

<b>AGENCY NAME:</b>	<b>LEGISLATIVE AUDIT COUNCIL</b>		
	<b>A200</b>	<b>SECTION:</b>	<b>91E</b>

---

**Fiscal Year 2018–2019  
Accountability Report**

---

**SUBMISSION FORM**

<b>AGENCY MISSION</b>	The Legislative Audit Council’s mission is to perform independent, objective performance audits to help ensure that state agencies and programs are efficient, achieve desired outcomes, and comply with applicable laws.
-----------------------	---

<b>AGENCY VISION</b>	Our vision is for our performance audits to be a primary source of information for legislative decision makers, and the residents of South Carolina, in their efforts to improve state government.
----------------------	--

Does the agency have any major or minor recommendations (internal or external) that would allow the agency to operate more effectively and efficiently?

<b>RESTRUCTURING RECOMMENDATIONS:</b>	<b>Yes</b>	<b>No</b>
	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Is the agency in compliance with S.C. Code Ann. § 2-1-230, which requires submission of certain reports to the Legislative Services Agency for publication online and the State Library? See also S.C. Code Ann. § 60-2-30.

<b>REPORT SUBMISSION COMPLIANCE:</b>	<b>Yes</b>	<b>No</b>
	<input checked="" type="checkbox"/>	<input type="checkbox"/>

<b>AGENCY NAME:</b>	<b>LEGISLATIVE AUDIT COUNCIL</b>		
	<b>A200</b>	<b>SECTION:</b>	<b>91E</b>

Is the agency in compliance with various requirements to transfer its records, including electronic ones, to the Department of Archives and History? See the Public Records Act (S.C. Code Ann. § 30-1-10 through 30-1-180) and the South Carolina Uniform Electronic Transactions Act (S.C. Code Ann. § 26-6-10 through 26-10-210).

<b>RECORDS MANAGEMENT COMPLIANCE:</b>	<b>Yes</b>	<b>No</b>
	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Is the agency in compliance with S.C. Code Ann. § 1-23-120(J), which requires an agency to conduct a formal review of its regulations every five years?

**Not Applicable**

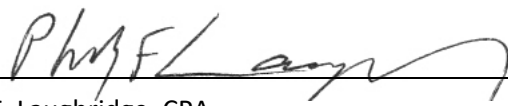
<b>REGULATION REVIEW:</b>	<b>Yes</b>	<b>No</b>
	<input type="checkbox"/>	<input type="checkbox"/>

Please identify your agency's preferred contacts for this year's accountability report.

	<u>Name</u>	<u>Phone</u>	<u>Email</u>
<b>PRIMARY CONTACT:</b>	K. Earle Powell	803.253.7612	<a href="mailto:EPowell@lac.sc.gov">EPowell@lac.sc.gov</a>
	Yolanda Wardlaw	803.253.7612	<a href="mailto:YWardlaw@lac.sc.gov">YWardlaw@lac.sc.gov</a>

I have reviewed and approved the enclosed FY 2018–2019 Accountability Report, which is complete and accurate to the extent of my knowledge.

<b>AGENCY DIRECTOR (SIGN AND DATE):</b>		
<b>(TYPE/PRINT NAME):</b>	K. Earle Powell	October 15, 2019

<b>BOARD/CMSN CHAIR (SIGN AND DATE):</b>		
<b>(TYPE/PRINT NAME):</b>	Philip F. Laughridge, CPA	October 15, 2019

