

Memorandum
July 2, 2014

TO: Members, Joint Legislative Audit Committee
FROM: Assemblymember Adam C. Gray, Chair
RE: Results of the July 1, 2014 Committee Hearing
CC: Elaine Howle, State Auditor

The following members were present at the July 1, 2014, hearing at 9:30am in State Capitol Room 126:

Assemblymembers: Chair Gray, Achadjian, Donnelly, Lowenthal, Mansoor, Nazarian and Rendon.

Senators: Vice Chair Lara, Beall, Cannella, DeSaulnier, Galgiani and Jackson.

The hearing commenced at 9:41am. A quorum was established at 10:30am.

Regular Order of Business

Of the 11 items on the original agenda, 3 were pulled by the requesting members, 3 were approved on the Consent Calendar and 4 of the remaining 5 items were approved. The Committee also approved a priority start of one of the 4 approved audits.

Consent Calendar

The following 3 items on the Consent Calendar were approved:

Motion to approve the Consent Calendar by Achadjian, seconded by Lowenthal and passed 12-0, (Assembly 7-0, Senate 5-0)

2014-118: Department of Developmental Services—Parental Fees

Assemblymember Eggman requests an audit of calculation, assessment, and collection of Parental Fees for out-of-home care.

2014-119: City of Indo—Community Facilities District.

Assemblymember V. Manuel Perez and Senator Hueso request an audit of the expenditures of the Terra Lago Community Facilities District (No. 2004-3).

2014-125: Department of State Hospitals—Sexually Violent Predator Law

Assemblymember Fox requests an audit of policies and practices for evaluating sex offenders.

Audits Presented by Requesting Member

The following 4 items were approved:

2014-113: Department of Public Health—California Diabetes Program

Assemblymember Gaines requests an audit to evaluate the Department of Public Health's administration of the California Diabetes Program.

Motion to approve the audit by Achadjian, seconded by Jackson, and passed 13-0, (Assembly 7-0, Senate 6-0)

2014-116: Department of Consumer Affairs—BreEZe System

Assemblymember Olsen requests an audit of the selection, planning, design, and implementation of the BreEZe system at the Board of Registered Nursing to be completed by March 2015.

Motion to approve the audit by Achadjian, seconded by Rendon, and passed 13-0, (Assembly 7-0, Senate 6-0).

Motion by Achadjian to grant priority start of the audit, seconded by Donnelly, and passed 10-0; (Assembly 6-0, Senate 4-0).

2014-117: CDCR—Retired Annuitants

Senator Galgiani requests an audit of the use of retired annuitants and state vehicles at headquarters. *Motion to approve the audit by Achadjian, seconded by Nazarian, and passed 12-0, (Assembly 6-0, Senate 6-0)*

2014-124: California Alternative Energy and Efficiency

Assemblyman Gray requests an audit to examine the costs to the State and the benefits of the California Solar Initiative and the clean air vehicle decal program.

Motion to approve the audit by Achadjian, seconded by Nazarian, and passed 11-0, (Assembly 7-0, Senate 4-0).

The following item failed:

2014-115: Inglewood Unified School District.

Senator Huff requests an audit of the State Superintendent of Public Instruction's oversight, monitoring, and administration of the Inglewood Unified School District.

Motion to approve the audit by Achadjian, seconded by Lowenthal, vote 9-0, (Assembly 6-0, Senate 3-1)

Hearing Adjourned at 11:55am