrastructure and impact grants from moneys deposited in the oil and gas impact grant fund pursuant to Section 15-01-02(6). In addition, the board is allowed to create an advisory committee to assist with making grant award determinations. Grants awarded annually may not exceed 60 percent of the biennial appropriation for energy infrastructure and impact grants. The Department of Trust Lands serves as the administrative agency for the board. The Energy Infrastructure and Impact Office was created in 1979 as a division within the Department of Trust Lands pursuant to Section 57-62-04. The Director of the Energy Infrastructure and Impact Office is appointed by the board, and the powers and duties of the office include:

- Developing a plan for assistance through financial grants for services facilities to counties, cities, school districts, and other political subdivisions in coal development and oil and gas development impact areas;
- Establishing procedures and providing proper forms to political subdivisions for use in making applications for impact assistance;
- Receiving and reviewing applications for impact assistance;
- Making recommendations to the Board of University and School Lands for grants to political subdivisions in oil and gas development impact areas based on identified needs and other sources of revenue available to the political subdivision; and
- Making disbursements for grants awarded by the Board of University and School Lands.

The committee learned the statutory mission of the Energy Infrastructure and Impact Office is to assist local political subdivisions in response to the needs directly as a result of actual or anticipated extraordinary expenditures caused by energy development and its associated growth. Programs include a grant program for oil- and gas-impacted political subdivisions and a low-interest loan program for coal-impacted political subdivisions. The Board of University and School Lands approved approximately \$124 million of impact grants for the 2011-13 biennium and \$240 million for the 2013-15 biennium. Grants approved by the board were provided to address infrastructure and to provide permanent housing and public safety improvements. In addition, some grants were provided for rural transportation, critical education construction, and safety projects.

The committee learned a major finding of the audit was that aspects of grant administration functions were operating ineffectively.

The performance audit recommended the Department of Trust Lands Energy Infrastructure and Impact Office:

1. Establish procedures for political subdivisions to use in making applications for energy infrastructure and impact grant funds set aside for emergencies and contingencies, and ensure the procedures are effectively communicated.
2. Ensure the application screening process for energy infrastructure and impact grants is transparent and provides for fair and equitable treatment of all applications, including establishing a grant application screening process to identify completed applications meeting the eligibility requirements, scoring only completed applications meeting the eligibility requirements, re-evaluating the grant application scoring criteria to ensure criteria are reasonable, providing a method for awarding priority points, separating compound criteria, defining the point scale to be used for scoring, and ensuring the screening process is documented.
3. Ensure recommendations of energy infrastructure and impact grants to the Board of University and School Lands comply with eligibility requirements.
4. Ensure all eligible applications for a grant round are given consideration before making recommendations to the Board of University and School Lands.
5. Ensure projects recommended to the Board of University and School Lands are achievable at the proposed funding levels.
6. Ensure the needs of entities provided priority in law are adequately addressed before consideration is given to other eligible political subdivisions.
7. Include contingencies in the recommendations made to the Board of University and School Lands when grant application project costs for larger projects are based on estimates rather than actual bids.
8. Ensure energy infrastructure and impact grants awarded annually do not exceed the state law maximum.
9. Request the Board of University and School Lands pass a motion outlining the authority granted to the Department of Trust Lands related to scope changes of Board of University and School Lands awards and ensure all required scope changes are submitted to the Board of University and School Lands for approval.
10. Ensure grant payments are limited to the reimbursement of expenditures for projects outlined in the grant application and local match requirements and special conditions of the grant award are met, requests for reimbursement are adequately supported, and expenditures claimed for reimbursement are not reimbursed twice.
11. Obtain status updates for grants with outstanding balances in a more cost-effective manner by requiring status reports or telephone discussions, conduct site visits for grant awards based on risk of political subdivision or project, and ensure site visit documentation clearly identifies the grant award being monitored and the status of the project relating to the intent of the grant application.
12. Obtain a legal interpretation of 2013 Session Laws, Chapter 471, § 9, relating to distributions to counties experiencing new oil- and gas-development activities to determine if other counties were eligible for a distribution, and the county that was provided a distribution was eligible.
13. Ensure advisory committees assisting the Board of University and School Lands with grant determinations comply with open meeting laws.

The committee accepted the performance audit of the Department of Trust Lands Energy Infrastructure and Impact Office.

Department of Trust Lands - Trust Assets and Department Resources

The committee received the performance audit report of the Department of Trust Lands trust assets and department resources. The performance audit was conducted by the State Auditor's office pursuant to authority within Chapter 54-10. The objective of the audit was to determine if the department is obtaining, accounting for, and using resources efficiently and effectively, including the administration of the state's mineral interests and lease auctions; grazing and agriculture leases, rights-of-way, and site reclamation; management of assets in trust funds and distributions from trust funds; and mineral royalty collections, mineral-related payments, surface rents, and nonproducing leases. The audit period for which information was reviewed was July 1, 2011, through June 30, 2015.

In 1889 Congress passed the Enabling Act, which provided land grants to the state of North Dakota for the support of the common schools, colleges, universities, the State Capitol, and other public institutions. Section 10 of the Act granted land sections 16 and 36 in every township to the state for the support of common schools. The total land grant for common schools included 2.5 million acres. Sections 12, 14, 16, and 17 of the Act granted land to the state for the support of colleges, universities, the State Capitol, and other public institutions. The total land grant for colleges, universities, the State Capitol, and other public institutions included 668,000 acres. Approximately 80 percent of the land granted to the state has been sold since 1889. The state reserved no mineral rights for land sold prior to 1939, 5 percent of the mineral rights for land sold between 1939 and 1941, 50 percent of the mineral rights for land sold between 1941 and 1960, and reserved all mineral rights for land sold after 1960.