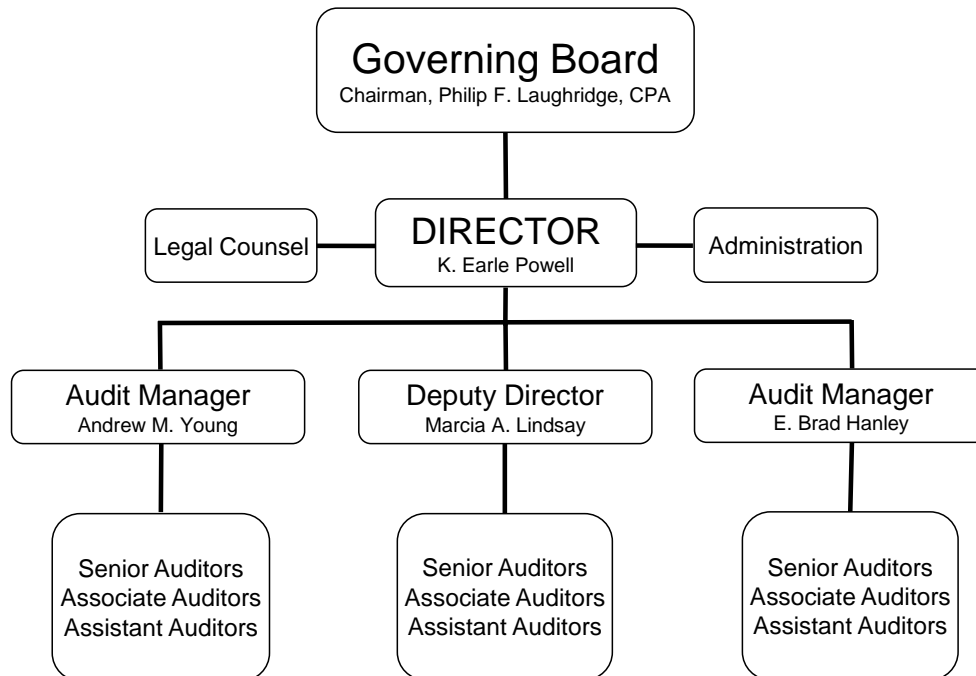
**AGENCY’S DISCUSSION AND ANALYSIS**

The Legislative Audit Council conducts independent, objective performance audits of state agencies and programs, in which we identify ways to improve the performance of state agencies and provide information to the General Assembly and the public. We help ensure that operations are efficient and that agencies follow the law to achieve the desired outcomes. We provide information, analyses, and recommendations to help the General Assembly improve state agencies and to help the residents of South Carolina oversee state government. The Legislative Audit Council is part of the legislative branch of state government and is, therefore, organizationally independent of the executive branch agencies it audits.

During FY 18-19, the Legislative Audit Council published 1 report entitled *A Review of the South Carolina Education Lottery and Its Oversight of Retailers and Players (June 2019)* with a total of 32 recommendations for improvement in state government. We also conducted follow-up analysis regarding the status of outstanding recommendations from prior audits in 2003, 2005, 2010, and 2014. We found that 30% of the 10 recommendations were fully or partially implemented. We also continued work on two additional audits and initiated a follow-up review.

Our reports are available at [LAC.SC.GOV](http://LAC.SC.GOV).

**ORGANIZATION CHART**



<b>AGENCY NAME:</b>	<b>LEGISLATIVE AUDIT COUNCIL</b>		
	<b>A200</b>	<b>SECTION:</b>	<b>91E</b>

### **RISK ASSESSMENT AND MITIGATION STRATEGIES**

Since we are not an operational agency and provide no direct services to the public, the extent to which we accomplish our goals and objectives has no immediate effect on the public. Nonetheless, through our audits, we make recommendations to significantly improve the agencies and programs on which the public depends. If we did not exist or failed to meet our objectives, the General Assembly and the public would lose an independent source of information and advice to use in its efforts to improve state government.

Above all other factors, it is important that state law continues to protect our independence from the political process. Second, it is important that state law gives us unrestricted access to state agency documents, personnel, and all other information necessary to conduct performance audits in a thorough and timely manner. Third, it is important that we receive the resources necessary to attract and retain the number and quality of staff required to achieve our objectives.

### **RESTRUCTURING RECOMMENDATIONS**

The Legislative Audit Council requests that the following laws be updated as follows.

**1. Recommend Deletion—S.C. Code §2-15-65 Auditing for Title XX funds**

This law requires the Legislative Audit Council ensure that an appropriate amount is budgeted for audit purposes in all Title XX federal programs and shall designate and assign audit responsibility in accordance with state and federal laws and regulations and the intent of the General Assembly.

