

MINUTES
Legislative Post Audit Committee
March 22, 2013

Call to Order

Welcome by the Chair. The meeting was called to order by Chair Mast at 12:02 p.m. in Room 159-S of the Statehouse. Committee members present:

Representative Peggy Mast, Chair	Senator Jeff Longbine, Vice-Chair
Representative John Barker	Senator Anthony Hensley
Representative Tom Burroughs	Senator Laura Kelly
Representative Virgil Peck, Jr.	Senator Julia Lynn
Representative Ed Trimmer	Senator Michael O'Donnell

Approval of Minutes. Senator Longbine moved approval of the March 6 minutes. Representative Peck seconded the motion; motion carried.

Presentation of Contracted Audits

FY 2012 Statewide Single Audit (State Financial Statements). This audit was presented by Kaleb Lilly, Partner, RubinBrown, LLP. Present from the Department of Administration were Steve Anderson, Director of the Budget and Interim State Comptroller, and Martin Eckhardt, Office of Financial Management. Officials present from the State Treasurer's Office were Lucinda Anstaett, Director of Cash Management, and Scott Gates, Chief Counsel.

As a financial-compliance audit, no committee vote to accept the audit was required.

All legislators will receive the audit highlights document and full copies of the audit will be distributed to the chairs, vice-chairs, and ranking minority members of the following committees:

Senate:

- Ways & Means Committee

House:

- Appropriations Committee
- General Government Budget Committee

Consideration of Audit Topics

Statutorily Required Audit of the 911 System. Scott Frank, Legislative Post Auditor, told members that state law calls for a triennial performance audit of the state's 911 system, which will be conducted by an external audit firm under contract with Legislative Post Audit. That firm will be selected later this year by the contract audit committee, and the 911 state grant fund pays for the cost of the audit work. Mr. Frank stated that the committee needed to approve the scope statement so the division can issue an invitation for bids.

Representative Burroughs asked whether the audit scope could address the issue of whether some local agencies might have excessively elaborate operations. Mr. Frank indicated staff would see what could be done to incorporate the question into the audit scope. Senator Lynn moved approval of the scope statement. Senator O'Donnell seconded the motion; motion carried.

Legislative Requests and Staff Economy and Efficiency Topics. Mr. Frank and Justin Stowe, Deputy Post Auditor, told members that they would need to approve at least two audit topics.

Senator Tom Arpke appeared before the committee on behalf of the KU efficiency audit request (12L). Senator Caryn Tyson appeared on behalf of the request for an audit of OITS Technology Services and Billing Rates (9L).

After discussion, Senator Hensley moved approval of topic 5L, dealing with the Director of the Budget. Representative Burroughs seconded the motion. Motion failed.

Senator Longbine moved approval of topic 9L, dealing with technology services. Senator Kelly seconded the motion. Motion carried.

Representative Burroughs moved approval of topic 10L, dealing with the Secretary of State. Senator Hensley seconded the motion. Motion failed.

Representative Barker moved approval of topic 12L, dealing with efficiency issues at the University of Kansas. Senator Lynn seconded the motion. During discussion, Kathy Damron, KU Director of State Relations, told the committee that the university had recently completed an efficiency study, and she would provide the study results to the committee. Mr. Frank indicated staff also would send members

the responses to the 2009 university efficiency audit. Upon further discussion, Representative Barker withdrew his motion and Senator Lynn withdrew her second.

Senator Longbine moved to approve a combination of 16L and 17L, dealing with sexual predator treatment programs. Representative Peck seconded the motion. Motion carried. Senator Kelly asked staff to try and determine if the treatment program is providing more services than is constitutionally required.

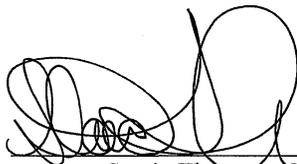
Wrap-Up

Old/new business. Mr. Frank gave the committee a brief update on the status of the committee's bills and updated members on how the House and Senate versions of the FY 14/FY 15 budget will affect the division.

Date of next meeting. No date was scheduled. Mr. Frank said the committee will need to meet sometime between first adjournment and the start of the veto session to present the performance audit of the Kansas Veterans Home and Kansas Soldiers Home, as well as the federal compliance part of the statewide single audit.

Adjournment

The Chair adjourned the meeting at 1:38 p.m.



Stacie Thurman, Secretary
Legislative Post Audit Committee

5/7/2013

date

All handouts and other documents referred to in these minutes are on file with Legislative Post Audit. Unless specifically noted, the individual remarks recorded herein have not been transcribed verbatim and have not been submitted to the individuals appearing before the committee for editing or corrections.