

Thursday, April 19, 2018
10:00 a.m. in Pikes Peak Conference Room
2nd Floor, City Hall

Open Session

Members present were Council members Merv Bennett, Andy Pico, Marvin Fiala. Also present were committee alternate Welensky Nathan, City Auditor Denny Nester, Tom Baird, Sally Barber, Vickie Classen, Juan Fajardo, Tristan Gearhardt, Adam Hegstrom, Radhika Jablonski, Darlene Kennedy, Dale Rickard, Sandy Snee, Ellen Stamm, Sonja Thieme. Linette Crouch was present to take the minutes.

Meeting was called to order by Merv Bennett at 10:05 a.m. Minutes of the March 15, 2018 meeting were approved in open session.

Nester read the statement to go into closed session.

Unanimous – move to closed session at 10:06 a.m. Fajardo, Gearhardt, Hegstrom, Jablonski, Kennedy, Stamm, Thieme left the meeting.

Closed Session

The following items were discussed in closed session:

- 18-12 UC Health Contract Compliance

Fajardo, Gearhardt, Hegstrom, Stamm, Thieme returned to the meeting.

- 18-10 ECA and GCA Account Verification Review
- 18-11 Colorado Springs Utilities Procurement Audit

Jablonski returned to the meeting. Fajardo, Gearhardt, Hegstrom, Stamm, Thieme left the meeting.

- 18-13 Colorado Springs Airport Invoicing Application Audit

Bennett moved the meeting to open session at 10:53 a.m.

Open Session

Kennedy returned to the meeting. Fajardo, Gearhardt, and Jablonski left the meeting.

Classen reviewed report 18-09 Colorado Springs Utilities Executive Limitations 4 & 7.

Hegstrom, Stamm, Thieme, and Kennedy left the meeting.

Nester presented the 2018 Audit Plan status update.

Nester presented Required Communication to the Board. These communications included the following:

- The Mission of Internal Audit--To enhance and protect organizational value by providing risk-based and objective assurance, advice and insight.
- Mandatory elements of the International Professional Practices Framework
 - The Core Principles of the IPPF are:
 - Demonstrates Integrity
 - Demonstrates competence and Due Professional Care
 - Is objective and free from undue influence (independent)
 - Aligns with the strategies, objectives and risks of the organization
 - Is appropriately positioned and adequately resourced
 - Demonstrates quality and continuous improvement

- Communicates effectively
- Provides risk based assurance
- Is insightful, proactive and future-focused
- Promote organizational improvement
- The Code of Ethics—distributed separately
- The Standards—distributed separately
- The Definition of Internal Auditing--Internal Auditing is an independent, objective assurance and consulting activity designed to add value and improve an organization's operations. It helps an organization accomplish its objectives by bringing a systematic, disciplined approach to evaluate and improve the effectiveness of risk management, control and governance processes.

Nester reminded the committee that there are 2 auditor conferences scheduled in Colorado Springs in May 2018. The committee agreed to sponsor up to 5 students to attend the 22nd Biennial Forum of Government Auditors.

Bennett adjourned the meeting at 11:05 a.m.