

First Regular Session
Sixty-ninth General Assembly
STATE OF COLORADO

REVISED

*This Version Includes All Amendments Adopted
on Second Reading in the Second House*

LLS NO. 13-0922.01 Jason Gelender x4330

HOUSE BILL 13-1286

HOUSE SPONSORSHIP

Williams, Ryden

SENATE SPONSORSHIP

Tochtrop, Guzman, King

House Committees

Finance
Appropriations

Senate Committees

Business, Labor, & Technology
Appropriations

A BILL FOR AN ACT

101 CONCERNING THE SUSPENSION OF RECOVERY AUDITS OF STATE
102 AGENCIES UNTIL THE DATA NEEDED TO CONDUCT THE AUDITS IS
103 INCLUDED IN A MODERNIZED COLORADO FINANCIAL REPORTING
104 SYSTEM, AND, IN CONNECTION THEREWITH, REDUCING AN
105 APPROPRIATION.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <http://www.leg.state.co.us/billsummaries>.)

Legislative Audit Committee. Current law requires the state

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.
Capital letters indicate new material to be added to existing statute.
Dashes through the words indicate deletions from existing statute.

SENATE
2nd Reading Unamended
May 3, 2013

HOUSE
3rd Reading Unamended
April 19, 2013

HOUSE
Amended 2nd Reading
April 18, 2013

controller to contract with one or more experienced consultants to conduct recovery audits on or before:

- ! July 1, 2014, for recovery audits for the 2010-11, 2011-12, and 2012-13 fiscal years; and
- ! On or before July 1 of every third year thereafter to conduct recovery audits for the period of 3 fiscal years that ends on the immediately preceding June 30.

In order to allow the Colorado Financial Reporting System (COFRS) modernization project to be completed and all relevant data to be entered into the modernized COFRS system before the next series of recovery audits is conducted, the bill extends the deadline for the state controller to contract with one or more experienced consultants to conduct recovery audits until:

- ! July 31, 2017, for recovery audits for the 2014-15, 2015-16, and 2016-17 fiscal years; and
- ! July 31 of every third year thereafter for recovery audits for the period of 3 fiscal years that ends on the immediately preceding June 30.

1 *Be it enacted by the General Assembly of the State of Colorado:*

2 **SECTION 1.** In Colorado Revised Statutes, 24-30-203.5, **amend**
3 (3) (a), (4) (b), and (6) (c) as follows:

4 **24-30-203.5. Recovery audits - legislative declaration -**
5 **contracting - reporting - definitions.** (3) (a) ~~On or before July 1, 2011,~~
6 ~~the state controller shall contract with one or more experienced~~
7 ~~consultants to conduct recovery audits for the 2007-08, 2008-09, and~~
8 ~~2009-10 fiscal years. On or before July 1, 2011~~ JULY 31, 2017, and on or
9 before ~~July 1~~ JULY 31 of every third year thereafter, the state controller
10 shall contract with one or more experienced consultants to conduct
11 recovery audits for the period of three fiscal years that ends on the June
12 30 immediately preceding the applicable ~~July 1~~ JULY 31 contracting
13 deadline.

14 (4) (b) ~~For recovery audits for the 2007-08, 2008-09, and 2009-10~~
15 ~~fiscal years, the state controller shall provide the state auditor and the~~

1 legislative audit and joint budget committees with a report by March 1,
2 2011, that details any exemptions from recovery audits proposed to be
3 allowed by the state controller. For the 2010-11 2014-15 fiscal year and
4 for any fiscal year thereafter in which the state controller proposes to
5 change the exemptions from recovery audits, the state controller shall
6 provide a report of the proposed changes to the state auditor and the
7 legislative audit and joint budget committees by the March 1 that
8 immediately precedes the execution of one or more recovery audit
9 contracts for the applicable fiscal year. The legislative audit and joint
10 budget committees may veto any exemption from recovery audits
11 proposed by the state controller by majority votes of the members of each
12 of the committees taken before ~~June 30, 2011~~ JUNE 30, 2017, and taken
13 before June 30 of each year thereafter in which the state controller
14 proposes a change in the exemptions from recovery audits.

15 (6) (c) Not later than ~~June 30, 2012~~ JUNE 30, 2018, and not later
16 than June 30 of every third year thereafter, the state controller shall issue
17 a report to the general assembly summarizing the contents of all reports
18 received from consultants that performed recovery audits contracted for
19 pursuant to this section. The report shall also be posted on the web site of
20 the state controller.

21 **SECTION 2. Appropriation - adjustments to 2013 long bill.**

22 (1) For the implementation of this act, appropriations made in the annual
23 general appropriation act to the department of personnel for the fiscal
24 year beginning July 1, 2013, are adjusted as follows:

25 (a) The general fund appropriation for the office of the state
26 controller, personal services, is decreased by \$58,064 and 0.8 FTE.

27 (b) The general fund appropriation for the office of the state

1 controller, operating expenses, is decreased by \$713.

2 **SECTION 3. Safety clause.** The general assembly hereby finds,
3 determines, and declares that this act is necessary for the immediate
4 preservation of the public peace, health, and safety.