Article IX of the Constitution of North Dakota created the Board of University and School Lands to control the assets. The members of the board include the Superintendent of Public Instruction, Governor, Attorney General, Secretary of State, and State Treasurer. Pursuant to Section 15-01-02(6), the board is authorized with:

1. Full control of the selection, appraisal, rental, sale, disposal, and management of:

Lands donated or granted by or received from the United States or from any other source for the support and maintenance of the common schools.

All lands which fall to the state by escheat.

All lands donated or granted by or received from the United States or from any other source for the maintenance of the educational, penal, or charitable institutions.

All lands acquired by the state through the investment of the permanent school funds of the state as the result of mortgage foreclosure or otherwise.

2. Full control of the investment of the permanent funds derived from the sale of any of the lands described in item 1.
3. Full control of such percent of the proceeds of any sale of public lands as may be granted to the state by the United States on such sale.
4. Full control of the proceeds of any property that fall to the state by escheat and of the proceeds of all gifts and donations to the state for the support or maintenance of the common schools, and of all other property otherwise acquired by the state for the maintenance of the common schools. Any gift to the state not specifically appropriated to any other purpose must be considered as a gift for the support and maintenance of the common schools.
5. Authority to expend moneys for the purpose of making refunds in cases in which an error has been made by the board, or a person dealing with the board, with regard to any of the lands, minerals, funds, proceeds, or any other kind of property managed by the board. Money expended to make refunds must come from the same fund or account into which the money to be refunded was originally placed.

The Department of Trust Lands serves as the administrative agency for the board. The department manages approximately 656,000 surface acres of the original land grants and 51,000 surface acres of land acquired through foreclosure and other means. In addition, the department manages mineral rights for 2.6 million acres of land. The department holds public auctions for tracts of land and enters into leases for the use of surface land or for rights to mineral development. Surface lands are leased through public auctions for uses including grazing, agriculture, right-of-ways, saltwater disposal wells, and gravel mining. Mineral rights are leased through public auctions for uses including extraction and production of oil, gas, coal, and other minerals. Each tract of land is assigned to a trust. Each tract of land being leased generates income for that trust. The department manages trusts and tracts of land for various beneficiaries. The 13 permanent educational trust funds established to provide ongoing funding for education include common schools (K-12 public education), Ellendale State College, Mayville State University, North Dakota State College of Science, North Dakota State University, North Dakota Vision Services - School for the Blind, School for the Deaf, School of Mines, State Hospital, University of North Dakota, Valley City State University, Veterans' Home, and the North Dakota Youth Correctional Center. The seven beneficiaries of the Ellendale State College trust fund include Dakota College at Bottineau, Dickinson State University, Minot State University, North Dakota State College of Science, School for the Blind, State Hospital, and the Veterans' Home. In addition, the department manages trust funds for the state or other beneficiaries pursuant to state law, including the Capitol building fund, coal development trust fund, Indian cultural education trust, and strategic investment and improvements fund.

Four areas of trust assets and department resources were audited, including surface and mineral areas, financial areas, human resource areas, and additional areas needing improvement. The committee learned major findings of the audit were that the department was not obtaining, accounting for, and using certain resources efficiently and effectively, and the department was not assigning land tracts to the correct trust.

The performance audit recommended the Department of Trust Lands:

1. Ensure tracts of land managed by the department are assigned to the correct trust and obtain guidance from legal counsel on correcting net assets and past distributions for trusts incorrectly assigned to tracts.
2. Conduct a formal review of oil and gas royalty payments to ensure amounts received were based on the correct decimal interest, and establish a periodic review to ensure operators are using the correct decimal interest.
3. Ensure oil and gas royalty payments are correctly allocated to the proper trusts, and obtain guidance from legal counsel on correcting net assets and past distributions for royalty payment allocation errors.
4. Ensure information submitted with oil and gas royalty payments is consistently obtained in an electronic format and includes all necessary information to adequately monitor payment amounts, and conduct audits of oil and gas operators submitting royalty payments to the department.
5. Establish an interest rate to be assessed on late oil and gas royalty payments, and a policy identifying the circumstances under which interest will be assessed.
6. Ensure penalties are consistently assessed on late oil and gas royalty payments and that calculations are accurate.
7. Monitor changes made to information in the minerals database to ensure changes are appropriate and adequately documented, and ensure lease agreements are appropriately updated when changes occur.
8. Ensure the minimum opening bids for pastureland result in a "fair market" return.
9. Analyze the use of additional online auctions, including costs associated with online versus live auctions, and use the auction process determined to be more beneficial to the trusts.
10. Ensure agreements are entered into and information is obtained for inspections not conducted by the department on state-owned tracts, and appropriate action is taken when violations or other concerns are identified on surface tracts.
11. Comply with Century Code requirements relating to classifying all land owned by the state or its instrumentalities according to its highest and best use, or take appropriate action to modify the requirement of classifying all land owned by the state or its instrumentalities.
12. Ensure fiduciary responsibilities are fulfilled, ensure public funds are used in an appropriate manner, and enhance the organizational culture of accountability.
13. Ensure compliance with state procurement laws, rules, and policies.
14. Ensure payments for services are made pursuant to a written contract or agreement, perform a risk analysis for all contracts and agreements to ensure appropriate insurance provisions are included, include applicable terms and conditions within contracts and agreements as recommended by the Attorney General's office, and ensure appropriate reviews are performed by legal counsel.
15. Ensure direct costs are applied to the appropriate trust, program, and activity, and ensure nondirect costs are allocated in an appropriate manner to trusts, programs, and activities.
16. Conduct a formal fraud risk assessment as required by Office of Management and Budget policy.
17. Avoid actions resulting in or creating the appearance of losing independence or impartiality, and actions that create an adverse effect on the integrity of the Board of University and School Lands or department.
18. Ensure individuals hired into classified, nontemporary positions meet the minimum qualifications for the job class as required by North Dakota Administrative Code.
19. Follow Human Resource Management Services' hiring process best practices and provide proper training to employees involved in the hiring process.
20. Comply with veterans' preference hiring requirements pursuant to Century Code.
21. Comply with legislative intent for use of authorized full-time equivalent positions.
22. Comply with salary administration requirements pursuant to Administrative Code.
23. Comply with Session Laws requirements related to general legislative salary increases and Administrative Code requirements related to annual employee performance evaluations.
24. Establish an effective process for evaluating employees' performance.

