



CINDY ACREE, CHAIR
Representative
ANGELA WILLIAMS, VICE CHAIR
Representative
LUCIA GUZMAN
Senator
JAMES KERR
Representative

State of Colorado
LEGISLATIVE AUDIT COMMITTEE
Legislative Services Building - Second Floor
200 East 14th Avenue
Denver, Colorado 80203

STEVE KING
Senator
SCOTT RENFROE
Senator
SU RYDEN
Representative
LOIS TOCHTROP
Senator

A G E N D A
LEGISLATIVE AUDIT COMMITTEE
Audit Committee Hearing Room – First Floor
Legislative Services Building

December 12-13, 2012

To view documentation from this hearing, please click [HERE](#).

December 12, 2012

**10:00 a.m. – 11:00 a.m. Automobile Inspection and Readjustment Program
Department of Public Health and Environment
Performance Audit, November 2012**

Department of Public Health and Environment

Dr. Christopher Urbina, Executive Director and Chief Medical Officer
Martha Rudolph, Director of Environmental Programs
William Allison, Air Pollution Control Division Director
Garry Kaufman, Air Pollution Control Division Deputy Director

Office of the State Auditor

Dianne E. Ray, State Auditor
Michelle Colin, Acting Deputy State Auditor
Eric Johnson, Managing Legislative Auditor

Recommendations To Be Discussed

Rec	Page	Summary
1	28	Model-Year Exemptions
2	33	On-Board Diagnostic System Testing

11:00 a.m. – 12:00 p.m. GENERAL BUSINESS

Approval of Minutes from October 15-16, 2012

Office of Information Technology

Office of Information Technology

Kristin Russell, Secretary of Technology & CIO

Todd Olson, Chief Financial Officer

Jonathan Trull, Chief Information Security Officer

Office of the State Auditor

Michelle Colin, Acting Deputy State Auditor

Manjula Udeshi, Managing Legislative Auditor

- Consolidation of Executive Branch Information Technology – Status Report
- COPE Services – Statutorily-required Report Submitted to OSA
- Questions from Contract Award for Email Services Audit Request

12:00 p.m. – 1:30 p.m. BREAK

**1:30 p.m. – 3:00 p.m. Statewide Internet Portal Authority
Performance Audit, November 2012**

Statewide Internet Portal Authority
John Conley, Executive Director

Statewide Internet Portal Authority Board
Jack Arrowsmith, Chairman

Office of the State Auditor
Dianne E. Ray, State Auditor
Monica Bowers, Deputy State Auditor
Sarah Aurich, Managing Legislative Auditor
Kate Shiroff, Legislative Auditor

Recommendations To Be Discussed

Rec	Page	Summary
1	24	Contract Terms
2	25	Disaster Recovery Plan
3	31	Contract Monitoring
4	44	Internal Controls
5	51	Expenses
6	52	Compliance with IRS Regulations
7	56	Fund Balance
8	61	Risk Management Program

3:00 p.m. – 5:00 p.m. GENERAL BUSINESS

Board of Assessment Appeals – Status Report

Potential 2013 Legislation

Legislative Legal Services Formal Opinion – Use of Tobacco Sales Tax
Revenues as Grants to Fund Policy Initiatives

Colorado Customized Training Program –
Statutorily-required Report Submitted to OSA

5:00 p.m. RECESS

December 13, 2012

**9:00 a.m. – 10:30 a.m. Performance Evaluation of State Capital
Asset Management and Lease Administration Practices
November 2012**

Department of Personnel & Administration

Kathy Nesbitt, DPA Executive Director
Jennifer Okes, DPA Deputy Executive Director
Larry Friedberg, State Architect
Mike Karbach, Real Estate Programs Asset Manager

Governor's Office of Planning and Budgeting

Henry Sobanet, Director
Erick Scheminske, Deputy Director

Colorado Judicial Department

Gerald Marroney, State Court Administrator
David Kribs, CFO

Department of Labor and Employment

Kristin Corash, Deputy Executive Director

Office of the State Auditor

Dianne E. Ray, State Auditor
Michelle Colin, Acting Deputy State Auditor

Deloitte Financial Advisory Services LLP

Josh Leonard, Partner
Scott Hileman, Director

Recommendations To Be Discussed

Rec	Page	Summary
1	30	Capital Construction Project Evaluation
2	40	Tracking, Monitoring, and Reporting
3	41	Ralph L. Carr Judicial Center
4	48	Controlled Maintenance and Capital Renewal Funding
5	54	Long-Term Real Estate Planning
6	69	Lease Administration Practices
7	72	Operating Expenses
8	77	Lease Provisions

**10:30 a.m. – 10:45 a.m. Metropolitan State College of Denver
Financial and Compliance Audit
June 30, 2012 and 2011**

Metropolitan State University of Denver
Michelle Lucero, Vice Chair, Board of Trustees
Dawn Bookhardt, Trustee
Stephen M. Jordan, PhD, President
Sean Nesbitt, Director of Facilities
George Middlemist, Associate Vice President of Finance and
Administration

Office of the State Auditor
Dianne E. Ray, State Auditor
Kerri Hunter, Deputy State Auditor
Jeffrey Kahn, Managing Legislative Auditor

KPMG LLP
Rod Filliben - Partner
Ian Roe - Audit Manager

**10:45 a.m. – 11:00 a.m. Higher Education TABOR Enterprise Status
November 2012**

Office of the State Auditor
Dianne E. Ray, State Auditor
Kerri Hunter, Deputy State Auditor
Jeffrey Kahn, Managing Legislative Auditor

11:00 a.m. – 12:00 p.m. GENERAL BUSINESS

Audits Released without a Hearing

Annual Executive Summary on Performance Audits
of Tobacco Settlement Programs

Audit Requests

Division of Real Estate – Audit Request Update

Department of State – Audit Request

Other Business

Adopt 2013 Session Calendar

Committee Rule for Election of Officers

Other Business/Announcements

12:00 p.m. ADJOURN