

COLORADO OFFICE OF THE STATE AUDITOR



ANNUAL REPORT: STATUS OF OUTSTANDING AUDIT RECOMMENDATIONS AS OF JUNE 30, 2015



OCTOBER 2015

INFORMATIONAL REPORT

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FOR THE PEOPLE OF COLORADO

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REPORT HIGHLIGHTS



ANNUAL REPORT: STATUS OF OUTSTANDING AUDIT
RECOMMENDATIONS AS OF JUNE 30, 2015

OCTOBER 2015
STATE OF COLORADO

CONCLUSION

Between July 2009 and June 2014, the Office of the State Auditor (OSA) made 2,813 audit recommendations to state agencies and other audited organizations. Agencies generally agreed with our recommendations and usually implemented them in a timely manner. However, 4 percent of the recommendations made over the 5-year period have not been fully implemented and are still outstanding as of June 30, 2015. Further, 41 of the 107 outstanding recommendations (38 percent) are considered high priority due to their seriousness or because they have been outstanding for 3 years or more.

KEY FACTS

- For Fiscal Years 2010 through 2014 (July 2009 through June 2014), the OSA made a total of 2,813 financial, performance, and information technology (IT) audit recommendations to state agencies and other audited organizations.
- The agencies and organizations agreed to implement 99 percent of all audit recommendations in this 5-year period.
- Overall, as of June 30, 2015, state agencies and other audited organizations have implemented 96 percent of the recommendations that they agreed to implement.

FINANCIAL AUDIT RECOMMENDATIONS

- Financial audit reports contained 1,261 of the 2,813 recommendations (45 percent) made for Fiscal Years 2010 through 2014, and state agencies and other audited organizations agreed to implement 1,237 (98 percent) of them.
- As of June 30, 2015, the agencies and organizations had not fully implemented 75 of the 1,237 financial audit recommendations (6 percent) that they had agreed to implement.
- Of the 75 outstanding financial audit recommendations, 29 (39 percent) are considered high priority due to their seriousness or because they have been outstanding for 3 years or more.
- The number of outstanding financial audit recommendations has increased since June 30, 2014.

PERFORMANCE AND IT AUDIT RECOMMENDATIONS

- Performance and IT audit reports contained 1,552 of the 2,813 recommendations (55 percent) made in Fiscal Years 2010 through 2014, and state agencies and other audited organizations agreed to implement 1,541 (99 percent) of them.
- As of June 30, 2015, the agencies and organizations had not fully implemented 32 of the 1,541 performance and IT audit recommendations (2 percent) that they had agreed to implement.
- Of the 32 outstanding performance and IT audit recommendations, 12 (38 percent) are considered high priority because they have been outstanding for 3 years or more.
- The number of outstanding performance and IT audit recommendations has decreased since June 30, 2014.

BACKGROUND

- The OSA tracks the implementation status of all recommendations contained in audit reports presented to the Legislative Audit Committee.
- The purpose of this initiative is to hold state agencies and other audited organizations accountable for the audit recommendations that they have agreed to implement and to provide better information to policy makers and the public.
- Implementation status for recommendations that result from financial audits is determined by the OSA through follow-up audits.
- Implementation status for recommendations that result from performance audits and IT audits is based on self-reported data from the respective state agencies and other audited organizations.



ANNUAL REPORT

STATUS OF OUTSTANDING AUDIT RECOMMENDATIONS

As part of an initiative to hold state agencies and other audited organizations accountable for implementing the audit recommendations that they have agreed to implement and to provide better information to policy makers and the general public, the Office of the State Auditor (OSA) annually reports on the implementation status of recommendations from audit reports released by the Legislative Audit Committee over the past 5 fiscal years. Enclosed is a summary of the implementation status of all recommendations made by the OSA for Fiscal Years 2010 through 2014.

This report focuses on audit recommendations covering the period July 1, 2009 through June 30, 2014 that have not been fully implemented by state agencies as of June 30, 2015. This report provides the following information:

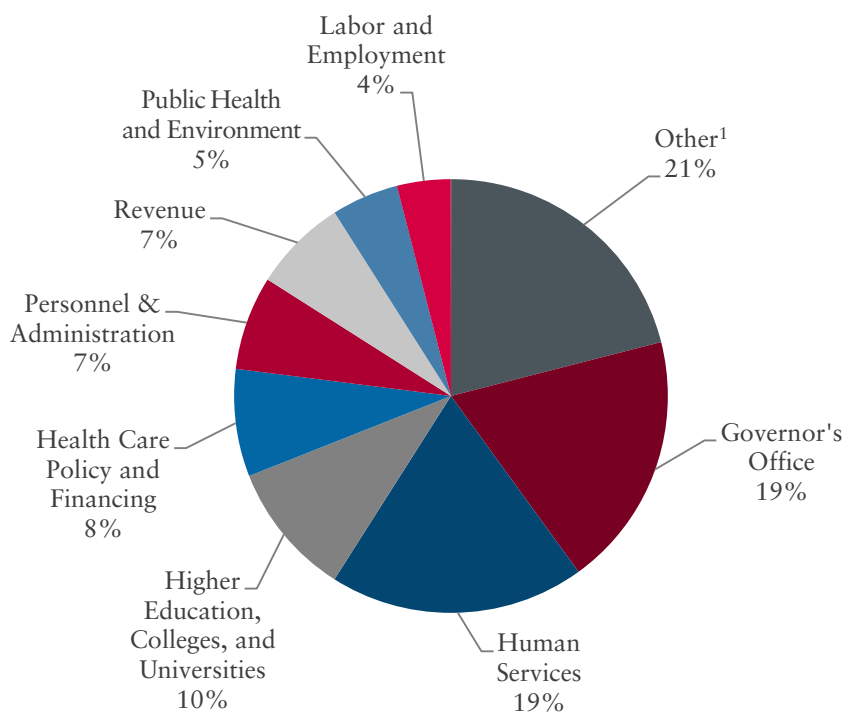
- **FINANCIAL AUDIT RECOMMENDATIONS.** This report includes information on the financial audit recommendations that appeared in at least one annual audit report covering Fiscal Years 2010 through 2014 (between July 2009 and June 2014), and that state agencies and other audited organizations agreed to implement but had not fully implemented as of June 30, 2015. The implementation status for recommendations that result from financial audits is determined by the OSA through follow-up audits conducted by either OSA staff or contract auditors.
- **PERFORMANCE AND INFORMATION TECHNOLOGY (IT) AUDIT RECOMMENDATIONS.** This report includes information on the performance and IT audit recommendations made during Fiscal Years 2010 through 2014 (between July 2009 and June 2014), as well as the cash funds related recommendations covering Fiscal Years 2010 through 2014, that state agencies and other audited organizations agreed to implement but had not fully implemented as of June 30, 2015. The implementation status for recommendations that result from performance audits and IT audits is based on self-reported data from the respective state agencies and audited organizations; the OSA has not audited the implementation status for these recommendations.

This report differs from our previous annual reports because it counts each recommendation that related to an individual cash fund, which was reported in an annual Cash Funds Uncommitted Reserves performance audit, as a separate recommendation. The purpose of this change is to highlight the individual cash funds with recommendations that remain unimplemented. The OSA applied this new methodology to all prior year figures shown in this report to compare the implementation status of recommendations over multiple years. Therefore, the prior-year figures in this report differ from the figures in previous reports.

SUMMARY INFORMATION

Between July 2009 and June 2014, the OSA made a total of 2,813 audit recommendations to state agencies and other audited organizations. The OSA tracks a recommendation with multiple subparts as multiple recommendations. For example, a recommendation with three subparts is tracked as three recommendations. Additionally, if a recommendation is made to two agencies, the recommendation is tracked as two separate recommendations. The following chart shows the percentage of total audit recommendations by state agency, over the 5-year period.

OSA AUDIT RECOMMENDATIONS
BY AGENCY/DEPARTMENT
JULY 2009 THROUGH JUNE 2014



SOURCE: Office of the State Auditor's audit recommendation database.

¹ "Other" includes the Departments of Agriculture, Corrections, Education, Judicial, Law, Local Affairs, Military and Veterans Affairs, Natural Resources, Public Safety, Regulatory Agencies, State (Secretary of State), Transportation, Treasury, as well as Great Outdoors Colorado, Pinnacle Assurance, the Public Employees' Retirement Association, the Regional Transportation District, and the Statewide Internet Portal Authority. Each of these state agencies and audited organizations had less than 2 percent of the total audit recommendations made during the 5-year period.

OVERVIEW OF AUDIT RESPONSES

At the completion of each audit, the OSA asks state agencies and other audited organizations to provide written responses to each audit recommendation that specify whether they agree, partially agree, or disagree to implement the recommendation. Additionally, audited agencies and organizations are given the opportunity to provide a narrative response describing how and when they intend to implement each recommendation. Agency and organizational responses are included in the audit report. If an audited agency or organization disagrees or partially agrees with an audit recommendation, it must provide an explanation of its disagreement.

This report includes the implementation status of all audit recommendations that agencies and organizations have agreed or partially agreed to implement, which was 99 percent of all recommendations made during the 5-year period, July 2009 through June 2014.

SUMMARY OF OUTSTANDING AUDIT RECOMMENDATIONS

Overall, as of June 30, 2015, state agencies and other audited organizations had implemented approximately 96 percent of the recommendations with which they originally agreed. The following table compares the number of outstanding audit recommendations for each state agency and other audited organization as of June 30, 2015, and June 30, 2014, as reported in our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 Annual Report).

