



## Legislative Audit Committee February 28, 2023 Minutes

The Legislative Audit Committee (LAC) convened a hearing on February 28, 2023, at 7:09 a.m. in the Colorado State Capitol, Old Supreme Court Chambers. Representative Lisa Frizell called the meeting to order. Roll was called with the following members present or excused:

### Committee Members

Representative Andrew Boesenecker, Representative Gabe Evans (arrived 7:21 a.m.), Senator Rhonda Fields (arrived 7:44 a.m.), Representative Dafna Michaelson Jenet, Senator Rod Pelton, Senator Kevin Van Winkle (remote), Representative Lisa Frizell (Vice Chair), Senator Robert Rodriguez (Chair) (excused)

The following Office of the State Auditor (OSA) staff attended:

### OSA

Kerri L. Hunter, State Auditor; Marisa Edwards, Deputy State Auditor; Rhiannon Ferguson, Ferminia Hebert

### Other Attendees

#### Colorado Department of Labor and Employment

Daniel Chase, Chief of Staff

Darcy Kennedy, Deputy Executive Director and Chief Financial Officer

Phil Spesshardt, Unemployment Insurance Director

Paulina DeLora, Controller

#### Colorado Department of Transportation

Herman Stockinger, Deputy Executive Director

Jeff Sudmeier, Chief Financial Officer

Amanda Silk, Director of Accounting

FORVIS, LLP

Rob MaCoy, Partner

Anna Thigpen, Director

7:09 a.m.

**State of Colorado, Statewide Single Audit, Fiscal Year Ended June 30, 2022**

Representative Michaleson Jenet made a motion to release the Colorado Department of Labor and Employment and the Colorado Department of Transportation sections of the *State of Colorado, Statewide Single Audit, Fiscal Year Ended June 30, 2022*. Representative Boesenecker seconded the motion, and the motion passed unanimously.

Ms. Edwards introduced self and staff.

Mr. Chase and staff (*Colorado Department of Labor and Employment*) introduced themselves.

Ms. Hebert presented the Colorado Department of Labor (CDLE) recommendations.

Recommendations 16 and 17 were reviewed, discussed, and agreed to by the CDLE.

Recommendation 87 was reviewed and discussed. CDLE agreed with subparts A-D, and disagreed with subpart E.

Discussion ensued regarding fraud review procedures, investigation and collection of fraudulent claims, and procedures for resolving the backlog of claims.

Ms. Edwards introduced staff.

Mr. Stockinger and staff (*Colorado Department of Transportation*) introduced themselves.

FORVIS, LLP staff presented the Colorado Department of Transportation (CDOT) recommendations.

Recommendations 35, 76, and 77 were reviewed, discussed and agreed to by CDOT.

8:25 a.m.

**Minutes**

Representative Michaelson Jenet made a motion to approve the February 14, 2023, LAC hearing minutes. Representative Evans seconded the motion, and the motion passed unanimously.

**Proposed 2023 LAC Interim Calendar**

The Committee was asked to review the Proposed 2023 LAC Interim Calendar and submit any changes prior to the April 4, 2023, LAC hearing.

8:27 a.m.

**Reports Released Without a Hearing**

Representative Michaelson Jenet made a motion to release the *Reports Released Without a Hearing*. Representative Evans seconded the motion, and the motion passed unanimously.

Ms. Edwards presented an overview of the reports.

**Hearing adjourned at 8:29 a.m.**

Minutes submitted by:

Jayne Watson

Executive Assistant, Office of the State Auditor