



COLORADO

Office of the State Controller

Department of Personnel
& Administration

Office of the State Controller
1525 Sherman St.
Denver, CO 80203

October 10, 2017

Dianne E. Ray, State Auditor
Office of the State Auditor
1525 Sherman Street., 7th Floor
Denver, Colorado 80203

Dear Auditor Ray:

Please see the attached audit recommendation status report for the *Schedule of TABOR Revenue, September 2016, Performance Audit*.

If you have questions, please feel free to contact me.

Sincerely,

A handwritten signature in blue ink that reads "Robert Jaros".

Robert Jaros, CPA, MBA, JD
Colorado State Controller

Attachment

cc: June Taylor, Department of Personnel & Administration



AUDIT RECOMMENDATION STATUS REPORT

AUDIT NAME: Schedule of TABOR Revenue Fiscal Year 2016

AUDIT NUMBER: #1673P

DEPARTMENT: Department of Personnel and Administration

DATE OF STATUS REPORT: 10/10/2017

SUMMARY INFORMATION

Please complete the highlighted sections with summary information for all audit recommendations.

Rec. Number	Agency's Response	Original Implementation Date	Implementation Status <i>(Insert: Implemented, Implemented and Ongoing, Partially Implemented, Not Implemented, or No Longer Applicable. Please refer to the attached sheet for definitions of each implementation status option.)</i>	Revised Implementation Date (If applicable) <i>(Complete only if agency is revising the original implementation date.)</i>
1a	Agree	August 2017	Implemented	
1b	Agree	June 2016	Implemented	

DETAIL OF IMPLEMENTATION STATUS

Note: The Department agreed with all of the audit recommendations.

Recommendation No. 1:

The Office of the State Controller should ensure that it complies with state law related to the preparation of the annual TABOR Financial Report. This should include:

- A. Closing financial accounting periods in a timely manner and in accordance with state statutes.

Current Implementation Status for Rec. 1, part a (i.e., Implemented, Implemented and Ongoing, Partially Implemented, Not Implemented, or No Longer Applicable): Implemented.

Agency's Update:

Beginning in Fiscal Year 2017, all accounting periods through period 13 (department close) were closed on time and in accordance with state statute according to the Audit Risk Letter contained in the Fiscal Procedures Manual.

- B. Working with departments prior to the close of the fiscal year to provide consistent guidance and allow sufficient time for review of TABOR revenues to ensure that accurate revenue information is used to prepare the TABOR Financial Report.

Current Implementation Status for Rec. 1, part b (i.e., *Implemented, Implemented and Ongoing, Partially Implemented, Not Implemented, or No Longer Applicable*): Implemented.

Agency's Update:

As per the closing calendar published in April 2017, the Office of the State Controller made preliminary TABOR variance reports available for their use in reviewing TABOR revenues to all departments the following the close of periods 10 through 13, and a final TABOR variance report the day after period 14 close. The TABOR variance analysis from departments was due on August 18, 2017, which gave the OSC time to review TABOR variance explanations and prepare the TABOR financial report due September 1, 2017.