The Legislative Audit Council is focused on performance audits. This review would be more financial in nature. The Department of Social Services (DSS) has stated that the Social Services Block Grant is reported in its federal spending authority in the state budget. DSS has agreed-upon procedure reviews performed on all funding sources by either the Office of the State Auditor or an independent CPA firm. DSS also has federal monitoring on all programs every one to two years.

**2. Recommend Deletion—S.C. Code §30-4-50(10) Public Information**

This law indicates that statistical and other empirical findings considered by the Legislative Audit Council in the development of an audit is public information.

This law is in conflict with S.C. Code §2-15-120, which provides that all records and audit working papers of the Legislative Audit Council, with the exception of its final audit reports provided for by S.C. Code §2-15-60, are confidential and not subject to public disclosure. S.C. Code §2-15-120 was implemented subsequent to S.C. Code §30-4-50(10).

<b>AGENCY NAME:</b>	<b>LEGISLATIVE AUDIT COUNCIL</b>		
	<b>A200</b>	<b>SECTION:</b>	<b>91E</b>

**3. Recommend Modification—S.C. Code §11-35-1230(2) Data Analysis/Reporting Review**

This law requires the Legislative Audit Council to perform periodic reviews of the reporting and data analysis system developed by the Division of Budget Analysis for reporting both commodities purchased and those not purchased through the division’s central purchasing system, and also requires that the Legislative Audit Council make recommendations for incorporating these reporting procedures into the Statewide Accounting and Reporting system (STARS) as necessary to reduce unnecessary duplication and improve efficiency, effectiveness, and accountability. It also requires that the Legislative Audit Council periodically review the reporting system and coordinate legislative information needs with the Office of the Comptroller General and the Division of Budget Analysis or other office or division within the State Fiscal Accountability Authority.

Part of the language in this law is obsolete in that STARS is no longer the state system of record, so at a minimum, this should be updated. We request that this section be modified to remove the requirements placed on the Legislative Audit Council. Performance audit requests may be made at any time to review reporting and data analysis systems as provided for by state law.

**Education, Training and Human Development**

In our audits, requested by the General Assembly or required by state law, we review education, training, and/or human development programs that are provided, funded, or regulated by South Carolina state government. We make recommendations for achieving improved outcomes and/or increased efficiency.

**A REVIEW OF THE SOUTH CAROLINA EDUCATION LOTTERY AND ITS OVERSIGHT OF RETAILERS AND PLAYERS (JUNE 2019)**

We made 32 recommendations—11 to the General Assembly and 21 to the South Carolina Education Lottery.

S.C Code §§59-150-30(B) and 2-15-63(A) require the Legislative Audit Council to conduct a management audit of the South Carolina Education Lottery (SCEL) every three years. This audit was the fifth iteration of this requirement. SCEL is responsible for all duties related to operation of the state’s lottery, such as sales, advertising, licensing, and security. The agency maintains a statewide network of licensed retailers to sell tickets—scratch-off and draw games—on behalf of the agency.

State Law

- The agency’s statutory requirements regarding sales and oversight of retailer and player behavior are in conflict with each other, resulting in reduced incentive to take action against misconduct that may reduce sales.
- State law for withholding lottery prizes for past due debts is inadequate. For prizes of \$5,000 or greater, South Carolina law requires that the winnings be withheld to settle certain debts of \$100 where the state is either the creditor or a collection agent for creditors. In North Carolina and Tennessee, when lottery prize winnings are \$600 and greater, they are withheld to settle debts greater than \$50 and \$100, respectively.

SCEL’s Oversight of Lottery Players

- Frequent redemption of winning lottery tickets with prizes greater than \$500 is highly improbable and may be an indication that claimants purchased the tickets through transactions not authorized by state law. Tickets with prizes greater than \$500 represent just 0.03% of all winning tickets.
- Individuals may be buying and selling tickets in a secondary market in order to:
  - Avoid having winnings reported to state and federal tax agencies.
  - Launder money earned from criminal activity.
  - Avoid having to settle debts, such as past due taxes, student loans, child support, or other court-ordered payments.
  - Accommodate individuals who are unable to travel to Columbia to collect prize winnings.
- 244 retailers and other players redeemed 20 or more tickets for lottery prizes greater than \$500 during our review period. Of these, 18 individuals redeemed 50 or more tickets. We calculated that it was highly improbable that any player could have won as frequently through routine purchase of tickets from SCEL.
- SCEL has not regarded the resale of winning tickets as an illegal practice. Separate from state law, however, SCEL contractually prohibits its retailers from purchasing winning tickets from customers for less than the prize amounts.

