



LEGISLATIVE AUDIT AND FISCAL REVIEW COMMITTEE

Wednesday, July 26, 2023
Roughrider Room, State Capitol
Bismarck, North Dakota

- 9:00 a.m. Call to order
Roll call
Consideration of the [minutes of the February 16, 2023, meeting](#)
Review of [Supplementary Rules of Operation and Procedure of the North Dakota Legislative Management](#)
- 9:05 a.m. Comments by the Chairman regarding the duties and responsibilities of the committee
- 9:10 a.m. Presentation by the Legislative Council staff of a [background memorandum](#) relating to the committee's duties and responsibilities
- 9:15 a.m. Distribution by the Legislative Council staff of a memorandum entitled [Summary of Major Items in Audit Reports for the July 26, 2023, Meeting](#) and the State Auditor's office [executive summaries](#)
- 9:20 a.m. [Presentation](#) by a representative of the State Auditor's office regarding:
- An overview of the State Auditor's office audit processes and procedures
 - An update of government auditing standards
- PRESENTATION OF REPORTS**
- 9:40 a.m. [Presentation](#) by a representative of the State Auditor's office of the internal control and compliance report on the audit of the basic financial statements included in the *State of North Dakota Annual Comprehensive Financial Report for the Fiscal Year Ended June 30, 2022*
- 9:50 a.m. [Presentation](#) by a representative of the Office of Management and Budget of the *State of North Dakota Annual Comprehensive Financial Report for the Fiscal Year Ended June 30, 2022*
- 10:00 a.m. [Presentation](#) by a representative of the State Auditor's office of the internal control and compliance report on the audit of the general purpose financial statements included in the June 30, 2022, annual financial report for the North Dakota University System
- 10:10 a.m. [Presentation](#) by a representative of the University System office of the annual financial report for the University System for the fiscal year ended June 30, 2022
- 10:20 a.m. Presentation by a representative of Brady, Martz & Associates PC, Certified Public Accountants, of the following audit reports:
- [Housing incentive fund](#) (June 30, 2021 and 2022)
 - [Housing Finance Agency](#) (June 30, 2022)
 - [North Dakota Building Authority](#) (June 30, 2021 and 2022)
 - [Public Finance Authority](#) (December 31, 2020 and 2021)

- 10:40 a.m. [Presentation](#) by a representative of CliftonLarsonAllen LLP, Certified Public Accountants, of the following audit reports:
- [Retirement and Investment Office](#) (June 30, 2021 and 2022)
 - Retirement and Investment Office - Schedule of Employer Allocations and Pension Amounts by Employer (June 30, 2022)
 - [Public Employees Retirement System](#) (June 30, 2021 and 2022)
 - Public Employees Retirement System - Schedule of Employer Allocations and Pension Amounts by Employer (June 30, 2022)
- 11:10 a.m. Presentation by a representative of Eide Bailly LLP, Certified Public Accountants, of the following audit reports:
- [Student loan trust fund](#) (June 30, 2021 and 2022)
 - [Comprehensive Health Association of North Dakota](#) (December 31, 2020 and 2021)
 - [School construction assistance revolving loan fund](#) (June 30, 2021 and 2022)
 - [Rebuilders loan program](#) (June 30, 2021 and 2022)
 - [Partnership in community expansion \(PACE\) fund](#) (June 30, 2021 and 2022)
 - [Ag PACE fund](#) (June 30, 2021 and 2022)
 - [Medical facility infrastructure loan program](#) (June 30, 2021 and 2022)
 - [Infrastructure revolving loan fund](#) (June 30, 2021 and 2022)
 - [Addiction counselor internship loan program](#) (June 30, 2021 and 2022)
 - [Department of Trust Lands](#) (June 30, 2021 and 2022)
 - [Guaranteed student loan program](#) (December 31, 2021 and 2022)
 - [Beginning farmer revolving loan fund](#) (December 31, 2021 and 2022)
 - [Water infrastructure revolving loan fund](#) (June 30, 2022)
 - [Bank of North Dakota](#) (December 31, 2021 and 2022)
 - [Innovation technology loan fund](#) (June 30, 2021 and 2022)
 - [COVID-19 PACE loan program](#) (June 30, 2021 and 2022)
 - [Clean Sustainable Energy Authority](#) (June 30, 2022)
 - [North Dakota State Fair Association \(Federal Awards\)](#) (September 30, 2021)
- 12:00 noon Recess
- 1:00 p.m. Presentation by a representative of the State Auditor's office of the following audit reports:
- [Protection and Advocacy Project](#) (June 30, 2021 and 2022)
 - [Mill and Elevator Association](#) (June 30, 2022)
 - [North Dakota Lottery](#) (June 30, 2022)
 - [Securities Department](#) (June 30, 2021 and 2022)
 - [North Dakota Indian Affairs Commission](#) (June 30, 2021 and 2022)
 - [Department of Financial Institutions](#) (June 30, 2021 and 2022)
 - [Department of Veterans' Affairs](#) (June 30, 2021 and 2022)

- 1:25 p.m. [Presentation](#) by a representative of the Bank of North Dakota regarding the following audit reports:
- [College SAVE](#) (December 31, 2020 and 2021)
 - College SAVE - Supplementary Information (December 31, 2021)
 - [College SAVE](#) (December 31, 2021 and 2022)
 - College SAVE - Supplementary Information (December 31, 2022)
- 1:45 p.m. Presentation by a representative of the State Auditor's office pursuant to House Bill No. 1508 (2023) regarding communications with clients, billings, audits performed, and audit schedule
- 2:00 p.m. Committee discussion regarding audit communications and processes
- 2:10 p.m. Comments by representatives of political subdivisions regarding prior audits performed by the State Auditor's office
- 2:30 p.m. Comments by interested persons
- 2:40 p.m. Committee discussion and staff directives
- 3:00 p.m. Adjourn

NOTE: In accordance with the committee's policy of allowing sufficient time to consider major audits and audit reports containing major recommendations, the following audits and reviews may be included on the agency for the next meeting if requested by the committee:

- [North Dakota Beef Commission](#) (June 30, 2021 and 2022)
- [North Dakota Potato Council](#) (June 30, 2021 and 2022)
- [North Dakota Soybean Council](#) (June 30, 2022)
- [State Seed Department](#) (June 30, 2021 and 2022)
- [North Dakota Dry Pea and Lentil Council](#) (June 30, 2021 and 2022)
- [North Dakota Dry Bean Council](#) (June 30, 2021 and 2022)
- [North Dakota Ethanol Council](#) (June 30, 2021 and 2022)
- [North Dakota Milk Marketing Board](#) (June 30, 2021 and 2022)
- [North Dakota Corn Utilization Council](#) (June 30, 2021 and 2022)
- [North Dakota Wheat Commission](#) (June 30, 2021 and 2022)
- [North Dakota Dairy Promotion Commission](#) (June 30, 2021 and 2022)
- [North Dakota Oilseed Council](#) (June 30, 2021 and 2022)

A livestream of the meeting will be available to the public at: <https://video.ndlegis.gov>.

Committee Members

Representatives: Emily O'Brien (Chairman), Bert Anderson, Dick Anderson, Josh Boschee, Cole Christensen, Scott Louser, Mike Nathe, Dan Ruby, Austen Schauer, Scott Wagner
Senators: David A. Clemens, Jerry Klein, Judy Lee, Jeffery J. Magrum, Scott Meyer, Shawn Vedaa

Staff Contacts: Toby S. Mertz, Fiscal Analyst
Allen H. Knudson, Legislative Budget Analyst and Auditor