**TOTAL NUMBER OF OUTSTANDING AUDIT RECOMMENDATIONS THAT
AGENCIES/DEPARTMENTS/ORGANIZATIONS AGREED TO IMPLEMENT
AS OF JUNE 30, 2014, AND JUNE 30, 2015**

	2014			2015		
	FINANCIAL RECS	PERFORMANCE/IT RECS	TOTAL	FINANCIAL RECS	PERFORMANCE/IT RECS	TOTAL
AGRICULTURE	1	3	4	5	3	8
State Fair	1		1	1		1
All Other	0	3	3	4	3	7
CORRECTIONS		0	0		4	4
EDUCATION	2	1	3	0	0	0▼
GOVERNOR'S OFFICE	28	28	56	17	2	19▼
Colorado Energy Office			0			0
Colorado Tourism Office			0			0
Governor's Office of Information Technology	28	3	31	16	2	18▼
Office of Information Security		23	23		0	0▼
All Other	0	2	2	1	0	1▼
HEALTH CARE POLICY AND FINANCING	14		14	8		8▼
HIGHER EDUCATION	5		5	11		11
Adams State University			0			0
Auraria Higher Education Center			0			0
College Assist (Colorado Student Loan Pgm)			0			0
CollegeInvest			0			0
Colorado Community College System	1		1	6		6
Colorado Mesa University			0			0
Colorado School of Mines			0			0
Colorado State University System	2		2	2		2
Department of Higher Education			0			0
Fort Lewis College			0			0
History Colorado	0		0	1		1
Metropolitan State University of Denver	1		1	2		2
University of Colorado System			0			0
University of Northern Colorado	1		1	0		0▼
Western State Colorado University			0			0
HUMAN SERVICES	3	2	5	17	2	19
JUDICIAL		1	1		4	4
LABOR AND EMPLOYMENT	2	3	5	2	3	5
LAW			0			0
LOCAL AFFAIRS		1	1		0	0▼
MILITARY AND VETERANS AFFAIRS			0			0
NATURAL RESOURCES	4	1	5	3	4	7
PERSONNEL & ADMINISTRATION	7	17	24	6	4	10▼
PUBLIC HEALTH AND ENVIRONMENT	1	8	9	0	4	4▼
PUBLIC SAFETY			0			0
REGULATORY AGENCIES		2	2		1	1▼
REVENUE	5	3	8	1	1	2▼
Colorado Lottery	1		1	0		0▼
Department of Revenue	4	3	7	1	1	2▼
SECRETARY OF STATE	0		0	3		3
TRANSPORTATION	0	6	6	2	0	2▼
TREASURY			0			0
GREAT OUTDOORS COLORADO	1		1	0		0▼
PINNACOL ASSURANCE			0			0
PUBLIC EMPLOYEES' RETIREMENT ASSOC.			0			0
REGIONAL TRANSPORTATION DISTRICT			0			0
STATEWIDE INTERNET PORTAL AUTH.			0			0
TOTAL	73	76	149	75	32	107▼

SOURCE: Office of the State Auditor's audit recommendation database.

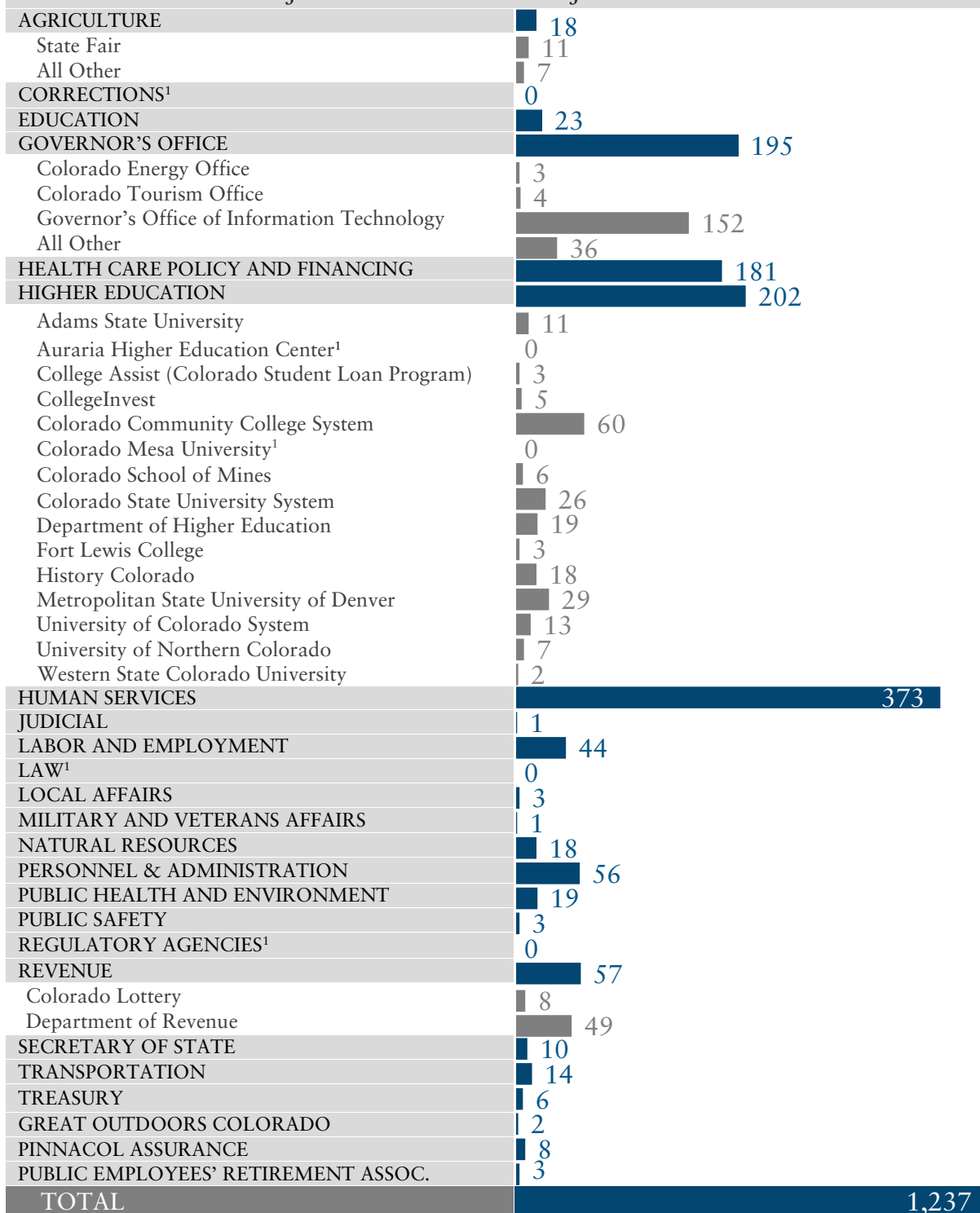
NOTE: ▼ indicates that the number of outstanding audit recommendations decreased in 2015 compared to 2014.

The following sections provide specific information on financial audit recommendations and performance and IT audit recommendations.

FINANCIAL AUDIT RECOMMENDATIONS

Of the 2,813 recommendations made between July 2009 and June 2014, there were 1,261 (45 percent) from financial audit reports, including the Statewide Single Audit Report and separate standalone audit reports. Of these 1,261 financial audit recommendations, state agencies and other audited organizations agreed to implement 1,237 (98 percent), which are shown in the following table.

**TOTAL NUMBER OF FINANCIAL AUDIT RECOMMENDATIONS THAT
AGENCIES/DEPARTMENTS/ORGANIZATIONS AGREED TO IMPLEMENT
JULY 2009 THROUGH JUNE 2014**



SOURCE: Office of the State Auditor's audit recommendation database.

¹ These departments and institutions of higher education did not have any financial audit recommendations during the 5-year period.

Based on the OSA’s annual follow-up audit process, 75 of the 1,237 financial audit recommendations that agencies and other audited organizations agreed to implement (6 percent) were still outstanding as of June 30, 2015. By comparison, in our 2014 *Annual Report* there were 73 outstanding financial audit recommendations.

The OSA classifies all financial audit recommendations by the severity of the problem identified in the audit. Of the 75 financial audit recommendations that were outstanding as of June 30, 2015, there were nine classified as a “material weakness” in the agencies’ internal controls, 48 were a “significant deficiency,” 17 were a “deficiency in internal control,” and the remaining one was not classified or not an internal control issue. In financial audits, these terms are defined as follows:

MATERIAL WEAKNESS

This is the most serious level of internal control weakness and a deficiency that could result in a material misstatement of the financial statements or material noncompliance with a federal program requirement if not corrected.

SIGNIFICANT DEFICIENCY

This is less severe than a “material weakness,” but is still a high level internal control weakness and warrants attention by management.

DEFICIENCY IN INTERNAL CONTROL

This is the least serious level of internal control weakness and exists when the design or operation of a control does not allow management or employees to prevent, detect, or correct misstatements or federal program noncompliance.

NOT CLASSIFIED/NOT AN INTERNAL CONTROL ISSUE

These are recommendations not classified in one of the above three categories.

The following table compares the total number of financial audit recommendations that were outstanding for each state agency and other audited organization, by severity level classification, as of June 30, 2014, and June 30, 2015, respectively.

COMPARISON OF SEVERITY LEVELS OF OUTSTANDING FINANCIAL AUDIT RECOMMENDATIONS AS OF JUNE 30, 2014, AND JUNE 30, 2015										
	MATERIAL WEAKNESS		SIGNIFICANT DEFICIENCY		DEFICIENCY IN INTERNAL CONTROL		NOT CLASSIFIED		TOTAL	
	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015
AGRICULTURE	0	4					1	1	1	5
Department of Agriculture	0	4							0	4
State Fair							1	1	1	1
EDUCATION			2	0					2	0▼
GOVERNOR'S OFFICE			21	15	7	2			28	17▼
Governor's Office of Information Technology			21	14	7	2			28	16▼
All Other			0	1					0	1
HEALTH CARE POLICY AND FINANCING	1	1	10	6	3	1			14	8▼
HIGHER EDUCATION	1	2	2	9	2	0			5	11
Colorado Community College System			1	6					1	6
Colorado State University System	1	2			1	0			2	2
History Colorado			0	1					0	1
Metropolitan State University of Denver			1	2					1	2
University of Northern Colorado					1	0			1	0▼
HUMAN SERVICES	1	2	1	4	1	11			3	17
LABOR AND EMPLOYMENT			2	2					2	2
NATURAL RESOURCES			3	0	1	3			4	3▼
PERSONNEL & ADMINISTRATION			7	6					7	6▼
PUBLIC HEALTH AND ENVIRONMENT					1	0			1	0▼
REVENUE			3	1	1	0	1	0	5	1▼
Department of Revenue			3	1	1	0			4	1▼
Colorado Lottery							1	0	1	0▼
SECRETARY OF STATE			0	3					0	3
TRANSPORTATION			0	2					0	2
GREAT OUTDOORS COLORADO							1	0	1	0▼
TOTAL	3	9	51	48	16	17	3	1	73	75

SOURCE: Office of the State Auditor's audit recommendation database.

NOTE: ▼ indicates that the number of outstanding audit recommendations decreased in 2015 compared to 2014.

Of the 75 outstanding financial audit recommendations, there are 29 (39 percent) considered high priority due to the seriousness of the problems identified and/or the length of time that they have been outstanding. This includes eight material weaknesses, 20 significant deficiencies that have been outstanding for 3 years or more, and one not classified recommendation that has been outstanding for 5 years or more. Throughout this report, the outstanding recommendations that are considered high priority are highlighted in orange.