25. Ensure appropriate information technology systems exist, user manuals are established, and systems are used to the fullest extent possible.
26. Establish formal policies and procedures, use a standardized format for policies and procedures, and review policies and procedures periodically to ensure information is current and relevant.
27. Ensure policies and procedures are available to all employees in a centralized location, and require all employees to periodically review department policies and procedures and signify acknowledgment in writing.
28. Perform ongoing monitoring of the design and operating effectiveness of the department's internal control procedures.
29. In conjunction with representatives of the State Historical Society, review records and identify permanently retained records and records with archival value, and transfer applicable records to State Archives.

The committee accepted the performance audit of the Department of Trust Lands trust assets and department resources.

Department of Trust Lands - Unclaimed Property

The committee received the performance audit report of the Department of Trust Lands unclaimed property function. The performance audit was conducted by the State Auditor's office pursuant to authority within Chapter 54-10. The objective of the audit was to determine if the Department of Trust Lands is effectively administering unclaimed property, including claims payments. The audit period reviewed was July 1, 2011, through June 30, 2015.

Unclaimed property is property held, issued, or owing in the ordinary course of a holder's business and has remained unclaimed by the owner for more than the established time frame for the type of property. Unclaimed property may include a check, unpaid wage, stock, an amount payable under the terms of an insurance policy, or contents of a safe deposit box. A holder may include a bank, insurance company, hospital, utility company, retailer, or local government. An owner is a person or entity with a legal or equitable interest in property subject to the unclaimed property law. Since 1975 it has been the responsibility of the Unclaimed Property Division of the Department of Trust Lands to assist individuals with identifying property presumed abandoned. The administrator of the division is responsible for the operations of unclaimed property. The division acts as custodian of the unclaimed property received from holders. The property is held in trust in perpetuity by the state. The 1981 Uniform Unclaimed Property Act, created by the national Uniform Law Commission, was adopted by the state in 1985. The Act directs unclaimed or abandoned funds to be turned over to the unclaimed property program after a predetermined period of inactivity or lost contact between a business and the rightful owner.

The following schedule provides information regarding the amounts that were collected in unclaimed property and amount paid in claims for the 2007-09 through 2013-15 bienniums.

	2007-09 Biennium	2009-11 Biennium	2011-13 Biennium	2013-15 Biennium
Collected	\$8.9 million	\$9.3 million	\$10.1 million	\$15.7 million
Claimed	\$3.6 million	\$3.3 million	\$4.0 million	\$4.9 million
Percentage of amount collected that was claimed	40.4%	35.5%	39.6%	31.2%

The committee learned a major finding of the audit was that aspects of the unclaimed property program were operating ineffectively.

The performance audit recommended the Department of Trust Lands:

1. Ensure complete and accurate resources are available to persons searching for unclaimed property.
2. Increase efforts to locate owners of unclaimed property, and ensure efforts to locate owners are done in a fair and consistent manner.
3. Monitor abandoned property reporting information from entities in the state and conduct audits of entities in the state to ensure abandoned property is appropriately turned over to the department.
4. Provide state entities proper guidance and training on unclaimed property requirements.
5. Eliminate language related to negative reporting for unclaimed property or take appropriate action to require negative reports and monitor compliance.
6. Comply with state law requirements and provide written consent to holders if property is to be submitted to the department prior to the property being presumed abandoned and ensure property is held until the proper time has passed for property to be presumed abandoned.

