

State Performance Audit Summary

Executive and Finance Committee

October 23, 2025



What the Audit Found

1. No instances found of donations to political fundraisers or political fundraising organizations
2. Previous audit findings regarding financial management have been addressed
3. No indication of fraud
4. The organization did not consistently follow its policies and procedures in vetting and documenting sponsorships
5. Improvements need to be made in documenting sponsorship alignment with organization mission
6. The organization did not consistently follow its financial documentation policies and there were gaps in oversight of executive use of credit cards

Finding 1 - Sponsorships

Connect for Health did not consistently follow its policies and procedures in vetting and documenting sponsorships.

Auditor Recommendations

- Revise and expand policies to be consistent with intended vetting procedures, particularly sponsorships related to networking outcomes
- Retain and expand documentation on sponsorship vetting/approval with added emphasis on the nature and rationale for the sponsorship selection and outcome related information.

Finding 1 – Sponsorships (continued)

Actions Being Taken

- Policies are being revised to reflect current vetting procedures and goals. Revised policies will include the sponsorships connection with the organizations mission and goals along with explanations of the different types of sponsorships.
- Processes have been implemented for the centralized retention of documentation including the nature of the sponsorship and rationale for the selection of the sponsorship. Processes are being implemented to also document the outcomes of the sponsorship.

Finding 2 – Procurement and Financial Management

Connect for health did not consistently maintain documentation supporting approvals, decision-making and business reasons for expenditures with specific findings around documentation and oversight of executive credit card usage.

Auditor Recommendations

- Review and revise financial management policies and procedures, specifically in the areas of executive credit card documentation and oversight
- Improve guidance on the documentation of vendor selection process and documenting Board approval (when required) in the procurement system
- Refine approach to overall policy management across the organization

Finding 2 – Procurement and Financial Management

Actions Being Taken

- Implementing expanded documentation requirements of executive credit card expenditures (including business purpose) to further enable Board oversight
- Regular CEO reporting at public Board meetings of networking/outreach activities and reporting of CEO spending against budget added to quarterly financial report
- Implementing regular refresher finance training for management, specifically in the areas of vendor selection and credit card expenditure documentation requirements
- Updating organizational guidance for the development and maintenance of policies and procedures, including training/education of staff

Finding 3 – Senate Bill 22-081 Reporting

Change in process needed for accurately reporting expenditures being paid with SB-81 funds to the Oversight Committee

Auditor Recommendations

- Revise methodology for required reporting of SB-81 expenditures based on a calendar year-basis using a combination of audited and interim financial information

Actions Being Taken

- All expenditure reporting to the Oversight Committee will be based on a calendar year (not organizations fiscal year) starting with the next Committee meeting (expected in the 1st quarter of 2026).