HIGH PRIORITY OUTSTANDING FINANCIAL AUDIT RECOMMENDATIONS

The OSA considers the financial recommendations high priority if they are past their original implementation dates and either (1) “material weaknesses,” (2) “significant deficiencies” that have been outstanding for 3 years or more, or (3) “not classified” recommendations that have been outstanding for 5 years or more.

The following table summarizes the outstanding financial audit recommendations that are considered high priority, by state agency.

HIGH PRIORITY FINANCIAL AUDIT RECOMMENDATIONS OUTSTANDING AS OF JUNE 30, 2015			
	MATERIAL WEAKNESS	SIGNIFICANT DEFICIENCY	NOT CLASSIFIED
AGRICULTURE			
Department of Agriculture	4	0	0
State Fair	0	0	1
GOVERNOR’S OFFICE			
Governor’s Office of Information Technology	0	12	0
HEALTH CARE POLICY AND FINANCING	0	2	0
HIGHER EDUCATION			
Colorado State University System	2	0	0
HUMAN SERVICES	2	0	0
PERSONNEL & ADMINISTRATION	0	5	0
REVENUE	0	1	0
TOTAL	8	20	1

SOURCE: Office of the State Auditor’s audit recommendation database.

The following table compares the total number of outstanding financial audit recommendations that are considered high priority, by state agency, as of June 30, 2014, and June 30, 2015, respectively.

**COMPARISON OF OUTSTANDING HIGH PRIORITY
FINANCIAL AUDIT RECOMMENDATIONS
AS OF JUNE 30, 2014, AND JUNE 30, 2015**

AGENCY/DEPARTMENT	TOTAL RECS JULY 2009 TO JUNE 2014	OUTSTANDING HIGH PRIORITY RECS FOR 2014	OUTSTANDING HIGH PRIORITY RECS FOR 2015
AGRICULTURE	18	0	5
GOVERNOR'S OFFICE	195	11	12
HEALTH CARE POLICY AND FINANCING	181	7	2▼
HIGHER EDUCATION	202	1	2
HUMAN SERVICES	373	2	2
LABOR AND EMPLOYMENT	44	2	0▼
PERSONNEL & ADMINISTRATION	56	0	5
REVENUE	57	3	1▼
TOTAL	1,126	26	29

SOURCE: Office of the State Auditor's audit recommendation database.

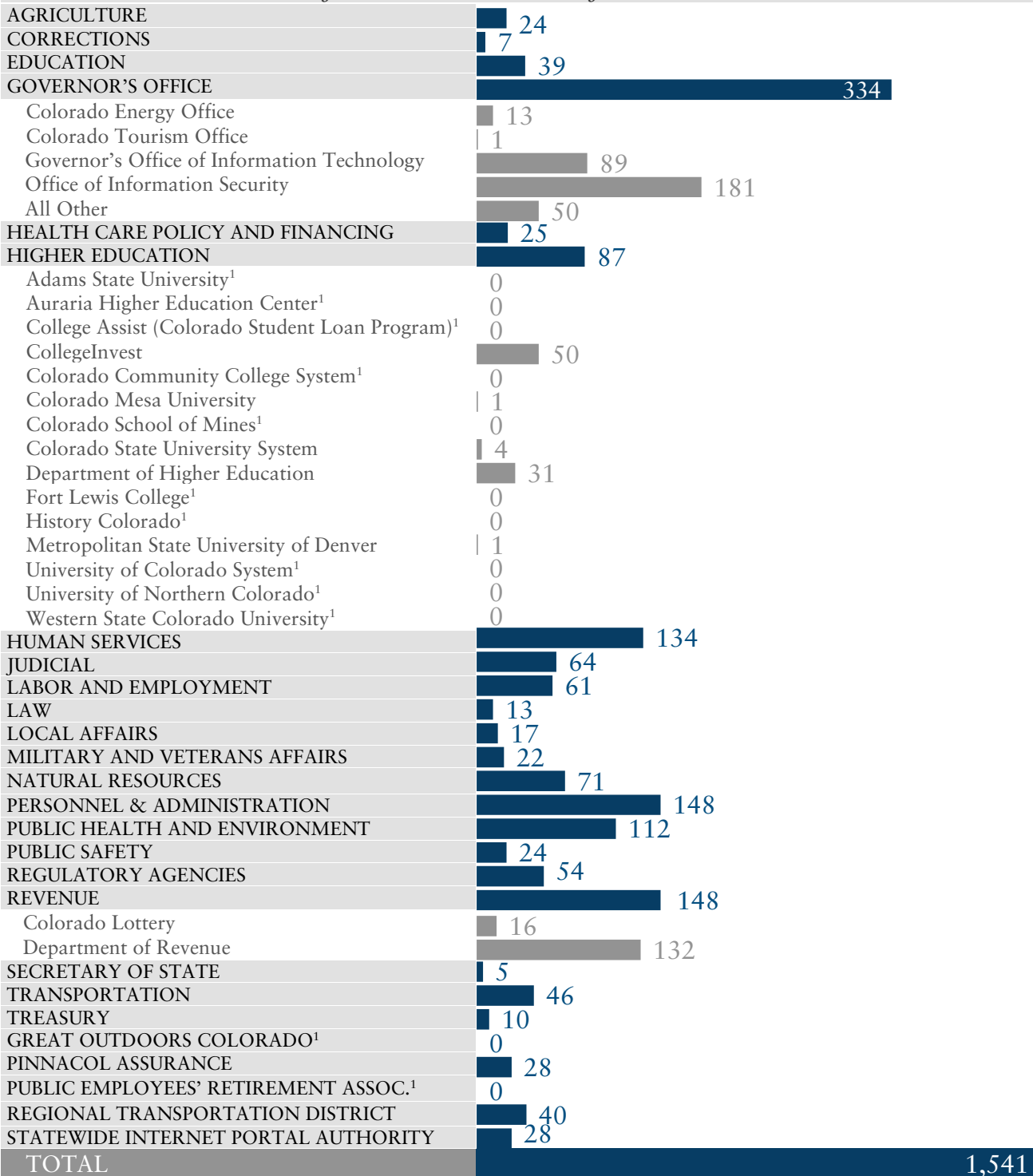
NOTE: ▼ indicates that the number of outstanding high priority audit recommendations decreased in 2015 compared to 2014.

The appendices of this report provide additional information on the outstanding financial audit recommendations that are considered high priority.

PERFORMANCE AND IT AUDIT RECOMMENDATIONS

Of the 2,813 recommendations made between July 2009 and June 2014, there were 1,552 (55 percent) from performance or IT audit reports. Of these 1,552 performance and IT recommendations, state agencies and other audited organizations agreed to implement 1,541 (99 percent), which are shown in the following table.

TOTAL NUMBER OF PERFORMANCE AND IT AUDIT RECOMMENDATIONS THAT AGENCIES/DEPARTMENTS/ORGANIZATIONS AGREED TO IMPLEMENT JULY 2009 THROUGH JUNE 2014



SOURCE: Office of the State Auditor's audit recommendation database.

¹ These agencies, departments, institutions of higher education, and other audited organizations did not have any performance or IT audit recommendations during the 5-year period.

Based on self-reported data from state agencies and other audited organizations, 32 of the 1,541 performance and IT audit recommendations that they agreed to implement (2 percent) were outstanding as of June 30, 2015. By comparison, in our 2014 *Annual Report*, there were 76 outstanding performance and IT audit recommendations.

Of the 32 outstanding performance and IT audit recommendations as of June 30, 2015, the high priority are the 12 recommendations (38 percent) from reports that were released 3 years ago or more. Throughout this report, the outstanding recommendations that are considered high priority are highlighted in orange.

HIGH PRIORITY OUTSTANDING PERFORMANCE AND IT AUDIT RECOMMENDATIONS

The OSA considers the performance and IT recommendations high priority if they are from reports that were released 3 years ago or more.

The following table shows the outstanding performance and IT audit recommendations that are considered high priority, by state agency, as of June 30, 2014, and June 30, 2015, respectively.

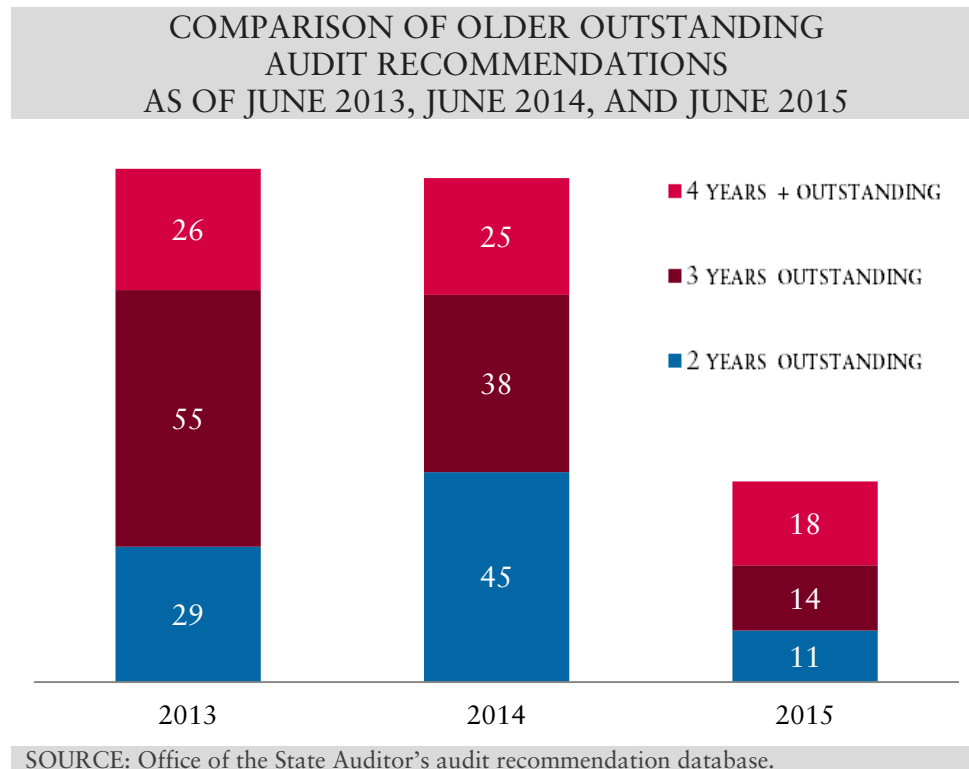
COMPARISON OF OUTSTANDING HIGH PRIORITY PERFORMANCE AND IT AUDIT RECOMMENDATIONS AS OF JUNE 30, 2014, AND JUNE 30, 2015			
AGENCY/DEPARTMENT	TOTAL RECS JULY 2009 TO JUNE 2014	OUTSTANDING HIGH PRIORITY RECS FOR 2014	OUTSTANDING HIGH PRIORITY RECS FOR 2015
AGRICULTURE	24	2	2
GOVERNOR'S OFFICE	334	24	2▼
LABOR AND EMPLOYMENT	61	3	3
NATURAL RESOURCES	71	1	1
PERSONNEL & ADMINISTRATION	148	3	3
PUBLIC HEALTH AND ENVIRONMENT	112	1	0▼
REGULATORY AGENCIES	54	1	0▼
REVENUE	148	2	1▼
TRANSPORTATION	46	1	0▼
TOTAL	998	38	12▼

SOURCE: Office of the State Auditor's audit recommendation database.
NOTE: ▼ indicates that the number of outstanding high priority audit recommendations decreased in 2015 compared to 2014.