7. Ensure unclaimed property data is complete, accurate, and consistently entered.
8. Receipt and maintain a complete list of unclaimed property consistently and appropriately.
9. Ensure unclaimed tangible property received is accounted for timely and comply with requirements for publishing notice in the newspaper.
10. Enter owner information into the unclaimed property database when the holder provides adequate owner information regardless of the property value and take appropriate action to lower the aggregate reporting amount.
11. Adequately safeguard unclaimed property submitted to the department.
12. Adequately safeguard confidential and sensitive information obtained and maintained by the department.
13. Process claims for unclaimed property consistently and appropriately.
14. Eliminate the requirement that certain owners pay a fee to receive their unclaimed property, which has not been sold or liquidated by the department.
15. Comply with state law requirements related to unclaimed property in a state agency's name and ensure the Budget Section is provided a complete list of state agencies not submitting a claim for property after a year of being notified, not providing state agencies the "donation" option, and no longer publishing state agencies in the annual notice of property.
16. Conduct periodic sales of unclaimed property and dispose of property with minimal value.
17. Take appropriate action to establish holder, owner, and department requirements within Administrative Code for unclaimed property.
18. Ensure proper records management series and appropriate disposal of records are used for unclaimed property.
19. Ensure the unclaimed property program operates in an effective manner and the mission of the program is accomplished. If the department is unable to operate the unclaimed property program in this manner, the department should take appropriate action to attempt to remove the function from its responsibilities.

The committee accepted the performance audit of the Department of Trust Lands unclaimed property.

Department of Trust Lands Update

Later in the interim, the committee received an update from the Department of Trust Lands on the status of implementing the performance audit recommendations. The committee learned the department has developed a tool to record and review its progress in addressing audit findings. The committee learned the department has implemented many of the recommendations. The committee learned the department has also hired a consultant to assist with other process and system improvements.

Medicaid Provider and Recipient Fraud and Abuse Performance Audit Followup

The committee received the followup report to the Medicaid performance audit. The original performance audit was presented to the committee in October 2010. The audit was conducted to determine if the Department of Human Services adequately identifies and pursues Medicaid provider and recipient fraud. The followup report indicated 8 of the original recommendations have been fully implemented, 11 recommendations have been partially implemented, and 2 recommendations have not been implemented. The two recommendations not implemented relate to the Surveillance and Utilization Review System Unit being organized outside the control of other Medicaid operations and requesting a new Medicaid Fraud Control Unit waiver from the federal government. The committee learned the department is waiting for information from the United States Department of Health and Human Services Office of Inspector General regarding the ability of the state to continue to operate under conditions that exempt the state from needing a Medicaid Fraud Control Unit. The committee learned the Medicaid management information system "go-live" date was in October 2015. The committee accepted the followup report of the Medicaid performance audit.

Dickinson State University Performance Audit Followup

The committee received the followup report to the Dickinson State University performance audit. The original performance audit was presented to the committee in March 2012. The audit was conducted to determine if Dickinson State University has established an adequate system for monitoring operations. The followup report indicated 19 of the original recommendations have been fully implemented, 11 recommendations have been partially implemented, and 1 recommendation had not been implemented relating to improvements in the procurement of services. The committee learned two of the original recommendations are no longer applicable relating to awarding Roughrider scholarships and improving international recruiting agent agreements. The committee accepted the followup report of the Dickinson State University performance audit.

State Department of Health State-Supplied Vaccines Performance Audit Followup

The committee received the followup report to the State Department of Health state-supplied vaccines performance audit. The original performance audit was presented to the committee in March 2012. Free vaccines are made available to providers through the federal vaccines for children program or the federal Section 317 vaccine program. The vaccines for children program is intended to provide vaccines to a child who is 18 years old or younger and is an American Indian or Alaska Native eligible or enrolled in Medicaid, has no health insurance, or is underinsured. The Section 317 vaccine program is intended to provide vaccines to underinsured children and adolescents that are not served by the vaccines for children program and uninsured and underinsured adults. For a provider to receive free vaccines, the provider must enroll annually with the State Department of Health's prevention partnership program. Providers must agree to 13 conditions listed on the enrollment form. The audit was conducted to determine if state-supplied vaccines were used in compliance with agreed upon terms and conditions by the provider. The followup report indicated that all five recommendations have been fully implemented. The committee accepted the followup report of the State Department of Health performance audit.

State Water Commission - Water Appropriation Division Regulation of Industrial Water Use Performance Audit Followup

The committee received the followup audit report to the State Water Commission's Water Appropriation Division and industrial use permits performance audit. The original performance audits were presented to the committee in January 2013 relating to the Water Appropriation Division, and in July 2013 relating to the permitting process. The Water Appropriation Division is a component of the State Engineer's office with designated responsibilities, including administering and processing water rights, adjudicating and evaluating water rights, monitoring water resources, disseminating water resource information, developing community water supplies, conducting water resource research, and identifying and evaluating potential water supplies for economic development. The water permitting process is a complex science-based process, and many of the state's groundwater aquifers are at advanced stages of development. The decision on pending water permit applications from aquifers can take 10 to 15 years of monitoring the aquifer's water-level response to pumping, water use monitoring, and climate data monitoring. The audit was conducted to help address performance gaps relating to industrial water use monitoring and reporting policies and procedures for calendar years 2010, 2011, and January through June 2012, and permitting policies and procedures. The followup report indicated 23 of the original recommendations have been fully implemented and 3 recommendations have been partially implemented. The committee accepted the followup report of the State Water Commission's Water Appropriation Division and industrial use permits performance audit.

