

# BerryDunn Presentation to the Audit Committee



April 20, 2023

# ▲ Agenda

- FY2022 Programmatic Audit Results
- FY2023 Planning



# FY2022 Programmatic Audit Results



April 20, 2023

# Programmatic Audit Overview

## INDEPENDENT EXTERNAL AUDIT REQUIREMENT

- State Based Marketplaces (SBMs) are required to engage an independent external or independent state-government auditing entity to conduct an external financial and programmatic audit.

## AUDIT STANDARDS

- The annual financial and programmatic independent external audit should follow generally accepted governmental auditing standards (GAGAS).

## DEADLINE AND SUBMISSION METHODS

- By June 1, 2023, SBMs are required to submit documents or attest to the submission of documents for the following components of the State-Based Marketplace Annual Reporting Tool (SMART) :
  - Eligibility and Enrollment
  - Financial and Programmatic Audit
  - Program Integrity
  - Attestation of Completion





# Suggested Audit Procedures by CMS

The independent external auditor can define its own methodology, as long as guidelines set forth in GAGAS are followed.



## Document review

- Training materials
- Policies and procedures
- Contracts
- Notices to consumers
- Website contents



## Interviews

- Randomly select and interview Marketplace staff members to determine understanding of Marketplace requirements



## Testing

- Select a sample of verification files to validate proper processing
- Select a sample of eligibility and enrollment files to validate proper processing



# Eligibility, Enrollment, and Verification Testing Highlights

Entire population: 390,598 eligibility determination transactions completed between July 1, 2021 and June 30, 2022.

## Verification Testing

We selected 60 cases to test for compliance with verification rules which included QHP applicants only.

## Eligibility and Enrollment testing

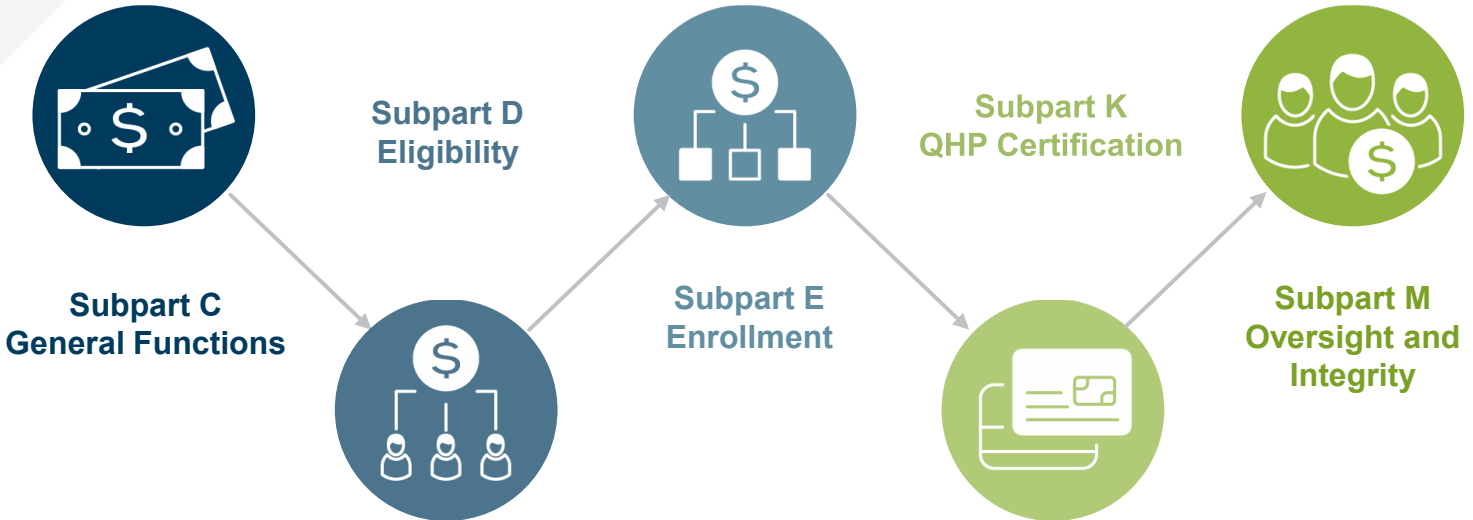
We selected 60 cases to test for compliance with eligibility and enrollment rules, which included QHP applicants only.

## Outcome

We did not identify any findings.

Our Independent Accountant's Report reflects an "unmodified" opinion.





# FY23 Programmatic Audit Timing



## Kick off and Planning

- Submit document request list and identify members to interview
- August 2023



## Testing and Document Review

- Conduct interviews
- Review documents
- Conduct Eligibility and Enrollment Testing
- September 2023 through February 2024



## Draft Reports

- Draft Programmatic Audit Reports
- No later than March 10, 2024



## Final Report

- Final Programmatic Audit Reports
- No later than March 24, 2024



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