The appendices of this report provide additional information on the outstanding performance and IT audit recommendations that are considered high priority.

OVERALL CONCLUSIONS

When considering the number of recommendations that the OSA made to state agencies and other audited organizations over the 5-year review period, the summary information in this report shows that they generally agree with our recommendations and usually implement them in a timely manner. Further, the number of older audit recommendations that have been outstanding has decreased compared to our 2014 *Annual Report*. The chart below compares the older outstanding recommendations, as reported in our 2013 *Annual Report*, 2014 *Annual Report*, and this 2015 report.



Although state agencies and other audited organizations have made progress in implementing outstanding audit recommendations over the past year, approximately 4 percent of recommendations covering the period July 2009 through June 2014 have not been fully implemented

and remain outstanding. This report provides the General Assembly information on the recommendations that have not been fully implemented, and are considered high priority, so policy makers have the oversight tools needed to hold state agencies and other audited organizations accountable.



DEPARTMENT OF AGRICULTURE

Between July 1, 2009 and June 30, 2014, the Department of Agriculture (Department) agreed or partially agreed to implement 42 audit recommendations. Of these 42 recommendations, 18 (43 percent) were from financial audit reports, and 24 (57 percent) were from performance and/or information technology (IT) audit reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that five of the 18 financial audit recommendations (28 percent) that the Department agreed to implement are still outstanding. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the Department had one outstanding financial audit recommendation.

The following table summarizes the outstanding financial audit recommendations by the level of deficiency, topic area, and number of months since the Department's original implementation dates. All of the outstanding recommendations are considered high priority and highlighted in orange. RECOMMENDATION 2014-001 PARTS A, B, D, and E relate to accounting internal controls. RECOMMENDATION 1 from the Colorado State Fair Authority, Financial and Compliance Audit, relates to the State Fair's operations.

DEPARTMENT OF AGRICULTURE
FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED
AS OF JUNE 30, 2015

AUDIT	REC. No.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2014	2014-001A	2014	Material Weakness	Accounting Controls	Not Implemented	5/31/2015	12/31/2015	7
	2014-001B	2014	Material Weakness	Accounting Controls	Not Implemented	6/30/2015	2/29/2016	8
	2014-001D	2014	Material Weakness	Accounting Controls	Partially Implemented	6/30/2014	9/30/2015	15
	2014-001E	2014	Material Weakness	Accounting Controls	Partially Implemented	1/31/2015	12/31/2015	11
Colorado State Fair Authority, Financial and Compliance Audit, Fiscal Years Ended June 30, 2014 and 2013	1	2002	Not Classified/ Not an Internal Control Issue	State Fair Operations	Not Implemented	10/31/2003	7/31/2015	141

SOURCE: Office of the State Auditor's audit recommendation database.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that three of the 24 performance and/or IT audit recommendations (13 percent) that it agreed to implement are still outstanding. In our 2014 *Annual Report*, the Department also had three outstanding performance and/or IT audit recommendations.

The following table provides information on the Department's outstanding performance and/or IT recommendations, including the number of months since the Department's original implementation dates. RECOMMENDATION 3D from the *Anhydrous Ammonia Program* performance audit report was to improve tank-level inspection data management systems and practices. RECOMMENDATION 7A was to identify data, system, and reporting capabilities needed to manage tank registration, inspection, and enforcement effectively. These two recommendations are considered high priority and highlighted in orange because they are from audit reports released 3 years ago or more.

**DEPARTMENT OF AGRICULTURE
PERFORMANCE AND IT AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED
AS OF JUNE 30, 2015**

AUDIT	REC. No.	TOPIC AREA	IMPLEMENTATION STATUS ¹	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Anhydrous Ammonia Program, Inspection and Consumer Services Division, Performance Audit, July 2010	3D	Program Administration	Partially Implemented	7/31/2012	6/30/2016	47
	7A	IT - Information System Analysis, Conversion, Migration, and Implementation	Partially Implemented	7/31/2012	6/30/2016	47
Cash Funds Uncommitted Reserves, Performance Audit, June 2014	1A	Inspection and Consumer Service Cash Fund	Partially Implemented	6/30/2015	12/31/2016	18

SOURCE: Office of the State Auditor's audit recommendation database.

¹ Implementation status is self-reported by the Department and not audited by the OSA.



DEPARTMENT OF CORRECTIONS

Between July 1, 2009 and June 30, 2014, the Department of Corrections (Department) agreed or partially agreed to implement seven audit recommendations. All of these recommendations were from performance and/or information technology (IT) audit reports.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that four of the seven performance and/or IT audit recommendations (57 percent) that it agreed to implement are still outstanding. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the Department had no outstanding performance and/or IT audit recommendations.

The following table provides information on the Department's outstanding performance and/or IT recommendations, including the number of months since the Department's original implementation dates.

DEPARTMENT OF CORRECTIONS PERFORMANCE AND IT AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015						
AUDIT	REC. NO.	TOPIC AREA	IMPLEMENTATION STATUS ¹	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Victim's Restitution, Performance Audit, Judicial Department and Department of Corrections, April 2014	1	Statutory Compliance	Not Implemented	7/31/2015	3/31/2016	8
	2	Statutory Compliance	Partially Implemented	7/31/2015	3/31/2016	8
	3	Statutory Compliance	Partially Implemented	7/31/2015	12/31/2015	5
	6	Information Systems	Not Implemented	7/31/2015	3/31/2016	8

SOURCE: Office of the State Auditor's audit recommendation database.
¹ Implementation status is self-reported by the Department and not audited by the OSA.



DEPARTMENT OF EDUCATION

Between July 1, 2009 and June 30, 2014, the Department of Education (Department) agreed or partially agreed to implement 62 audit recommendations. Of these 62 recommendations, 23 (37 percent) were from financial audit reports, and 39 (63 percent) were from performance and/or information technology (IT) reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that the Department has no outstanding financial audit recommendations. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the Department had two outstanding financial audit recommendations.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that it has no outstanding performance and/or IT audit recommendations. In our 2014 *Annual Report*, the Department had one outstanding performance audit recommendation.



GOVERNOR'S OFFICE

Between July 1, 2009 and June 30, 2014, the Governor's Office, including the Governor's Office of Information Technology, agreed or partially agreed to implement 529 audit recommendations. Of these 529 recommendations, 195 (37 percent) were from financial audit reports, and 334 (63 percent) were from performance and/or information technology (IT) audit reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that 17 of the 195 financial audit recommendations (9 percent) that the Governor's Office agreed to implement are still outstanding. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented (2014 Annual Report)*, the Governor's Office had 28 outstanding financial audit recommendations.

The following table summarizes the outstanding financial recommendations by the level of deficiency, topic area, and number of months since the original implementation dates provided by the Governor's Office. Of these outstanding recommendations, the 12 significant deficiencies outstanding 3 years or more are considered high priority and highlighted in orange. RECOMMENDATION 2014-006 PARTS A, B, C, G, and H relate to general IT controls for the KRONOS System. RECOMMENDATION 2014-019 PARTS A, D, E, F, and G relate to general IT controls for the Colorado Personnel Payroll System (CPPS). RECOMMENDATION 2013-3 relates to IT Contract Management. RECOMMENDATION 2010-38C relates to GenTax System Disaster Recovery Plan Testing.

GOVERNOR'S OFFICE FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015								
AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2014	2014-006A	2011	Significant Deficiency	KRONOS IT Controls	Not Implemented	6/30/2012	3/31/2017	57
	2014-006B	2011	Significant Deficiency	KRONOS IT Controls	Not Implemented	6/30/2012	3/31/2017	57
	2014-006C	2011	Significant Deficiency	KRONOS IT Controls	Not Implemented	6/30/2012	3/31/2017	57
	2014-006G	2011	Significant Deficiency	KRONOS IT Controls	Not Implemented	12/31/2012	3/31/2017	51
	2014-006H	2011	Significant Deficiency	KRONOS IT Controls	Deferred Implementation ¹	10/31/2012	3/31/2017	53
	2014-019A	2012	Significant Deficiency	CPPS IT Controls	Not Implemented	6/30/2014	6/30/2018	48
	2014-019D	2012	Significant Deficiency	CPPS IT Controls	Not Implemented	12/31/2014	6/30/2018	42
	2014-019E	2012	Significant Deficiency	CPPS IT Controls	Not Implemented	12/31/2014	6/30/2018	42
	2014-019F	2012	Significant Deficiency	CPPS IT Controls	Not Implemented	12/31/2014	6/30/2018	42
	2014-019G	2012	Significant Deficiency	CPPS IT Controls	Not Implemented	12/31/2014	6/30/2018	42
	2014-73C	2012	Significant Deficiency	CUBS & CATS IT Controls	Deferred Implementation ²	12/31/2016	1/31/2017	1
2014-73D	2012	Significant Deficiency	CUBS & CATS IT Controls	Deferred Implementation ²	12/31/2016	1/31/2017	1	
2014-002A	2014	Significant Deficiency	Financial Reporting	Partially Implemented	4/30/2015	1/31/2016	9	
Statewide Single Audit, Fiscal Year Ended June 30, 2013	2013-3	2012	Significant Deficiency	IT Contract Management	Partially Implemented	12/31/2013	7/31/2017	43
	2013-1B	2013	Deficiency in Internal Control	GenTax IT Controls	Partially Implemented	3/31/2014	12/31/2015	21
Statewide Single Audit, Fiscal Year Ended June 30, 2012	2012-4C	2012	Deficiency in Internal Control	Information Security Policies	Partially Implemented	7/31/2013	10/31/2015	27
Statewide Single Audit, Fiscal Year Ended June 30, 2010	2010-38C	2010	Significant Deficiency	GenTax IT Controls	Partially Implemented	8/31/2011	12/31/2015	52

SOURCE: Office of the State Auditor's audit recommendation database.