INFORMATION TECHNOLOGY AUDITS

University System's Technology Security Audit and Vulnerability Assessment

The committee received the University System's technology security audit and vulnerability assessment report. The objective of the audit was to evaluate external and internal vulnerability assessments on the networks of the University System, including Bismarck State College, Dakota College at Bottineau, Dickinson State University, Lake Region State College, Mayville State University, Minot State University, North Dakota State College of Science, North Dakota State University, University of North Dakota, Valley City State University, Williston State College, and University System offices in Fargo, Bismarck, and Grand Forks. The period of the audit when information was reviewed was October 1 through October 31, 2014. The committee learned major findings of the audit and related recommendations related to unsupported operating systems, missing software patches or required upgrades, easily guessed or default credentials, unsupported web servers, well-known internal network assessment exploits, publicly accessible web applications, firewall and network address translations, cross-site scripting, clear text password, session token in uniform resource locator (URL), structured query language (SQL) injection, and serialized object in hypertext transfer protocol (HTTP) message. The committee learned most of the findings and recommendations have been addressed by the University System and many of the corrections were made onsite during the audit. The committee learned external security testing should be done on an annual basis. The committee learned the University System is reviewing and rewriting existing policies and adding new policies because existing policies were not current. The committee learned information technology security may be improved if the University System and the campuses consolidate operational security and seek common policies and procedures. The committee accepted the audit of the University System's technology security audit and vulnerability assessment.

North Dakota Information Technology Security Audit Vulnerability Assessment and Penetration Testing

The committee received the *2016 North Dakota Information Technology Security Audit Vulnerability Assessment and Penetration Testing Executive Report*. The audit reviewed six major project tasks, including external vulnerability assessment, internal vulnerability assessment, application vulnerability assessment, security infrastructure review, incident response review, and penetration testing. The period of the audit when information was reviewed was January 1 through March 31, 2016. The audit provided recommendations relating to enforcing a structured enterprise patch management program; providing additional training to staff; updating, finalizing, and enforcing policies and procedures;

reviewing and updating all encryption; and creating, following, and enforcing an effective continuous monitoring policy and procedures. The committee learned security of the network could be improved by providing the Information Technology Department with the authority to disconnect noncompliant systems from the network. The committee learned the department has identified multiple systems that the department does not control which are misconfigured or outdated. The committee accepted the audit of the *2016 North Dakota Information Technology Security Audit Vulnerability Assessment and Penetration Testing Executive Report*.

Information Technology Department Service Organization Audit

The committee received the Information Technology Department service organization audit report. The audit was conducted by the State Auditor's office pursuant to authority within Section 54-10-01. The objective of the audit was to evaluate the fairness of the presentation of department's description of controls. The audit period when information was reviewed was April 1 through October 1, 2014. The audit found that the department lacks a formal risk assessment framework and that it does not conduct a periodic review of enabled ports or services. The audit provided recommendations relating to developing a systematic risk assessment framework, completing a periodic review of all enabled services and ports to identify if they are still being used, updating current policies to define escorted access to department facilities, and completing an annual review of the Enterprise Architecture standards. The committee accepted the audit of the Information Technology Department service organization audit.

Judicial Branch Odyssey Case Management System Information System Audit Followup

The committee received the followup report for the judicial branch Odyssey Case Management System Information System audit. The Odyssey Case Management System serves as the primary court case repository for all North Dakota district courts, including several municipal courts. The system houses the case docket information, case documents, and case financial information. The original audit was conducted to determine if system security is designed to provide access based on demonstrated need to view, add, change, or delete data; data is consistent, valid, and complete; and whether the accounts receivable process is properly managed. The followup report indicated two of the original recommendations have been fully implemented, and one of the original recommendations relating to reconciliation procedures had not been implemented. The committee accepted the followup report of the judicial branch Odyssey Case Management System Information System audit.

ConnectND - Campus Solutions System Audit Followup

The committee received the followup report for the ConnectND's Campus Solutions system. The Campus Solutions system provides a comprehensive web-based solution for academic activities of students, faculty, and staff. The modules include campus community, admissions and recruitment, student records, student financial aid, and student financials. In addition, the University System has several ancillary systems that support other activities relating to the system, including an online admission application; recruiting and admission management; a room scheduling system; billing, credit card, and echeck processing; a student housing system; and parking registration and enforcement. The original audit was conducted to determine if the pay classification system is enforced and managed by ConnectND Human Capital Management; payroll withholdings and deductions are handled timely and accurately; leave balances are maintained correctly by the system; and security roles are designed to provide access based on a demonstrated need to view, add, change, or delete data. The followup report indicated a significant finding relating to a new security role that was improperly implemented. The committee accepted the followup report of the ConnectND's Campus Solutions audit.

OTHER REPORTS

Department of Human Services Accounts Receivable Writeoffs

Pursuant to Sections 25-04-17 and 50-06.3-08, the Department of Human Services is required to report to the committee regarding accounts receivable writeoffs at the State Hospital, Life Skills and Transition Center, and human service centers as of June 30 of each fiscal year. Accounts receivable writeoffs as of June 30, 2014, were \$6,004,587 at the State Hospital, \$35,896 at the Life Skills and Transition Center, and \$1,143,656 at the human service centers.

Accounts receivable writeoffs as of June 30, 2015, were \$11,858,326 at the State Hospital, \$112,462 at the Life Skills and Transition Center, and \$1,149,509 at the human service centers.

Accounts receivable writeoffs as of June 30, 2016, were \$5,624,255 at the State Hospital, \$12,634 at the Life Skills and Transition Center, and \$872,338 at the human service centers.

