



# AUDIT UPDATE

Finance and Operations Committee  
July 24, 2017

# List of Audits

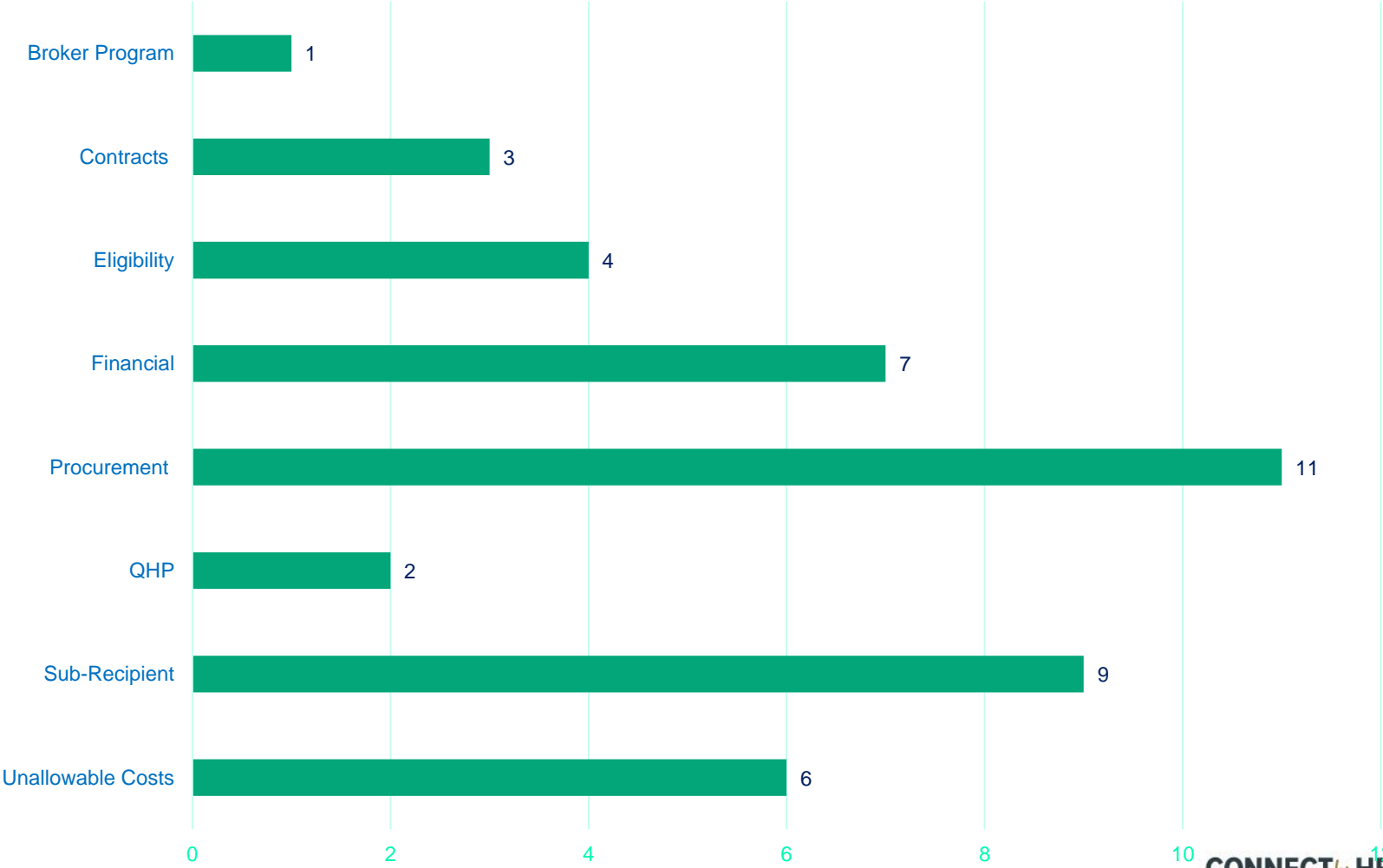
## Completed

- Kunding, Corder & Engle, PC
  - Financial Audit and Single Audit
  - Fiscal Years Ending - 2014, 2015 and 2016
- BKD, LLP
  - Programmatic Audit or SMART Audit
  - Fiscal Years Ending - 2014, 2015 and 2016
- Colorado Office of the State Auditor
  - Limited Performance Audit 2014
- Office of the Inspector General
  - Report Number A-07-14-031399 - Not All of the Colorado Marketplace's Internal Controls Were Effective in Ensuring the Individuals Were Enrolled in Qualified Health Plans According to Federal Requirements
  - Report Number A-07-14-02801 - Colorado Did Not Correctly Expend Establishment Grant Funds for Establishing a Health Insurance Marketplace

## Open

- Colorado Office of the State Auditor
  - Full Performance Audit 2016
- Office of the Inspector General
  - Audit Number 07-16-02804 - Establishment Grant and Shared Eligibility System

# Audit Findings



# Internal Controls

## Internal Control Improvements - Implemented

- Implement the Purchase Request Form and process
- Updating and implementing financial policies and procedures
- Filled open accounting vacancies with qualified permanent staff
- Review and update certain vendor contracts
- Guidance for monitoring, reporting and documentation

## Internal Control Improvements - In Process

- Quarterly audit updates to Finance and Operations Committee
- Individual staff training and development on procurement process and contract management
- Frequent periodic review of policies and procedures to match the organization's practices
- Implement tools for staff accountability regarding monitoring budgets and contracts
- Distribute training modules through the Learning Management System to assist staff and manager's with tracking and documenting the training process

# Internal Audit Focus Areas

## Procurement Process

- Sufficient Detail for the History of the Process to Ensure Competition
- Proper Approval Levels
- Proper Approval Timing

## Contract Management

- Contract Billing Documentation
- Contract Monitoring
- Contract Reporting

## Sub-Recipients

- Payment Support
- Compliance Monitoring