¹ The Implementation Status of this recommendation is deferred and has not been determined by the OSA because the Governor's Office provided an original implementation date of October 2012 when the recommendation was made in the Statewide Single Audit, Fiscal Year Ended June 30, 2011 Report, and then the Governor's Office revised the implementation date to March 2017.

² The Implementation Status of this recommendation is deferred and has not been determined by the OSA because the Governor's Office provided an original implementation date of December 2016.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Governor's Office reports that two of the 334 performance and/or IT audit recommendations (1 percent) that it agreed to implement are still outstanding. In our 2014 *Annual Report*, the Governor's Office had 28 outstanding performance and/or IT audit recommendations.

The following table provides information on the two outstanding performance and/or IT audit recommendations for the Governor's Office, including the number of months since the original implementation dates provided by the Governor's Office. RECOMMENDATION 3 from the *Consolidation of Executive Branch Information Technology* performance audit report was to perform a full inventory of hardware and software assets. RECOMMENDATION 8F from the *Office of Cyber Security* performance audit report was to protect critical web applications with firewalls. These two recommendations are considered high priority and highlighted in orange because they are from reports released 3 years ago or more.

GOVERNOR'S OFFICE PERFORMANCE AND IT AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015						
AUDIT	REC. NO.	TOPIC AREA	IMPLEMENTATION STATUS ¹	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Consolidation of Executive Branch Information Technology, Performance Audit, March 2012	3	Program Administration	Partially Implemented	7/31/2012	9/30/2016	50
Office of Cyber Security, Governor's Office of Information Technology, Performance Audit, November 2010	8F	IT - Information System Security	Partially Implemented	7/31/2011	6/30/2017	71

PUBLIC REPORT

SOURCE: Office of the State Auditor's audit recommendation database.
¹ Implementation status is self-reported by the Governor's Office and not audited by the OSA.



DEPARTMENT OF HEALTH CARE POLICY AND FINANCING

Between July 1, 2009 and June 30, 2014, the Department of Health Care Policy and Financing (Department) agreed or partially agreed to implement 206 audit recommendations. Of these 206 recommendations, 181 (88 percent) were from financial audit reports, and 25 (12 percent) were from performance and/or information technology (IT) audit reports. As of June 30, 2015, the Department reports that it has no outstanding performance and/or IT audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented (2014 Annual Report)*, the Department also had no outstanding performance and/or IT audit recommendations.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that eight of the 181 financial audit recommendations (4 percent) that the Department agreed to implement are still outstanding. In our 2014 *Annual Report*, the Department had 14 outstanding financial audit recommendations.

The following table summarizes the outstanding financial recommendations by the level of deficiency, topic area, and number of months since the Department's original implementation dates. Of these outstanding recommendations, the two significant deficiencies outstanding 3 years or more are considered high priority and highlighted in orange. RECOMMENDATION 2014-035 relates to monitoring health and safety surveys and certifications. RECOMMENDATION 2014-036B relates to Medicaid claims processing.

ANNUAL REPORT: STATUS OF OUTSTANDING AUDIT RECOMMENDATIONS AS OF JUNE 30, 2015

DEPARTMENT OF HEALTH CARE POLICY AND FINANCING FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015								
AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2014	2014-035	2011	Significant Deficiency	Monitoring of Health/Safety Surveys & Certifications	Not Implemented	7/31/2012	11/30/2016	52
	2014-036B	2010	Significant Deficiency	Medicaid Claims Processing	Partially Implemented	6/30/2011	11/30/2016	65
	2014-033	2013	Significant Deficiency	Federal Reporting - CBHP & Medicaid	Not Implemented	6/30/2014	12/31/2015	18
	2014-034	2012	Significant Deficiency	Personnel Costs for Federal Programs	Not Implemented	6/30/2013	12/31/2015	30
	2014-038B	2012	Significant Deficiency	Medicaid Provider Eligibility	Deferred Implementation ¹	3/31/2016	11/30/2016	8
	2014-038C	2012	Significant Deficiency	Medicaid Provider Eligibility	Deferred Implementation ¹	3/31/2016	11/30/2016	8
	2014-039	2011	Material Weakness	Medicaid Provider Eligibility	Deferred Implementation ¹	3/31/2016	11/30/2016	8
Statewide Single Audit, Fiscal Year Ended June 30, 2013	2013-72B	2013	Deficiency in Internal Control	Regional Centers Waiver Reimbursement Rates	Partially Implemented	6/30/2014	12/31/2015	18

SOURCE: Office of the State Auditor's audit recommendation database.
¹ The Implementation Status of this recommendation is deferred and has not been determined by the OSA because the Department of Health Care Policy and Financing provided an original implementation date of March 2016.

DEPARTMENT OF HIGHER EDUCATION

Between July 1, 2009 and June 30, 2014, the Department of Higher Education (Department) agreed or partially agreed to implement 50 audit recommendations. Of these 50 recommendations, 19 (38 percent) were from financial audit reports, and 31 (62 percent) were from performance and/or information technology audit reports. Based on the OSA's follow-up audit process and information reported by the Department, as of June 30, 2015, it has no outstanding audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the Department also had no outstanding audit recommendations.



ADAMS STATE UNIVERSITY

Between July 1, 2009 and June 30, 2014, Adams State University (University) agreed or partially agreed to implement 11 audit recommendations. All of these recommendations were from financial audit reports. Based on the OSA's follow-up audit process, as of June 30, 2015, the University has no outstanding financial audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the University also had no outstanding audit recommendations.



AURARIA HIGHER EDUCATION CENTER

Between July 1, 2009 and June 30, 2014, the Auraria Higher Education Center received no audit recommendations.



COLLEGE ASSIST (COLORADO STUDENT LOAN PROGRAM)

Between July 1, 2009 and June 30, 2014, College Assist agreed or partially agreed to implement three audit recommendations. All of these recommendations were from financial audit reports. Based on the OSA's follow-up audit process, as of June 30, 2015, College Assist has no outstanding financial audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, College Assist also had no outstanding audit recommendations.



COLLEGEINVEST

Between July 1, 2009 and June 30, 2014, CollegeInvest agreed or partially agreed to implement 55 audit recommendations. Of these 55 recommendations, five (9 percent) were from financial audit reports, and 50 (91 percent) were from performance and/or information technology audit reports. Based on the OSA's follow-up audit process and information reported by CollegeInvest, as of June 30, 2015, it has no outstanding audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, CollegeInvest also had no outstanding audit recommendations.



COLORADO COMMUNITY COLLEGE SYSTEM

Between July 1, 2009, and June 30, 2014, the Colorado Community College System (System) agreed or partially agreed to implement 60 audit recommendations. All of these recommendations were from financial audit reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that six of the 60 financial audit recommendations (10 percent) that the System agreed to implement are still outstanding. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the System had one outstanding financial audit recommendation.

The following table summarizes the outstanding financial audit recommendations by the level of deficiency, topic area, and number of months since the System's original implementation dates.

**COLORADO COMMUNITY COLLEGE SYSTEM
FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED
AS OF JUNE 30, 2015**

AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Colorado Community College System, Financial and Compliance Audit, Fiscal Years Ended June 30, 2013 and 2014	2014-1A	2014	Significant Deficiency	Financial Reporting	Partially Implemented	1/31/2014	8/31/2015	19
	2014-1C	2014	Significant Deficiency	Financial Reporting	Not Implemented	5/31/2014	8/31/2015	15
	2014-2A	2014	Significant Deficiency	Financial Reporting	Partially Implemented	7/31/2014	7/31/2015	12
	2014-2B	2014	Significant Deficiency	Financial Reporting	Partially Implemented	7/31/2014	7/31/2015	12
	2014-2C	2014	Significant Deficiency	Financial Reporting	Partially Implemented	7/31/2014	7/31/2015	12
Statewide Single Audit, Fiscal Year Ended June 30, 2014	2014-045	2014	Significant Deficiency	Student Financial Aid	Partially Implemented	1/31/2015	12/31/2015	11

SOURCE: Office of the State Auditor's audit recommendation database.

COLORADO MESA UNIVERSITY

Between July 1, 2009 and June 30, 2014, Colorado Mesa University (University) agreed to implement one audit recommendation. This recommendation was from a performance audit report. As of June 30, 2015, the University reports that it has no outstanding performance audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the University also had no outstanding audit recommendations.



COLORADO SCHOOL OF MINES

Between July 1, 2009 and June 30, 2014, the Colorado School of Mines (School) agreed or partially agreed to implement six audit recommendations. All of these recommendations were from financial audit reports. Based on the OSA's follow-up audit process, as of June 30, 2015, the School has no outstanding financial audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the School also had no outstanding audit recommendations.



COLORADO STATE UNIVERSITY SYSTEM

Between July 1, 2009 and June 30, 2014, the Colorado State University System (System) agreed or partially agreed to implement 30 audit recommendations. Of these 30 recommendations, 26 (87 percent) were from financial audit reports, and four (13 percent) were from performance and/or information technology (IT) audit reports. As of June 30, 2015, the System reports that it has no outstanding performance and/or IT audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the System also had no outstanding performance and/or IT audit recommendations.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that two of the 26 financial audit recommendations (8 percent) that the System agreed to implement are still outstanding. In our 2014 *Annual Report*, the System also had two outstanding financial audit recommendations.

The following table summarizes the outstanding financial audit recommendations by the level of deficiency, topic area, and number of months since the System's original implementation dates. The outstanding recommendations are material weaknesses, considered high priority, and highlighted in orange. RECOMMENDATIONS 2014-040A and 2014-040B relate to student financial aid for the Pueblo campus.

COLORADO STATE UNIVERSITY SYSTEM FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015								
AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2014, Colorado State University-Pueblo	2014-040A	2014	Material Weakness	Student Financial Aid	Not Implemented	5/31/2015	6/30/2016	13
	2014-040B	2014	Material Weakness	Student Financial Aid	Not Implemented	5/31/2015	6/30/2016	13

SOURCE: Office of the State Auditor's audit recommendation database.

FORT LEWIS COLLEGE

Between July 1, 2009 and June 30, 2014, Fort Lewis College (College) agreed or partially agreed to implement three audit recommendations. All of these recommendations were from financial audit reports. Based on the OSA's follow-up audit process, as of June 30, 2015, the College has no outstanding financial audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the College also had no outstanding audit recommendations.



HISTORY COLORADO

Between July 1, 2009 and June 30, 2014, History Colorado agreed or partially agreed to implement 18 audit recommendations. All of these recommendations were from financial audit reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that one of the 18 financial audit recommendations (6 percent) that History Colorado agreed to implement is still outstanding. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, History Colorado had no outstanding audit recommendations.