Electronic Viewing of Audit Reports

The committee discussed allowing audit reports to be presented and viewed electronically rather than on paper. The committee determined benefits of electronic reporting would include allowing members to view reports from their computer or an iPad and reducing the amount of paper the committee receives. The committee allowed selected audit reports to be presented in an electronic format.

OTHER INFORMATION

The committee received other information and reports relating to:

- Other state's nonresident tuition rates.
- The City of Lignite Fire Department water sales.
- North Dakota State University student enrollment increase projections.
- Dickinson State University plans to improve operations and financial stability.
- Examination report of the Bank of North Dakota from the Department of Financial Institutions.

AUDIT REPORTS ACCEPTED BY THE LEGISLATIVE AUDIT AND FISCAL REVIEW COMMITTEE DURING THE 2015-16 INTERIM

Agency	Audit Report Date	Meeting Date Accepted
Accountancy, State Board of	June 30, 2014 and 2013	August 13, 2015
Accountancy, State Board of	June 30, 2015 and 2014	January 14, 2016
Addiction Counseling Examiners, Board of	June 30, 2015 and 2014	October 13, 2016
Adjutant General	June 30, 2014 and 2013	August 13, 2015
Administrative Hearings, Office of	June 30, 2015 and 2014	October 13, 2016
Aeronautics Commission, North Dakota	June 30, 2015 and 2014	October 13, 2016
Ag PACE fund	June 30, 2014 and 2013	August 13, 2015
Ag PACE fund	June 30, 2015 and 2014	January 14, 2016
Agriculture, Department of	June 30, 2015 and 2014	October 13, 2016
Architecture and Landscape Architecture, State Board of	June 30, 2015 and 2014	January 14, 2016
Attorney General	June 30, 2014 and 2013	August 13, 2015
Bank of North Dakota	June 30, 2014	August 13, 2015
Bank of North Dakota	June 30, 2015	October 13, 2016
Barley Council, North Dakota	June 30, 2014 and 2013	August 13, 2015
Beef Commission, North Dakota	June 30, 2014 and 2013	August 13, 2015
Beef Commission, North Dakota	June 30, 2015 and 2014	January 14, 2016
Beginning farmer revolving loan fund	December 31, 2014 and 2013	August 13, 2015
Beginning farmer revolving loan fund	December 31, 2015 and 2014	April 21, 2016
Bismarck State College	June 30, 2015 and 2014	October 13, 2016
Building Authority, State	June 30, 2014 and 2013	August 13, 2015
Building Authority, State	June 30, 2015 and 2014	January 14, 2016
Building Authority, State	June 30, 2016 and 2015	October 13, 2016
Career and Technical Education, Department of	June 30, 2015 and 2014	October 13, 2016
Chiropractic Examiners, State Board of	December 31, 2014	August 13, 2015
Clinical Laboratory Practice, State Board of	June 30, 2013 and 2012	August 13, 2015
College SAVE (Bank of North Dakota)	December 31, 2014 and 2013	August 13, 2015
College SAVE (Bank of North Dakota)	December 31, 2015 and 2014	October 13, 2016
Commerce, Department of	June 30, 2015 and 2014	October 13, 2016
Commission on Legal Counsel for Indigents	June 30, 2015 and 2014	October 13, 2016
Community water facility loan fund	December 31, 2014 and 2013	August 13, 2015
Community water facility loan fund	December 31, 2015 and 2014	April 21, 2016
Corn Utilization Council, North Dakota	June 30, 2014 and 2013	January 14, 2016
Cosmetology, State Board of	June 30, 2014	August 13, 2015
Council on the Arts, North Dakota	June 30, 2015 and 2014	October 13, 2016
Dairy Promotion Commission, North Dakota	June 30, 2014 and 2013	August 13, 2015
Dakota College at Bottineau	June 30, 2015 and 2014	October 13, 2016
Dental Examiners, State Board of	June 30, 2013 and 2012	August 13, 2015
Development Fund, Inc.	June 30, 2014 and 2013	August 13, 2015
Development Fund, Inc.	June 30, 2015 and 2014	January 14, 2016
Dickinson State University	June 30, 2015 and 2014	October 13, 2016
Dickinson State University performance audit followup	November 6, 2014	August 13, 2015
Dietetic Practice, Board of	September 30, 2015 and 2014	October 13, 2016
Dry Bean Council, North Dakota	June 30, 2014 and 2013	August 13, 2015
Dry Pea and Lentil Council, North Dakota	June 30, 2014 and 2013	August 13, 2015
Education Standards and Practices Board	June 30, 2012	April 21, 2016
Education Standards and Practices Board	June 30, 2013	April 21, 2016
Education Standards and Practices Board	June 30, 2014	October 13, 2016
Education Standards and Practices Board	June 30, 2015	October 13, 2016
Ethanol Council, North Dakota	June 30, 2014 and 2013	August 13, 2015
Examiners for Hearing Instrument Dispensers, State Board of	June 30, 2010, 2009, and 2008	August 13, 2015

