



State Agency Coordinating Committee

STATE
AGENCY
INTERNAL
AUDIT
FORUM

March 15, 2019

Agenda

- Introductions
- Approval of Minutes – February 22, 2019
- ACL Presentation
- Committee Updates
- Open Comments
- Adjourn

Approval of Minutes

ACL Presentation

Committee Updates

Legislative Committee or Session Update

SAIAF Bill Tracking Report – 86th Legislature for March 15, 2019 SAIAF Meeting

86th Texas Legislative: Regular Session



Texas Legislature Legislative Statistics Report Date: 3/13/2019

86th Regular Session - 2019										
Status	HB	HCR	HJR	HR	SB	SCR	SJR	SR	Total HB & SB	Total
Introduced	4642	121	146	823	2444	50	68	388	7086	8682
Passed	0	19	0	406	0	9	0	388	0	822
Vetoed	0	0	n/a	n/a	0	0	n/a	n/a	0	0

- Total Bills Introduced = 8,682 (Increase of 4,768 bills introduced since last SAIAF meeting held in February 2019). 7,086 of the 8,682 bills introduced are HB and/or SB.
- 822 passed as of 3/13/19
- ✓ Passed bills generally relate to house and senate recognitions and tributes in memory of Veterans and other special and government service recognitions, establishment of rules for House for the session, floor privileges, etc.

Legislative Issues Committee

Bill of Interest SB 127 - Excerpt within Bill Relates to Internal Auditing

- **Bill Caption:** Relating to oversight of and requirements applicable to state agency contracting and procurement. **Bill Status: Referred to Finance on 2/1/2019 - No status change as of 3/13/2019**
- **Author – Nelson:** Possible Impact to Internal Auditing, Procurement and Contract Policy & Procedures, Information Technology Storage, Records Retention, and State Auditor Duties.

Added language to Govt. Code Section 2102.005:

(b) In conducting the internal auditing program under Subsection (a), a state agency shall consider methods for ensuring compliance with contract processes and controls and for monitoring agency contracts.

Fiscal Impact Analysis – General Comments

- SB auditing requirements would expand the current required internal auditing scope and has a high probability of fiscal impact on the Internal Audit Departments.
- More specific assessment requirements will be needed to help ensure compliance with the additional mandated audit coverage area.
- For example, additional information on required coverage would be beneficial to assess fiscal impact (e.g., certain dollar value, high risk, or all procured in the prior fiscal year). Possible need for additional auditors or technology equipment/software for any additional FTEs.

Legislative Issues Committee

Bill of Interest HB 1788- Excerpt within Bill Relates to IA Reporting

- **Bill Caption:** Relating to certain required reports received or prepared by state agencies and other governmental entities.
- **Author – Longoria**
- **Actions as of 3/13/19:** Filed on 2/14/2019; **Read and Referred to State Affairs on 3/4/19**
- **Companion Document* - SB 241 – Last Action on 3/12/19 – Left pending in committee**

Update of language to Govt. Code Section 2102.009:

Annual report possible removal of submission requirements to Sunset Advisory Commission and name change Governor's Office and Budget and Policy section.

***Note: Companion documents are to be used as an aid only. Final determination of companion documents rests with the presiding officers of the house and senate.**

Fiscal Impact Analysis – General Comments

- HB reporting changes at this time do not appear to have significant fiscal impact. Bill content appears to require possible procedural update regarding required audit report distribution to oversight entities.

SAO Update

Open Comments

Motion to Adjourn