SCEL’s Oversight of Lottery Retailers

- SCEL has no policy of vetting all lottery prize claims made by retailers and their employees, who are better positioned to engage in misconduct than regular players.
- SCEL conducts no continual undercover checks of retailer compliance with the prohibition on purchasing winning tickets from customers for less than the prize amounts.
- SCEL conducts no probability analysis to quantify the chances that frequent prize claiming patterns of individuals were based on tickets purchased for the face value of the tickets from licensed retailers acting on behalf of the South Carolina Lottery Commission.

Follow-Up Analysis

We reviewed the implementation status of recommendations outstanding from prior LAC audits in 2003, 2005, 2010, and 2014.

STATUS OF RECOMMENDATIONS	NUMBER
Implemented	1
Partially Implemented	2
Not Implemented	5
Not Applicable	2
TOTAL	10

The following recommendations were implemented or partially implemented.

<b>AGENCY NAME:</b>	<b>LEGISLATIVE AUDIT COUNCIL</b>		
	<b>A200</b>	<b>SECTION:</b>	<b>91E</b>

Implemented

A REVIEW OF THE STATE’S USE OF SOUTH CAROLINA EDUCATION LOTTERY PROCEEDS (OCTOBER 2014)

2. The South Carolina Education Lottery and the Board of Economic Advisors (BEA) should consider the results of additional methods when estimating unclaimed prizes for use by the General Assembly during the appropriations process.

Partially Implemented

A REVIEW AND FOLLOW-UP REPORT OF THE SOUTH CAROLINA EDUCATION LOTTERY (DECEMBER 2005)

7. When the South Carolina Education Lottery advertises a top prize for any of its games on television or radio, it should verbally communicate in the ad the odds of winning a top prize.
9. The SCEL should obtain and follow advice from reading/literacy experts to ensure that written communications to lottery customers can be read by persons with moderate reading skills.

These reports can be found in their entirety at LAC.SC.GOV.

**DEPARTMENT OF EMPLOYMENT AND WORKFORCE**

In FY 17-18, we began the last of three audits of the Department of Employment and Workforce required by Section 112 of Act 146 of 2010.

The minimum requirements include:

- Provide a detailed accounting of the Unemployment Insurance Trust Fund revenues and expenses.
- Determine the adequacy of reporting the financial status of the trust fund to state officials.
- Assess alternatives for Trust Fund solvency.
- Examine the unemployment eligibility benefit process.
- Evaluate the effectiveness of the agency’s programs for assisting claimants in returning to work.

This audit continued through FY 18-19. Our final results will be included in the FY 19-20 Accountability Report.

**Health and Safe Families**

In our audits, requested by the General Assembly or required by state law, we review public health programs that are provided, funded, or regulated by South Carolina state government. We make recommendations for achieving improved outcomes and/or increased efficiency.

**DEPARTMENT OF HEALTH AND HUMAN SERVICES CHILDREN’S BEHAVIORAL HEALTH SERVICES**

In FY 17-18, members of the General Assembly requested an audit of the S.C. Department of Health and Human Services regarding changes in the reimbursement and other policies for children’s behavioral health services. We were asked to review how these changes impacted services for children in our state.

This audit continued through FY 18-19. Our final results will be included in the FY 19-20 Accountability Report.

<b>AGENCY NAME:</b>	<b>LEGISLATIVE AUDIT COUNCIL</b>		
	<b>A200</b>	<b>SECTION:</b>	<b>91E</b>

**Maintaining Safety, Integrity, and Security**

In our audits, requested by the General Assembly or required by state law, we review programs that are provided, funded, or regulated by South Carolina state government to ensure the safety, integrity, and security of statewide public resources, data, infrastructure, and citizens. We make recommendations for achieving improved outcomes and/or increased efficiency.

