

# ARIZONA STATE LEGISLATURE

## JOINT LEGISLATIVE AUDIT COMMITTEE

**Minutes of the Meeting**  
**September 19, 2018**  
**10:00 a.m., House Hearing Room 1**

### **Members Present:**

Senator Bob Worsley, Vice Chair  
Senator Sean Bowie  
Senator Judy Burges  
Senator John Kavanagh

Representative Anthony T. Kern, Chair  
Representative John M. Allen

### **Members Excused:**

Senator Lupe Contreras  
Senator Steve Yarbrough, Ex-officio

Representative Russell Bowers  
Speaker Javan D. Mesnard, Ex-officio  
Representative Rebecca Rios  
Representative Athena Salman

### **Staff:**

Mike Hans, House Research Analyst  
Jeffrey Ong, Senate Research Analyst

Chairman Kern called the meeting to order at 10:05 a.m.

### **OPENING REMARKS**

#### **Update on Auditor General's Office additional staffing authorized by Legislature**

**Lindsey Perry, Auditor General**, distributed and explained a part of a booklet from the Arizona Auditor General (Attachment A, Tab 1) regarding additional staff positions authorized by the Legislature. Ms. Perry stated that with the additional staffing, the Office of the Auditor General would be able to do more audits. Ms. Perry answered questions posed by the Committee.

Chairman Kern requested attendance to be called and noted a quorum was present.

#### **Consideration and approval of additions to 2018-2019 sunset review schedule**

**Dale Chapman, Director, Performance Audit Division, Office of the Auditor General**, explained why two agencies are added to the 2019 Sunset Schedule and the reason the

Office of the Auditor General suggested these agencies be assigned to Committees of Reference (Attachment A, Tab 2).

**Senator Worsley moved JLAC APPROVE the proposed additions to the sunset review schedule. The motion CARRIED by voice vote.**

**Consideration and approval of additions/changes to 2019 Committees of Reference assignments**

**Dale Chapman, Director, Performance Audit Division, Office of the Auditor General,** explained the process of sunset reviews and committees of reference. Mr. Chapman explained the proposed changes to the 2019 Committee of Reference schedule (Attachment A, Tab 3).

Representative Allen offered comments.

**Senator Worsley moved JLAC APPROVE the proposed additions and changes to the 2019 COR assignments. The motion CARRIED by voice vote.**

**Consideration and approval of 2020-2021 proposed performance audit and sunset review schedule**

**Dale Chapman, Director, Performance Audit Division, Office of the Auditor General,** explained the 2020-2021 proposed performance audit and sunset review schedule (Attachment A, Tab 4). Mr. Chapman answered questions posed by the Committee.

**Melanie Chesney, Deputy Auditor General, Office of the Auditor General,** answered questions posed by the Committee.

Senator Worsley and Representative Allen offered comments.

**Senator Worsley moved JLAC APPROVE the proposed performance audit and sunset review schedule for 2020-2021. The motion CARRIED by voice vote.**

**Consideration and approval of 2020-2021 Committees of Reference assignments**

**Dale Chapman, Director, Performance Audit Division, Office of the Auditor General,** explained the COR procedures and assignments for agencies on the 2020-2021 cycle (Attachment A, Tab 5).

**Senator Worsley moved JLAC APPROVE the COR assignments as recommended by the President of the Senate and the Speaker of the House for 2020-2021 sunset review and performance audits. The motion CARRIED by voice vote.**

**Fiscal years 2018 and 2019 financial and compliance audit schedule and consideration of approval to bill entities for audit work**

**Donna Miller, Director, Financial Audit Division, Office of the Auditor General,** explained the 2018-2019 Financial and Compliance Audit Schedule (Attachment A, Tab 6). Ms. Miller also explained the List of Entities to Bill for Audit Work Fiscal Years 2018 and 2019. Ms. Miller answered questions posed by the Committee.

Ms. Perry answered questions posed by the Committee.

**Senator Worsley moved JLAC AUTHORIZE the Auditor General's Office to bill the listed entities for FY18 and 19 audit work. The motion CARRIED by voice vote.**

**Presentation of 2020-2021 school district performance audit schedule**

**Vicki Hanson, Director, Division of School Audits, Office of the Auditor General,** explained the 2020-2021 School District Performance Audit Schedule (Attachment A, Tab 7) and what the audits entail. Ms. Hanson answered questions posed by the Committee.

Ms. Perry answered questions posed by the Committee.

**Laura Miller, Director, Accounting Services Division, Office of the Auditor General,** answered questions posed by the Committee.

Ms. Perry answered additional questions posed by the Committee.

**Public testimony**

The Chairman put out a call for public testimony, but no one came forward.

There being no further business, the meeting was adjourned at 11:18 a.m.

Respectfully submitted,

Shelley Ponce  
Committee Secretary

(Audio recordings and attachments are on file in the Secretary of the Senate's Office/Resource Center, Room 115. Audio archives are available at <http://www.azleg.gov>)