Agency	Audit Report Date	Meeting Date Accepted
Examiners for Nursing Home Administrators, State Board of	June 30, 2014 and 2013	August 13, 2015
Examiners on Audiology and Speech-Language Pathology, Board of	June 30, 2014 and 2013	October 13, 2016
Financial Institutions, Department of	June 30, 2014 and 2013	August 13, 2015
Firefighter's Association, North Dakota	December 31, 2015 and 2014	October 13, 2016
Funeral Service, State Board of	June 30, 2014 and 2013	August 13, 2015
Game and Fish Department	June 30, 2014 and 2013	August 13, 2015
Governor's office	June 30, 2015 and 2014	April 21, 2016
Guaranteed Student Loan Program, North Dakota	September 30, 2014 and 2013	August 13, 2015
Guaranteed Student Loan Program, North Dakota	September 30, 2015 and 2014	April 21, 2016
Health, State Department of	June 30, 2015 and 2014	October 13, 2016
Health, State Department of - State-supplied vaccines performance audit followup	May 19, 2016	October 13, 2016
Highway Patrol	June 30, 2014 and 2013	August 13, 2015
Historical Society, State	June 30, 2014 and 2013	August 13, 2015
Housing Finance Agency	June 30, 2014 and 2013	August 13, 2015
Housing Finance Agency	June 30, 2015 and 2014	January 14, 2016
Housing incentive fund	June 30, 2014 and 2013	August 13, 2015
Housing incentive fund	June 30, 2015 and 2014	January 14, 2016
Human Services, Department of	June 30, 2015 and 2014	October 13, 2016
Human Services, Department of - Medicaid performance audit followup	September 26, 2014	August 13, 2015
Indian Affairs Commission	June 30, 2014 and 2013	August 13, 2015
Industrial Commission	June 30, 2015 and 2014	October 13, 2016
Information Technology Department	June 30, 2014 and 2013	August 13, 2015
Information Technology Department service organization audit	April 1, 2014 to October 1, 2014	January 14, 2016
Information technology security audit, vulnerability assessment, and penetration testing	January 1, 2016 to March 31, 2016	October 13, 2016
Job Service North Dakota	June 30, 2014 and 2013	August 13, 2015
Job Service North Dakota	June 30, 2015 and 2014	January 14, 2016
Judicial branch	June 30, 2015 and 2014	October 13, 2016
Labor and Human Rights, Department of	June 30, 2015 and 2014	October 13, 2016
Lake Region State College	June 30, 2015 and 2014	October 13, 2016
Law Examiners, State Board of	June 30, 2015 and 2014	October 13, 2016
Legislative Assembly	June 30, 2015 and 2014	January 14, 2016
Legislative Council	June 30, 2015 and 2014	January 14, 2016
Lottery, North Dakota	June 30, 2014 and 2013	August 13, 2015
Lottery, North Dakota	June 30, 2015 and 2014	April 21, 2016
Management and Budget, Office of	June 30, 2015 and 2014	April 21, 2016
Massage, Board of	June 30, 2015 and 2014	January 14, 2016
Mayville State University	June 30, 2015 and 2014	October 13, 2016
Medical Examiners, State Board of	December 31, 2013 and 2012	August 13, 2015
Medical facility infrastructure loan program	June 30, 2014 and 2013	August 13, 2015
Medical facility infrastructure loan program	June 30, 2015 and 2014	January 14, 2016
Milk Marketing Board	June 30, 2014 and 2013	August 13, 2015
Mill and Elevator Association	June 30, 2014 and 2013	August 13, 2015
Mill and Elevator Association	June 30, 2015 and 2014	January 14, 2016
Minot State University	June 30, 2015 and 2014	October 13, 2016
North Dakota State University	June 30, 2015 and 2014	October 13, 2016
North Dakota University System Annual Financial Report	June 30, 2014	August 13, 2015
North Dakota University System Annual Financial Report	June 30, 2015	April 21, 2016
North Dakota University System office	June 30, 2014 and 2013	August 13, 2015
North Dakota University System technology security audit and vulnerability assessment	December 31, 2014	January 29, 2015
Nursing, State Board of	June 30, 2012	October 13, 2016
Nursing, State Board of	June 30, 2013	October 13, 2016
Nursing, State Board of	June 30, 2014	October 13, 2016
Nursing, State Board of	June 30, 2015	October 13, 2016
Occupational Therapy Practice, State Board of	June 30, 2013 and 2012	August 13, 2015
Oilseed Council, North Dakota	June 30, 2014 and 2013	August 13, 2015
Optometry, State Board of	June 30, 2015, 2014, and 2013	April 21, 2016
PACE fund	June 30, 2014 and 2013	August 13, 2015
PACE fund	June 30, 2015 and 2014	January 14, 2016
Parks and Recreation Department	June 30, 2015 and 2014	October 13, 2016
Peace Officers Standards and Training Board	December 31, 2012 and 2011	August 13, 2015
Peace Officers Standards and Training Board	December 31, 2014 and 2013	April 21, 2016
Pharmacy, State Board of	June 30, 2012 and 2011	October 13, 2016