**DEPARTMENT OF CORRECTIONS**

In FY 17-18, the House Legislative Oversight Committee requested a review of the Department of Corrections. Areas of concern included staffing issues, contraband, inmate incidents, litigation costs, and personnel issues.

This audit continued through FY 18-19. Our final results will be included in the FY 19-20 Accountability Report.

**Public Infrastructure and Economic Development**

In our audits, requested by the General Assembly or required by state law, we review public infrastructure and economic development programs that are provided, funded, or regulated by South Carolina state government. When relevant, we assess the extent to which they enhance the state’s quality of life and promote the state’s competitiveness as a location for business, talent, innovation, and visitors. We make recommendations for achieving improved outcomes and/or increased efficiency. We currently do not have any audits ongoing related to this strategic objective.

**Government and Citizens**

In our audits, requested by the General Assembly or required by state law, we review other state government programs—those not listed in the above statewide enterprise strategic objectives—that are provided, funded, or regulated by South Carolina state government. When relevant, we determine the extent to which they are effective, efficient, and innovative, as well as inter-agency collaboration. We make recommendations for achieving improved outcomes and/or increased efficiency.

**A LIMITED REVIEW OF THE S.C. DEPARTMENT OF JUVENILE JUSTICE (JANUARY 2017)**

In FY 15-16, members of the House Legislative Oversight Committee requested the Legislative Audit Council to conduct an audit of the S.C. Department of Juvenile Justice (DJJ). The audit was published in January 2017; we made 74 recommendations—71 to DJJ and 3 recommendations to the General Assembly.

A follow-up review of this audit was initiated during FY 18-19. Our results will be included in the FY 19-20 Accountability Report.



Agency Name: LEGISLATIVE AUDIT COUNCIL (LEGISLATIVE DEPARTMENT)

Fiscal Year 2018-2019  
Accountability Report

Agency Code: A200 Section: 91E

Strategic Planning and Performance Measurement Template

Statewide Enterprise Strategic Objective	Type	Item #			Description	2018-19			Time Applicable	Data Source and Availability	Calculation Method	Meaningful Use of Measure
		Goal	Strategy	Measure		Base	Target	Actual				
Maintaining Safety, Integrity and Security	G	1			IMPROVE THE PERFORMANCE OF STATE GOVERNMENT							
	S	1.1			Conduct audits in compliance with Generally Accepted Government Auditing Standards (GAGAS)							
	M		1.1.1		Undergo a peer review by NASACT/NCSL [Most recently passed in FY 16-17, next review FY 19-20]	Pass	Pass	Not Applicable	Once every 3 years	NASACT/NCSL	NASACT/NCSL using GAGAS requirements	Ensures quality control and overall quality of reports by operating under the requirements of Generally Accepted Government Auditing Standards (GAGAS) established by the Comptroller General of the United States because they are recognized as a national benchmark for government performance auditing.
	S	1.2			Employ qualified staff							
	M		1.2.1		Ensure auditors have the skills to effectively conduct performance audits	100%	100%	100%	2-year period 7/1/2017 thru 6/30/2019	GAO training requirements	Assessment of internal training database	Ensures professional, qualified staff are retained. Auditors must undergo 80 hours of continuing education every 2 years.
	M		1.2.2		Conduct employee survey	No	Yes	No	Biennial	U.S. Office of Personnel Management "Federal Employee Viewpoint Survey"	Assessment of internal employee survey	Provides management with information to improve internal processes.
Government and Citizens	G	2			MAINTAIN OR REDUCE THE COST OF STATE GOVERNMENT							
	S	2.1			Make recommendations and determine level of implementation							
	-		2.1.1		Identify potential financial benefits in relation to total number of recommendations	\$0	not foreseeable	\$0	July 1 - June 30	Audit Reports	Dollar value of estimated savings	Ensures that state government operations are efficient and following the law to achieve desired results by providing analysis and recommendations for improvement.
	-		2.1.2		Determine percent of audit recommendations implemented	68%	not foreseeable	30%	July 1 - June 30	Follow-up Analysis	Analysis of recommendations implemented	Determines whether our recommendations for improvement have been addressed or implemented.
	-		2.1.3		Identify financial benefits realized	\$0	not foreseeable	\$0	July 1 - June 30	Follow-up Analysis	Dollar value of estimated savings	Determines savings for state government realized from implementing our recommendations.
	G	3			PROVIDE INFORMATION TO THE GENERAL ASSEMBLY AND THE PUBLIC							
	S	3.1			Ensure audits are published in a punctual manner							
	M		3.1.1		Determine whether audits are published by the dates projected	50%	80%	0%	July 1 - June 30	Internal Reporting	Assessment of estimated target dates compared to actual publication dates	Provides analysis and recommendations to legislators and the public in a punctual manner.
	S	3.2			Ensure that hourly audit costs are minimal							
	M		3.2.1		Calculate cost per direct audit hour	\$79.56	\$95	\$76.46	July 1 - June 30	Internal Reporting	Assessment of total expenditures and direct audit hours spent	Ensures work is performed at a competitive hourly rate.
	M		3.3.1		Determine customer satisfaction	Yes	Yes	Yes	July 1 - June 30	Internal Reporting	Assessment of briefings and presentations to legislators and staff. Feedback during organizational board meetings. Inquiries from citizens and the media.	Provides feedback from legislators and the public to identify ways to improve our processes.