The following table summarizes the outstanding financial audit recommendation by the level of deficiency, topic area, and number of months since History Colorado's original implementation date.

HISTORY COLORADO FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015								
AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2014	2014-009B	2014	Significant Deficiency	Controls over Accounting Transactions	Partially Implemented	1/31/2015	1/31/2016	12

SOURCE: Office of the State Auditor's audit recommendation database.



METROPOLITAN STATE UNIVERSITY OF DENVER

Between July 1, 2009 and June 30, 2014, Metropolitan State University of Denver (University) agreed or partially agreed to implement 30 audit recommendations. Of these 30 recommendations, 29 (97 percent) were from financial audit reports, and one (3 percent) was from a performance audit report. As of June 30, 2015, the University reports that the performance audit recommendation is no longer outstanding.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the University also had no outstanding performance and/or IT audit recommendations.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that two of the 29 financial audit recommendations (7 percent) that the University agreed to implement are still outstanding. In our 2014 *Annual Report*, the University had one outstanding financial audit recommendation.

The following table summarizes the outstanding financial audit recommendations by the level of deficiency, topic area, and number of months since the University's original implementation dates.

METROPOLITAN STATE UNIVERSITY OF DENVER FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015

AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2014	2014-048	2014	Significant Deficiency	Title IV Funds	Not Implemented	6/30/2014	8/31/2015	14
	2014-053	2013	Significant Deficiency	Title IV Funds	Not Implemented	6/30/2014	1/31/2016	19

SOURCE: Office of the State Auditor's audit recommendation database.



UNIVERSITY OF COLORADO SYSTEM

Between July 1, 2009 and June 30, 2014, the University of Colorado System (System) agreed or partially agreed to implement 13 audit recommendations. All of these recommendations were from financial audit reports. Based on the OSA's follow-up audit process, as of June 30, 2015, the University has no outstanding financial audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the System also had no outstanding audit recommendations.



UNIVERSITY OF NORTHERN COLORADO

Between July 1, 2009 and June 30, 2014, the University of Northern Colorado (University) agreed or partially agreed to implement seven audit recommendations. All of these recommendations were from financial audit reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that the University has no outstanding financial audit recommendations. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the University had one outstanding financial audit recommendation.



WESTERN STATE COLORADO UNIVERSITY

Between July 1, 2009 and June 30, 2014, Western State Colorado University (University) agreed to implement two audit recommendations. Both of these recommendations were from financial audit reports. Based on the OSA's follow-up audit process, as of June 30, 2015, the University has no outstanding financial audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the University also had no outstanding audit recommendations.



DEPARTMENT OF HUMAN SERVICES

Between July 1, 2009 and June 30, 2014, the Department of Human Services (Department) agreed or partially agreed to implement 507 audit recommendations. Of these 507 recommendations, 373 (74 percent) were from financial audit reports, and 134 (26 percent) were from performance and/or information technology (IT) audit reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that 17 of the 373 financial audit recommendations (5 percent) that the Department agreed to implement are still outstanding. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the Department had three outstanding financial audit recommendations.

The following table summarizes the outstanding financial audit recommendations by the level of deficiency, topic area, and number of months since the Department's original implementation dates. Of these outstanding recommendations, the two material weaknesses are considered high priority and highlighted in orange. RECOMMENDATIONS 2014-056A and 2014-056B relate to eligibility and payment error rates for the Supplemental Nutrition Assistance Program (SNAP).

DEPARTMENT OF HUMAN SERVICES
FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED
AS OF JUNE 30, 2015

AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2014	2014-056A	2013	Material Weakness	SNAP	Partially Implemented	6/30/2015	11/30/2016	17
	2014-056B	2013	Material Weakness	SNAP	Partially Implemented	6/30/2015	11/30/2016	17
	2014-012A	2014	Significant Deficiency	Living Centers' Accounting Controls	Partially Implemented	6/30/2015	9/30/2015	3
	2014-012C	2014	Significant Deficiency	Living Centers' Accounting Controls	Partially Implemented	6/30/2015	9/30/2015	3
	2014-054B	2012	Deficiency in Internal Control	TANF	Partially Implemented	12/31/2014	7/31/2015	7
	2014-055B	2013	Deficiency in Internal Control	Child Care	Partially Implemented	12/31/2014	10/31/2015	10
	2014-058D	2013	Deficiency in Internal Control	Vocational Rehabilitation	Partially Implemented	7/31/2014	2/29/2016	19
	2014-059F	2012	Deficiency in Internal Control	Vocational Rehabilitation	Partially Implemented	7/31/2013	12/31/2015	29
	2014-064A	2013	Significant Deficiency	Vocational Rehabilitation	Partially Implemented	7/31/2014	2/29/2016	19
	2014-064B	2013	Significant Deficiency	Vocational Rehabilitation	Partially Implemented	10/31/2014	2/29/2016	16
	2014-066C	2012	Deficiency in Internal Control	Vocational Rehabilitation	Partially Implemented	7/31/2013	12/31/2015	29
	2014-069A	2012	Deficiency in Internal Control	Vocational Rehabilitation	Partially Implemented	7/31/2013	12/31/2015	29
	2014-069C	2012	Deficiency in Internal Control	Vocational Rehabilitation	Partially Implemented	7/31/2013	12/31/2015	29
	2014-070A	2013	Deficiency in Internal Control	Vocational Rehabilitation	Partially Implemented	7/31/2014	12/31/2015	17
	2014-070B	2013	Deficiency in Internal Control	Vocational Rehabilitation	Partially Implemented	7/31/2014	12/31/2015	17
	2014-070C	2013	Deficiency in Internal Control	Vocational Rehabilitation	Partially Implemented	10/31/2014	12/31/2015	14
	2013-65A	2013	Deficiency in Internal Control	Vocational Rehabilitation	Partially Implemented	7/31/2014	12/31/2015	17

SOURCE: Office of the State Auditor's audit recommendation database.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that two of the 134 performance and/or IT audit recommendations (1 percent) that it agreed to implement are still outstanding. In our 2014 *Annual Report*, the Department had two outstanding performance audit recommendations.

The following table provides information on the Department's outstanding performance audit recommendations, including the number of months since the Department's original implementation dates.

DEPARTMENT OF HUMAN SERVICES PERFORMANCE AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015

AUDIT	REC. NO.	TOPIC AREA	IMPLEMENTATION STATUS ¹	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Property Tax, Rent, and Heat Rebate Program, Departments of Revenue and Human Services, Performance Audit, August 2013	5A	Program Administration	Partially Implemented	1/31/2015	1/31/2016	12
	5B	Program Administration	Not Implemented	7/31/2015	9/30/2015	2

SOURCE: Office of the State Auditor's audit recommendation database.

¹ Implementation status is self-reported by the Department and not audited by the OSA.



JUDICIAL DEPARTMENT

Between July 1, 2009 and June 30, 2014, the Judicial Department (Department) agreed or partially agreed to implement 65 audit recommendations. Of these 65 recommendations, one (2 percent) was from a financial audit report, and 64 (98 percent) were from performance and/or information technology (IT) audit reports. Based on the OSA's follow-up audit process, as of June 30, 2015, the Department has no outstanding financial audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the Department also had no outstanding financial audit recommendations.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that four of the 64 performance and/or IT audit recommendations (6 percent) that it agreed to implement are still outstanding. In our 2014 *Annual Report*, the Department had one outstanding IT audit recommendation.

The following table provides information on the Department's outstanding performance and/or IT recommendations, including the number of months since the Department's original implementation dates.

JUDICIAL DEPARTMENT PERFORMANCE AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015						
AUDIT	REC. NO.	TOPIC AREA	IMPLEMENTATION STATUS ¹	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Victim's Restitution Performance Audit, Judicial Department and Department of Corrections, April 2014	1	Statutory Compliance	Partially Implemented	7/31/2015	3/31/2016	8
	3	Statutory Compliance	Partially Implemented	7/31/2015	3/31/2016	8
	5B	Statutory Compliance	Not Implemented	7/31/2015	3/31/2016	8
	5D	Information System Operations	Not Implemented	6/30/2018	3/31/2016	-27 ²

SOURCE: Office of the State Auditor's recommendation database.

¹ Implementation status is self-reported by the Department and not audited by the OSA.

² The Delay (Months) is a negative number because the Judicial Department revised its current implementation date to a date earlier than its original implementation date. In the Victim's Restitution audit report, the Department reported that this recommendation would be implemented by June 2018, but the Department recently revised its implementation date to March 2016.

DEPARTMENT OF LABOR AND EMPLOYMENT

Between July 1, 2009 and June 30, 2014, the Department of Labor and Employment (Department) agreed or partially agreed to implement 105 audit recommendations. Of these 105 recommendations, 44 (42 percent) were from financial audit reports, and 61 (58 percent) were from performance and/or information technology (IT) reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that two of the 44 financial audit recommendations (5 percent) that the Department agreed to implement are still outstanding. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the Department also had two outstanding financial audit recommendations.

The following table summarizes the outstanding financial audit recommendations by the level of deficiency, topic area, and number of months since the Department's original implementation dates.

DEPARTMENT OF LABOR AND EMPLOYMENT FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015								
AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2014	2014-073C	2012	Significant Deficiency	CUBS & CATS IT Controls	Deferred Implementation ¹	12/31/2016	1/31/2017	1
	2014-073D	2012	Significant Deficiency	CUBS & CATS IT Controls	Deferred Implementation ¹	12/31/2016	1/31/2017	1

SOURCE: Office of the State Auditor's audit recommendation database.

¹ The Implementation Status of this recommendation is deferred and has not been determined by the OSA because the Department of Labor and Employment provided an original implementation date of December 2016.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that three of the 61 performance and/or IT audit recommendations (5 percent) that it agreed to implement are still outstanding. In our 2014 *Annual Report*, the Department also had three outstanding performance and/or IT audit recommendations.

The following table provides information on the outstanding performance audit recommendations, including the number of months since the Department's original implementation dates. The three outstanding recommendations are from the *Unemployment Insurance Program* performance audit. RECOMMENDATION 1C was to ensure claimants meet state and federal requirements by eliminating the paper affidavit form for affirming legal presence. RECOMMENDATION 3D was to add language to the claims filing system requiring claimants to conduct a work search and provide job contact information on a weekly basis. RECOMMENDATION 4A was to improve the efficiency of claims reviews by reprogramming the Colorado Unemployment Benefits System to increase automation. These recommendations are considered high priority and highlighted in orange because they are from reports released 3 years ago or more.