Agency	Audit Report Date	Meeting Date Accepted
Pharmacy, State Board of	June 30, 2013 and 2012	October 13, 2016
Pharmacy, State Board of	June 30, 2014 and 2013	October 13, 2016
Pharmacy, State Board of	June 30, 2015 and 2014	October 13, 2016
Physical Therapy, Board of	June 30, 2014 and 2013	August 13, 2015
Plumbing, State Board of	June 30, 2014	October 13, 2016
Plumbing, State Board of	June 30, 2015	October 13, 2016
Potato Council, North Dakota	June 30, 2014 and 2013	August 13, 2015
Private Investigative and Security Board	December 31, 2014 and 2013	January 14, 2016
Protection and Advocacy Project	June 30, 2014 and 2013	August 13, 2015
Psychologist Examiners, State Board of	June 30, 2015 and 2014	January 14, 2016
Public Employees Retirement System	June 30, 2014 and 2013	August 13, 2015
Public Employees Retirement System	June 30, 2015 and 2014	January 14, 2016
Public Employees Retirement System - Schedule of employer allocations and pension amounts by employer	June 30, 2014	August 13, 2015
Public Employees Retirement System - Schedule of employer allocations and pension amounts by employer	June 30, 2015	October 13, 2016
Public Finance Authority	December 31, 2014	August 13, 2015
Public Finance Authority	December 31, 2015	October 13, 2016
Public Instruction, Department of	June 30, 2015 and 2014	April 21, 2016
Public Service Commission	June 30, 2015 and 2014	October 13, 2016
Racing Commission, North Dakota	June 30, 2015 and 2014	October 13, 2016
Real Estate Appraiser Qualifications and Ethics Board	June 30, 2011, 2010, 2009, 2008, 2007, and 2006	April 21, 2016
Real Estate Commission, State	June 30, 2014	August 13, 2015
Real Estate Commission, State	June 30, 2015	January 14, 2016
Rebuilders loan program	June 30, 2014 and 2013	August 13, 2015
Rebuilders loan program	June 30, 2015 and 2014	January 14, 2016
Registration for Professional Engineers and Land Surveyors, State Board of	June 30, 2014	April 21, 2016
Respiratory Care, State Board of	January 31, 2015 and 2014	October 13, 2016
Retirement and Investment Office, State	June 30, 2014 and 2013	August 13, 2015
Retirement and Investment Office, State	June 30, 2015 and 2014	January 14, 2016
Retirement and Investment Office, State - Schedule of employer allocations and pension amounts by employer	June 30, 2014	August 13, 2015
Retirement and Investment Office, State - Teachers' Fund for Retirement - Schedules of employer allocations and pension amounts by employer	June 30, 2015	October 13, 2016
Secretary of State	June 30, 2014 and 2013	August 13, 2015
Securities Commissioner	June 30, 2014 and 2013	August 13, 2015
Seed Department, State	June 30, 2014 and 2013	August 13, 2015
Social Work Examiners, North Dakota Board of	June 30, 2015 and 2014	October 13, 2016
Soybean Council, North Dakota	June 30, 2014 and 2013	August 13, 2015
Soybean Council, North Dakota	June 30, 2015 and 2014	January 14, 2016
State Auditor	June 30, 2015 and 2014	January 14, 2016
State College of Science, North Dakota	June 30, 2015 and 2014	October 13, 2016
State Electrical Board	June 30, 2013 and 2012	August 13, 2015
State Fair Association, North Dakota	September 30, 2014 and 2013	August 13, 2015
State Fair Association, North Dakota	September 30, 2015 and 2014	January 14, 2016
State Treasurer	June 30, 2015 and 2014	April 21, 2016
Statewide Comprehensive Annual Financial Report	June 30, 2014	August 13, 2015
Statewide Comprehensive Annual Financial Report	June 30, 2015	April 21, 2016
Statewide single audit	June 30, 2014 and 2013	August 13, 2015
Stockmen's Association, North Dakota	December 31, 2015 and 2014	April 21, 2016
Student loan trust	June 30, 2014 and 2013	August 13, 2015
Student loan trust	June 30, 2015 and 2014	January 14, 2016
Tax Commissioner	June 30, 2015 and 2014	October 13, 2016
Tobacco Prevention and Control Policy, Center for	June 30, 2015 and 2014	October 13, 2016
Transportation, Department of	June 30, 2015 and 2014	October 13, 2016
University and School Lands, Board of	June 30, 2014 and 2013	August 13, 2015
University and School Lands, Board of	June 30, 2015 and 2014	January 14, 2016
University and School Lands, Board of - Department of Trust Lands trust assets and department resources performance audit	January 5, 2016	April 21, 2016
University and School Lands, Board of - Department of Trust Lands unclaimed property performance audit	January 5, 2016	April 21, 2016
University and School Lands, Board of - Energy Infrastructure and Impact Office of the Department of Trust Lands performance audit	November 6, 2015	April 21, 2016
University of North Dakota	June 30, 2015 and 2014	October 13, 2016
North Dakota University System institutions - Use of tuition waivers and student stipends performance audit	March 20, 2015	April 21, 2015

Agency	Audit Report Date	Meeting Date Accepted
Valley City State University	June 30, 2015 and 2014	October 13, 2016
Veterans' Affairs, Department of	June 30, 2014 and 2013	August 13, 2015
Veterans' Home	June 30, 2015 and 2014	October 13, 2016
Veterinary Medical Examiners, State Board of	June 30, 2014 and 2013	January 14, 2016
Water Commission, State	June 30, 2015 and 2014	October 13, 2016
Water Commission, State - Water Appropriation Division and regulation of industrial water use performance audit followup	September 21, 2016	October 13, 2016
Wheat Commission, State	June 30, 2014 and 2013	August 13, 2015
Williston State College	June 30, 2015 and 2014	October 13, 2016
Workforce Safety and Insurance	June 30, 2014 and 2013	August 13, 2015
Workforce Safety and Insurance	June 30, 2015 and 2014	April 21, 2016