Agency Name: LEGISLATIVE AUDIT COUNCIL (LEGISLATIVE DEPARTMENT)

Fiscal Year 2019-2020  
Accountability Report

Agency Code: A200 Section: 91E

Strategic Planning and Performance Measurement Template

Statewide Enterprise Strategic Objective	Type	Item #			Description	2019-20			Time Applicable	Data Source and Availability	Calculation Method	Meaningful Use of Measure
		Goal	Strategy	Measure		Base	Target	Actual				
Government and Citizens	G	1			<b>MAINTAIN INTEGRITY, INDEPENDENCE, AND OBJECTIVITY FOR PERFORMANCE AUDITS/REVIEWS</b>							
	S	1.1			<b>Conduct audits in compliance with Generally Accepted Government Auditing Standards (GAGAS)</b>							
	M		1.1.1		<i>Undergo a peer review by NASACT/NCSL [Most recently passed in FY 16-17, next review FY 19-20]</i>	Pass	Pass		Once every 3 years	NASACT/NCSL	NASACT/NCSL using GAGAS requirements	Ensures quality control and overall quality of reports by operating under the requirements of Generally Accepted Government Auditing Standards (GAGAS) established by the Comptroller General of the United States because they are recognized as a national benchmark for government performance auditing.
	M		1.1.2		<i>Ensure auditors have the skills to effectively conduct performance audits by completing continual training hours in accordance with Government Auditing Standards.</i>	100%	100%		2-year period 7/1/2019 thru 6/30/2021	GAO training requirements	Assessment of internal training database	Ensures professional, qualified staff are retained. Auditors must undergo 80 hours of continuing education every 2 years.
	S	1.2			<b>Ensure auditors have the skills to effectively conduct performance audits.</b>							
	M		1.2.1		<i>Employ qualified staff with the skills, including degrees, coursework, and professional licensure, to effectively conduct performance audits.</i>	New	100%		FY 19-20	Hiring Documents	Assessment of knowledge based on hiring documents.	Ensures staff have at least the minimum training and experience required for his/her position.
	M		1.2.2		<i>Review enabling legislation and recommend improvements in authority and enforcement.</i>	New	Law modification		FY 19-20	S.C. Code of Laws	Assessment of enabling legislation updates.	Ensures our focus on maintaining the appropriate level of authority to complete our mission.
Government and Citizens	G	2			<b>PROVIDE INFORMATION TO THE GENERAL ASSEMBLY AND THE PUBLIC TO STRENGTHEN ACCOUNTABILITY, TRANSPARENCY, AND IMPROVE PUBLIC SERVICES</b>							
	S	2.1			<b>Provide audit reports that are meaningful to the Legislature, state agencies, and the public.</b>							
	M		2.1.1		<i>Meet with Legislature to clarify audit requests.</i>	100%	100%		FY 19-20	Agency Management	Track whether agency management meets with legislators/audit requestors prior to assigned audits.	Provides management with information to improve the audit process and clarify projects.
	M		2.1.2		<i>Ensure final reports are available to the general public.</i>	New	100%		FY 19-20	LAC Website	Verify that all published projects are available on the LAC website.	Ensures all projects are available to all interested parties.
	M		2.1.3		<i>Determine percent of audit recommendations that are implemented.</i>	30%	not foreseeable		FY 19-20	Follow-up Analysis	Analysis of recommendations implemented	Determines whether our recommendations for improvement have been addressed or implemented.
Government and Citizens	G	3			<b>MANAGE AGENCY RESOURCES EFFECTIVELY AND EFFICIENTLY</b>							
	S	3.1			<b>Efficiently manage the agency budget.</b>							
	M		3.1.1		<i>Manage agency spending within 90% of budget.</i>	New	90%		FY 19-20	SCEIS	Agency financial records	Assess the stewardship of agency resources.
	S	3.2			<b>Efficiently manage audits and agency staffing.</b>							
	M		3.2.1		<i>Improve the timeliness of audit publication through report issuance goals and deadlines.</i>	50%	80%		FY 19-20	Internal Reporting	Assessment of estimated target dates compared to actual publication dates	Provides analysis and recommendations to legislators and the public in a timely manner.