DEPARTMENT OF LABOR AND EMPLOYMENT PERFORMANCE AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015						
AUDIT	REC. NO.	TOPIC AREA	IMPLEMENTATION STATUS ¹	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Unemployment Insurance Program, Performance Audit, October 2011	1C	Program Administration	Not Implemented	12/31/2011	1/31/2017	61
	3D	Program Administration	Partially Implemented	12/31/2012	1/31/2017	49
	4A	Program Administration	Partially Implemented	9/30/2012	1/31/2017	52

SOURCE: Office of the State Auditor's recommendation database.

¹ Implementation status is self-reported by the Department and not audited by the OSA.

DEPARTMENT OF LAW

Between July 1, 2009 and June 30, 2014, the Department of Law (Department) agreed or partially agreed to implement 13 audit recommendations. All of these recommendations were from performance and/or information technology (IT) audit reports. As of June 30, 2015, the Department reports that it has no outstanding performance and/or IT audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the Department also had no outstanding audit recommendations.



DEPARTMENT OF LOCAL AFFAIRS

Between July 1, 2009 and June 30, 2014, the Department of Local Affairs (Department) agreed or partially agreed to implement 20 audit recommendations. Of these 20 recommendations, three (15 percent) were from financial audit reports, and 17 (85 percent) were from performance and/or information technology (IT) audit reports. Based on the OSA's follow-up audit process, as of June 30, 2015, the Department has no outstanding financial audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the Department also had no outstanding financial audit recommendations.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that it has no outstanding performance and/or IT audit recommendations. In our 2014 *Annual Report*, the Department had one outstanding performance audit recommendation.



DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

Between July 1, 2009 and June 30, 2014, the Department of Military and Veterans Affairs (Department) agreed or partially agreed to implement 23 audit recommendations. Of these 23 recommendations, one (4 percent) was from a financial audit report, and 22 (96 percent) were from performance and/or information technology audit reports. Based on the OSA's follow-up audit process and information reported by the Department, as of June 30, 2015, it has no outstanding audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the Department also had no outstanding audit recommendations.



DEPARTMENT OF NATURAL RESOURCES

Between July 1, 2009 and June 30, 2014, the Department of Natural Resources (Department) agreed or partially agreed to implement 89 audit recommendations. Of these 89 recommendations, 18 (20 percent) were from financial audit reports, and 71 (80 percent) were from performance and/or information technology (IT) audit reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that three of the 18 financial audit recommendations (17 percent) that the Department agreed to implement are still outstanding. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the Department had four outstanding financial audit recommendations.

The following table summarizes the outstanding financial audit recommendations by the level of deficiency, topic area, and number of months since the Department's original implementation dates.

DEPARTMENT OF NATURAL RESOURCES FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015								
AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2013	2013-11A	2012	Deficiency in Internal Controls	Financial Statements	Partially Implemented	12/31/2013	9/30/2016	33
	2013-11B	2012	Deficiency in Internal Controls	Financial Statements	Partially Implemented	6/30/2013	9/30/2016	39
	2013-11C	2012	Deficiency in Internal Controls	Financial Statements	Partially Implemented	6/30/2014	1/31/2016	19

SOURCE: Office of the State Auditor's audit recommendation database.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that four of the 71 performance and/or IT audit recommendations (6 percent) that it agreed to implement are still outstanding. In our 2014 *Annual Report*, the Department had one outstanding performance audit recommendation.

The following table provides information on the Department's outstanding performance audit recommendations, including the number of months since the Department's original implementation dates. RECOMMENDATION 4 from the *Cash Funds* report was made to the Department because it was not in compliance with state regulations regarding its cash funds balance. While the table shows the recommendation made in the most recent *Cash Funds* audit report, the OSA has made this recommendation to the Department annually for 4 consecutive years and the Department has delayed implementation each year. This recommendation is considered high priority and highlighted in orange because it is from an audit report released 3 years ago or more.

DEPARTMENT OF NATURAL RESOURCES PERFORMANCE AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015						
AUDIT	REC. NO.	TOPIC AREA	IMPLEMENTATION STATUS ¹	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Cash Funds Uncommitted Reserves, Performance Audit, June 2014	4 ²	Oil and Gas Conservation Cash Fund	Partially Implemented	6/30/2012	6/30/2016	48
Performance Evaluation of the Dam Safety Program, Division of Water Resources, February 2014	1D	Program Administration	Partially Implemented	6/30/2015	11/30/2015	5
	2B	Program Administration	Partially Implemented	6/30/2015	11/30/2015	5
	5D	Program Administration	Partially Implemented	6/30/2014	11/30/2015	17

SOURCE: Office of the State Auditor's recommendation database.

¹ Implementation status is self-reported by the Department and not audited by the OSA.

² This recommendation was originally made in the October 2011 Cash Funds Uncommitted Reserves performance audit.

DEPARTMENT OF PERSONNEL & ADMINISTRATION

Between July 1, 2009 and June 30, 2014, the Department of Personnel & Administration (Department) agreed or partially agreed to implement 204 recommendations. Of these 204 recommendations, 56 (27 percent) were from financial audit reports, and 148 (73 percent) were from performance and/or information technology (IT) audit reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that six of the 56 financial audit recommendations (11 percent) that the Department agreed to implement are still outstanding. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the Department had seven outstanding financial audit recommendations.

The following table summarizes the outstanding financial audit recommendations by the level of deficiency, topic area, and number of months since the Department's original implementation dates. Of these outstanding recommendations, the five significant deficiencies outstanding for 3 years or more are considered high priority and highlighted in orange. RECOMMENDATION 2014-019, PARTS A, D, E, F, and G relate to the Department's IT controls for the Colorado Personnel Payroll System (CPPS).

DEPARTMENT OF PERSONNEL & ADMINISTRATION FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015								
AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2014	2014-019A	2012	Significant Deficiency	CPPS IT Controls	Not Implemented	6/30/2014	6/30/2018	48
	2014-019D	2012	Significant Deficiency	CPPS IT Controls	Not Implemented	12/31/2014	6/30/2018	42
	2014-019E	2012	Significant Deficiency	CPPS IT Controls	Not Implemented	12/31/2014	6/30/2018	42
	2014-019F	2012	Significant Deficiency	CPPS IT Controls	Not Implemented	12/31/2014	6/30/2018	42
	2014-019G	2012	Significant Deficiency	CPPS IT Controls	Not Implemented	12/31/2014	6/30/2018	42
	2014-016A	2014	Significant Deficiency	Central Payroll Financial Reporting Controls	Partially Implemented	6/30/2015	9/30/2015	3

SOURCE: Office of the State Auditor's audit recommendation database.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that four of the 148 performance and/or IT audit recommendations (3 percent) that it agreed to implement are still outstanding. In our 2014 *Annual Report*, the Department had 17 outstanding performance and/or IT audit recommendations.

The following table provides information on the Department's outstanding performance audit recommendations, including the number of months since the Department's original implementation dates. The *Tax Processing* performance audit RECOMMENDATION 1C was to utilize the State's budgeting process to identify and reduce or reallocate positions and expenses between the Department and the Department of Revenue related to the tax processing pipeline. RECOMMENDATION 2 from the same report directs the Department to determine the Department of Revenue's service needs that Central Services can address and identify cost savings opportunities.

RECOMMENDATION 3A from the *Office of Administrative Courts* performance audit was for the Courts to streamline presentations to the public, including improving its website. These three recommendations are considered high priority and highlighted in orange because they are from audit reports released 3 years ago or more.

DEPARTMENT OF PERSONNEL & ADMINISTRATION PERFORMANCE AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015						
AUDIT	REC. NO.	TOPIC AREA	IMPLEMENTATION STATUS ¹	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Department of Revenue Tax Processing, Performance Audit, September 2011	1C	Program Oversight	Partially Implemented	7/31/2012	1/31/2016	42
	2	Program Administration	Partially Implemented	7/31/2012	10/31/2016	51
Office of Administrative Courts, Performance Audit, September 2012	3A	Program Administration	Partially Implemented	6/30/2013	12/31/2016	42
Evaluation of the Department's Annual Compensation Survey for Fiscal Year 2014, June 2013	9	Program Administration	Not Implemented	8/31/2014	7/31/2016	23

SOURCE: Office of the State Auditor's recommendation database.
¹ Implementation status is self-reported by the Department and not audited by the OSA.



DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT

Between July 1, 2009 and June 30, 2014, the Department of Public Health and Environment (Department) agreed or partially agreed to implement 131 audit recommendations. Of these 131 recommendations, 19 (15 percent) were from financial audit reports, and 112 (85 percent) were from performance and/or information technology (IT) audit reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that the Department has no outstanding financial audit recommendations. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented (2014 Annual Report)*, the Department had one outstanding financial audit recommendation.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that four of the 112 performance and/or IT audit recommendations (4 percent) that it agreed to implement are still outstanding. In our 2014 *Annual Report*, the Department had eight outstanding performance and/or IT audit recommendations.

The following table provides information on the Department's outstanding performance and/or IT recommendations, including the number of months since the Department's original implementation dates.

**DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT
PERFORMANCE AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED
AS OF JUNE 30, 2015**

AUDIT	REC. NO.	TOPIC AREA	IMPLEMENTATION STATUS ¹	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Medical Marijuana Regulatory System Part II, Performance Audit, June 2013	7A	Information System Controls	Partially Implemented	5/31/2014	3/31/2016	22
	7B	Information System Controls	Partially Implemented	5/31/2014	3/31/2016	22
	7C	Information System Controls	Partially Implemented	5/31/2014	3/31/2016	22
	7E	Information System Security	Partially Implemented	12/31/2013	3/31/2016	27

SOURCE: Office of the State Auditor's recommendation database.
¹ Implementation status is self-reported by the Department and not audited by the OSA.

DEPARTMENT OF PUBLIC SAFETY

Between July 1, 2009 and June 30, 2014, the Department of Public Safety (Department) agreed or partially agreed to implement 27 audit recommendations. Of these 27 recommendations, three (11 percent) were from financial audit reports, and 24 (89 percent) were from performance and/or information technology audit reports. Based on the OSA's follow-up audit process and information reported by the Department, as of June 30, 2015, it has no outstanding audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the Department also had no outstanding audit recommendations.



DEPARTMENT OF REGULATORY AGENCIES

Between July 1, 2009 and June 30, 2014, the Department of Regulatory Agencies (Department) agreed or partially agreed to implement 54 audit recommendations. All of these recommendations were from performance and/or information technology (IT) audit reports.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that one of the 54 performance and/or IT audit recommendations (2 percent) that it agreed to implement is still outstanding. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the Department had two outstanding performance audit recommendations.

