

Handout #1

Arkansas

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Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

May 9, 2019

Executive Committee
Legislative Joint Auditing Committee
500 Woodlane Street, Suite 172
Little Rock, AR 72201

Dear Members of the Executive Committee:

Pursuant to a legislative request, and approval by the Legislative Joint Auditing Committee Co-Chairs, Arkansas Legislative Audit conducted a review of the Arkansas Health Insurance Marketplace (AHIM). The objectives of our review were to:

As of March 15, 2019

- Determine if expenditures were proportional and properly supported.
- Verify cash and capital assets transferred to the State Insurance Department.

As of February 28, 2019

- Review reconciliations of all bank accounts.

Our procedures included conducting interviews, observing capital asset items, and reviewing available documentation. The methodology used in conducting this analysis was uniquely developed to address the request and, therefore, was more limited in scope than an audit or attestation engagement performed in accordance with *Government Auditing Standards* issued by the Comptroller General of the United States or generally accepted auditing standards issued by the American Institute of Certified Public Accountants (AICPA).

Based on our procedures above, nothing came to our attention to indicate issues regarding AHIM expenditures, transfers to the State Insurance Department, or bank account reconciliations.

ARKANSAS LEGISLATIVE AUDIT

Roger Norman, JD, CPA, CFE, CFF
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