Agency Name: LEGISLATIVE AUDIT COUNCIL (LEGISLATIVE DEPARTMENT)

Fiscal Year 2019-2020  
Accountability Report

Agency Code: A200 Section: 91E

Strategic Planning and Performance Measurement Template

Statewide Enterprise Strategic Objective	Type	Item #			Description	Base	2019-20		Time Applicable	Data Source and Availability	Calculation Method	Meaningful Use of Measure
		Goal	Strategy	Measure			Target	Actual				
	M		3.2.2		Develop mentoring program for new employees.	New	100%		FY 19-20	Internal Reporting	Assess the success by surveying new staff who participate in the program.	Provides analysis and recommendations to management for the onboarding of new employees and their training needs.

**Agency Name:** LEGISLATIVE AUDIT COUNCIL (LEGISLATIVE DEPARTMENT)

Fiscal Year 2018-2019  
Accountability Report

**Agency Code:** A200      **Section:** 91E

Program Template

Program/Title	Purpose	FY 2018-19 Expenditures (Actual)				FY 2019-20 Expenditures (Projected)				Associated Measure(s)
		General	Other	Federal	TOTAL	General	Other	Federal	TOTAL	
Administration	The work of the Legislative Audit Council is authorized by S.C. Code §2-15-10 et seq. Our sole program is performing audits of state agencies and programs to identify ways to reduce the cost and improve the performance of state agencies, and provide information to the General Assembly and the public.	\$ 1,695,016			\$ 1,695,016	\$ 1,641,878	\$ 320,000		\$ 1,961,878	1.1.1; 1.1.2;1.2.1; 1.2.2; 2.1.1; 2.1.2; 2.1.3; 3.1.1; 3.2.1; 3.2.1
Employee Benefits	Employee benefits for employees of the Legislative Audit Council	\$ 424,099			\$ 424,099	\$ 398,629	\$ 80,000		\$ 478,629	1.1.1; 1.1.2;1.2.1; 1.2.2; 2.1.1; 2.1.2; 2.1.3; 3.1.1; 3.2.1; 3.2.1

Agency Name: LEGISLATIVE AUDIT COUNCIL (LEGISLATIVE DEPARTMENT)