The following table provides information on the Department's outstanding performance audit recommendation, including the number of months since the Department's original implementation date.

DEPARTMENT OF REGULATORY AGENCIES PERFORMANCE AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015

AUDIT	REC. NO.	TOPIC AREA	IMPLEMENTATION STATUS ¹	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Cash Funds Uncommitted Reserves, Performance Audit, June 2014	7C	Home Owners Association Information and Resource Center Cash Fund	Partially Implemented	6/30/2014	6/30/2016	24

SOURCE: Office of the State Auditor's recommendation database.

¹ Implementation status is self-reported by the Department and not audited by the OSA.



DEPARTMENT OF REVENUE

Between July 1, 2009 and June 30, 2014, the Department of Revenue (Department) agreed or partially agreed to implement 205 audit recommendations. Of these 205 recommendations, 57 (28 percent) were from financial audit reports, and 148 (72 percent) were from performance and/or information technology (IT) audit reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that one of the 57 financial audit recommendations (2 percent) that the Department agreed to implement is still outstanding. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the Department had five outstanding financial audit recommendations.

The following table summarizes the outstanding financial audit recommendation by the level of deficiency, topic area, and number of months since the Department's original implementation date. The recommendation is a significant deficiency outstanding for 3 years or more, considered high priority, and highlighted in orange. RECOMMENDATION 2010-38C relates to IT controls for the GenTax System.

DEPARTMENT OF REVENUE FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015								
AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2010	2010-38C	2010	Significant Deficiency	GenTax IT Controls	Partially Implemented	8/31/2011	12/31/2015	52

SOURCE: Office of the State Auditor's audit recommendation database.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that one of the 148 performance and/or IT audit recommendations (1 percent) that it agreed to implement is still outstanding. In our 2014 *Annual Report*, the Department had three outstanding performance audit recommendations.

The following table provides information on the Department's outstanding performance audit recommendation, including the number of months since the Department's original implementation date. RECOMMENDATION 2 from the *Tax Processing* performance audit report was for the Department to use Central Services for outgoing mail processing and warrant printing and reallocate or eliminate staff positions made unnecessary. This recommendation is considered high priority and highlighted in orange because it is from an audit report released 3 years ago or more.

DEPARTMENT OF REVENUE PERFORMANCE AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015						
AUDIT	REC. NO.	TOPIC AREA	IMPLEMENTATION STATUS ¹	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Tax Processing, Performance Audit, September 2011	2	Program Administration	Partially Implemented	7/31/2012	10/31/2016	51

SOURCE: Office of the State Auditor's recommendation database.
¹ Implementation status is self-reported by the Department and not audited by the OSA.

DEPARTMENT OF STATE (SECRETARY OF STATE)

Between July 1, 2009 and June 30, 2014, the Department of State (Department) agreed or partially agreed to implement 15 audit recommendations. Of these 15 recommendations, 10 (67 percent) were from financial audit reports, and five (33 percent) were from performance and/or information technology (IT) audit reports. As of June 30, 2015, the Department reports that it has no outstanding performance and/or IT audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the Department also had no outstanding performance and/or IT audit recommendations.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that three of the 10 financial audit recommendations (30 percent) that the Department agreed to implement are still outstanding. In our 2014 *Annual Report*, the Department had no outstanding financial audit recommendations.

The following table summarizes the outstanding financial audit recommendations by the level of deficiency, topic area, and number of months since the Department's original implementation dates.

DEPARTMENT OF STATE (SECRETARY OF STATE)
 FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED
 AS OF JUNE 30, 2015

AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2014	2014-024A	2014	Significant Deficiency	Controls over Financial Reporting	Partially Implemented	6/30/2015	7/31/2017	25
	2014-025A	2013	Significant Deficiency	Procurement	Partially Implemented	7/31/2014	7/31/2016	24
	2014-025B	2013	Significant Deficiency	Procurement	Partially Implemented	7/31/2014	7/31/2016	24

SOURCE: Office of the State Auditor's audit recommendation database.

DEPARTMENT OF TRANSPORTATION

Between July 1, 2009 and June 30, 2014, the Department of Transportation (Department) agreed or partially agreed to implement 60 audit recommendations. Of these 60 recommendations, 14 (23 percent) were from financial audit reports, and 46 (77 percent) were from performance and/or information technology (IT) audit reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that two of the 14 financial audit recommendations (14 percent) that the Department agreed to implement are still outstanding. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented* (2014 *Annual Report*), the Department had no outstanding financial audit recommendations.

The following table summarizes the outstanding financial audit recommendations by the level of deficiency, topic area, and number of months since the Department's original implementation dates.

DEPARTMENT OF TRANSPORTATION FINANCIAL AUDIT RECOMMENDATIONS NOT FULLY IMPLEMENTED AS OF JUNE 30, 2015								
AUDIT	REC. NO.	FIRST FY REC. MADE	CURRENT DEFICIENCY LEVEL	TOPIC AREA	IMPLEMENTATION STATUS	ORIGINAL IMPLEMENTATION DATE	CURRENT IMPLEMENTATION DATE	DELAY (MONTHS)
Statewide Single Audit, Fiscal Year Ended June 30, 2014	2014-076B	2014	Significant Deficiency	Subrecipient Monitoring Compliance	Partially Implemented	6/30/2015	4/30/2016	10
	2014-076D	2014	Significant Deficiency	Subrecipient Monitoring Compliance	Partially Implemented	6/30/2015	4/30/2016	10

SOURCE: Office of the State Auditor's audit recommendation database.

PERFORMANCE AND/OR IT AUDIT RECOMMENDATIONS

As of June 30, 2015, the Department reports that it has no outstanding performance and/or IT audit recommendations. In our 2014 *Annual Report*, the Department had six outstanding performance and/or IT audit recommendations.

DEPARTMENT OF TREASURY

Between July 1, 2009 and June 30, 2014, the Department of Treasury (Department) agreed or partially agreed to implement 16 audit recommendations. Of these 16 recommendations, six (38 percent) were from financial audit reports, and 10 (62 percent) were from performance and/or information technology audit reports. Based on the OSA's follow-up audit process and information reported by the Department, as of June 30, 2015, it has no outstanding audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, the Department also had no outstanding audit recommendations.



GREAT OUTDOORS COLORADO

Between July 1, 2009 and June 30, 2014, Great Outdoors Colorado (GOCO) agreed to implement two audit recommendations. Both of these recommendations were from financial audit reports.

FINANCIAL AUDIT RECOMMENDATIONS

As of June 30, 2015, the OSA's follow-up audit process determined that GOCO has no outstanding financial audit recommendations. In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, GOCO had one outstanding financial audit recommendation.



PINNACOL ASSURANCE

Between July 1, 2009 and June 30, 2014, Pinnacol Assurance (Pinnacol) agreed or partially agreed to implement 36 audit recommendations. Of these 36 recommendations, eight (22 percent) were from financial audit reports, and 28 (78 percent) were from performance and/or information technology audit reports. Based on the OSA's follow-up audit process and information reported by Pinnacol, as of June 30, 2015, it has no outstanding audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, Pinnacol also had no outstanding audit recommendations.



PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION

Between July 1, 2009 and June 30, 2014, the Public Employees' Retirement Association (PERA) agreed to implement three audit recommendations. All of these recommendations were from financial audit reports. Based on the OSA's follow-up audit process, as of June 30, 2015, PERA has no outstanding financial audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, PERA also had no outstanding audit recommendations.



REGIONAL TRANSPORTATION DISTRICT

Between July 1, 2009 and June 30, 2014, the Regional Transportation District (RTD) agreed or partially agreed to implement 40 audit recommendations. All of these recommendations were from performance and/or information technology (IT) audit reports. As of June 30, 2015, RTD reports that it has no outstanding performance and/or IT audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, RTD also had no outstanding audit recommendations.



STATEWIDE INTERNET PORTAL AUTHORITY

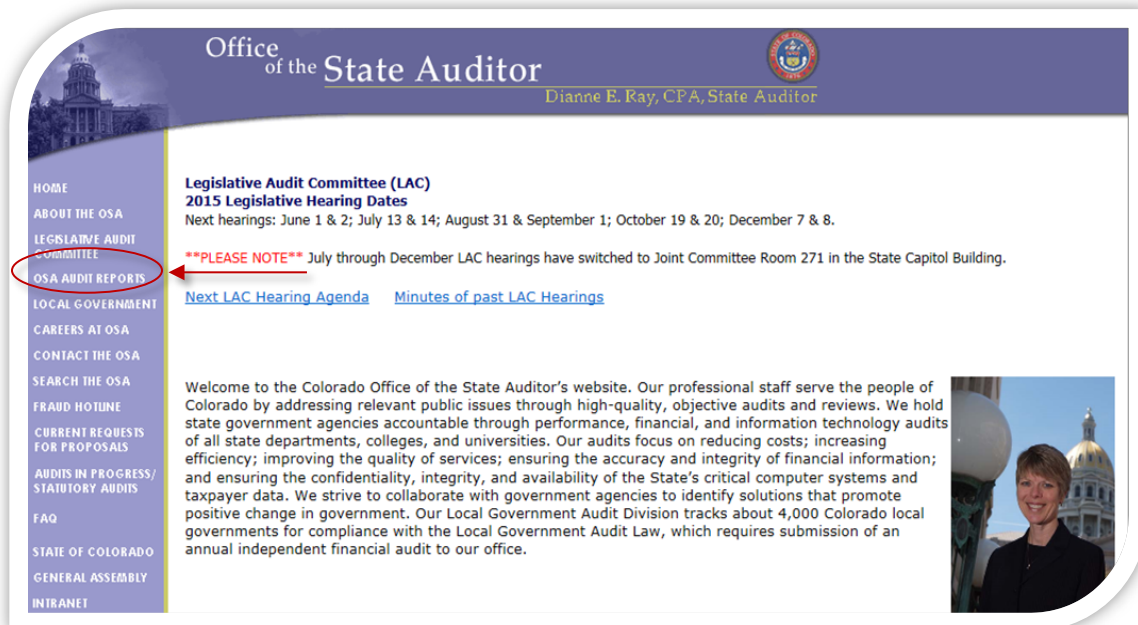
Between July 1, 2009 and June 30, 2014, the Statewide Internet Portal Authority (SIPA) agreed or partially agreed to implement 28 audit recommendations. All of these recommendations were from performance and/or information technology (IT) audit reports. As of June 30, 2015, SIPA reports that it has no outstanding performance and/or IT audit recommendations.

In our 2014 *Annual Report of Audit Recommendations Not Fully Implemented*, SIPA also had no outstanding audit recommendations.



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