



DEPARTMENT OF HEALTH AND HUMAN SERVICES

OFFICE OF INSPECTOR GENERAL



OFFICE OF AUDIT SERVICES
NATIONAL EXTERNAL AUDIT REVIEW CENTER

MAY 26 2017

Report Number: A-08-17-31464

BOARD OF DIRECTORS
COLORADO HEALTH BENEFIT EXCHANGE

Dear Board Members:

We have completed our initial review of the audit report on the Exchange for the period July 1, 2015, through June 30, 2016. The report was accepted by the Federal Audit Clearinghouse on January 23, 2017, (identification number 237481). Based on our initial review, we believe the audit, performed by KUNDINGER, CORDER AND ENGLE P.C., Certified Public Accountants, generally met Federal audit requirements.

A separate corrective action plan was not included in the reporting package. According to the Uniform Guidance 2 CFR 200.511(c), the auditee must prepare, in a document separate from the auditor's findings described in 200.516 Audit findings, a corrective action plan to address each audit finding included in the current year auditor's reports. A corrective action plan should be submitted to fully comply with the report submission requirements.

Please refer to Attachment A, where we have summarized the findings and recommendations and identified the Federal department responsible for resolution. Final determinations with respect to actions to be taken on Department of Health and Human Services (HHS) recommendations will be made by the HHS resolution agency identified on Attachment A. You may receive separate communications from the resolution agencies requesting additional information to resolve the findings.

Any questions or correspondence related to the findings identified on Attachment A should be directed to the following HHS resolution official address. The above report number should be referenced in any correspondence relating to this report.

HHS RESOLUTION OFFICIAL

Centers for Medicare and Medicaid Services
Kansas City Regional Office
Division of Financial Management and
Fee for Service Operations

In accordance with the principles of the Freedom of Information Act (Public Law No. 90-23), reports issued on the Department's grantees and contractors are made available, if requested, to members of the press and general public to the extent that information contained therein is not subject to exemptions in the Act which the Department chooses to exercise. (See 45 CFR Part 5 Section 5.21 of the Department's Public Information Regulations.)

Sincerely,



Patrick J. Cogley
Regional Inspector General for Audit Services

Enclosure

<i>Recommendation Codes</i>	<i>Page</i>	<i>Amount</i>	<i>Resolution Agency</i>	<i>Recommendations</i>
214908100	N/A	N/A	HHS/CMS	Corrective Action Plan. A separate Corrective Action Plan was not submitted as required by Uniform Guidance 2 CFR 200.511(c). We recommend a corrective action plan is prepared and submitted as part of the reporting package to fully comply with the report submission requirements.
217926100	21-22, 25-26	N/A	HHS/CMS	2016-001, 2015-006. Procurement. This is a repeat finding. We recommend procedures be implemented to ensure procurement activities are properly documented and approved.

Brian Braun

Sent: Tuesday, June 06, 2017 12:25 PM
To: Brian Braun
Cc: Kate Harris; Kevin Patterson; Ian McMahon
Subject: RE: A-08-17-31464: Audit report on the State of Colorado Exchange for the period July 1, 2015, through June 30, 2016.

Hello Brian,

In reviewing the findings, it appears these findings were reviewed and resolved earlier this year with a different audit number. We will work with OIG in getting these closed. I will keep you informed with any new developments. Let me know if you have any questions.

Thank you.

Best regards,

ET Adelaide Addawoo
Health Insurance Specialist
State Marketplace and Insurance Programs (SMIP) Group
U.S. Public Health Services, Commissioned Corps
Center for Consumer Information & Insurance Oversight (CCIIO)

The logo for the Centers for Medicare & Medicaid Services (CMS), featuring the letters "CMS" in a bold, italicized, sans-serif font.

CENTERS FOR MEDICARE & MEDICAID SERVICES