Fiscal Year 2018-2019  
Accountability Report

Agency Code: A200 Section: 91E

Legal Standards Template

Item #	Law Number	Jurisdiction	Type of Law	Statutory Requirement and/or Authority Granted	Does this law specify who your agency must or may serve? (Y/N)	Does the law specify a product or service your agency must or may provide?	If yes, what type of service or product?	If other service or product, please specify what service or product.
1	2-15-10	State	Statute	<b>LAC Membership</b> — Creates the Legislative Audit Council consisting of five members, which must be elected by the General Assembly in a joint session from the nominees presented by the nominating committee. Also lists ex officio members. Makes the LAC directly responsible to the General Assembly and makes the LAC independent of any other state agency, board, or department.	Yes	No - But relates to manner in which one or more agency deliverables is provided		
2	2-15-20	State	Statute	<b>LAC Nominating Committee</b> — Establishes the LAC's nominating committee, three of whom are appointed by the President of the Senate and three of whom are appointed by the Speaker of the House. Provides for the filling of vacancies.	No	No - Does not relate directly to any agency deliverables		
3	2-15-30	State	Statute	<b>LAC Terms of Office</b> — Establishes the terms of office of members of the Council for six years. Prohibits a member of the General Assembly or someone who has served in the General Assembly during the preceding two years from being elected to the Council. Provides for the Council to elect its own chairman.	No	No - Does not relate directly to any agency deliverables		
4	2-15-40	State	Statute	<b>LAC Director</b> — Provides for the election, qualification, and duties of the Director of the LAC. Director elected by a majority vote of the LAC and shall hold a term of four years.	No	No - Does not relate directly to any agency deliverables		
5	2-15-50	State	Statute	<b>"State agencies", "audit" defined</b> — Defines "state agencies" for the purpose of LAC audits and defines "audit."	No	No - But relates to manner in which one or more agency deliverables is provided		
6	2-15-60	State	Statute	<b>Duties of LAC</b> — Establishes the duties of the LAC. Duties include responding to requests, conducting audits authorized by the Council, assisting the General Assembly, and establishing a system of post audits. Establishes the guidelines for audit requests.	Yes	Yes	Report our agency must/may provide	
7	2-15-61	State	Statute	<b>Access to agency records</b> — Gives the LAC access to the records and facilities of every state agency during that agency's operating hours with the exception of reports and returns of the S.C. Department of Revenue.	No	No - But relates to manner in which one or more agency deliverables is provided		
8	2-15-62	State	Statute	<b>Confidentiality of records</b> — States that LAC staff members are subject to the statutory provisions and penalties regarding confidentiality of records of the agency under review.	No	No - But relates to manner in which one or more agency deliverables is provided		
9	2-15-63	State	Statute	<b>SCEL audits</b> — Provides for triennial audits by the LAC of the South Carolina Lottery Commission. The cost of these audits are an operating expense of the Lottery Commission. Allows the LAC to contract with an independent firm to conduct a study into the security of the Commission and the lottery.	Yes	Yes	Report our agency must/may provide	
10	2-15-64	State	Statute	<b>DSS audits</b> — Provides for triennial audits of the South Carolina Department of Social Services. The program to be reviewed will be determined after consultation with the House and Senate, and the LAC is authorized to charge DSS for federal funds, if available, for the costs associated with these audits.	Yes	Yes	Report our agency must/may provide	
11	2-15-65	State	Statute	<b>Title XX funds audits</b> — Requires the LAC to ensure that an appropriate amount is budgeted for audit purposes in all Title XX federal programs. Requires the LAC to designate and assign audit responsibility in accordance with state and federal laws and regulations and the intent of the General Assembly.	Yes	Yes	Report our agency must/may provide	
12	2-15-70	State	Statute	<b>Use of facilities</b> — Provides for the LAC's use of the facilities of State institutions of higher learning and any other tax supported agencies for carrying out the LAC's functions.	No	No - But relates to manner in which one or more agency deliverables is provided		

Agency Name: LEGISLATIVE AUDIT COUNCIL (LEGISLATIVE DEPARTMENT)

Fiscal Year 2018-2019  
Accountability Report

Agency Code: A200 Section: 91E

Legal Standards Template

Item #	Law Number	Jurisdiction	Type of Law	Statutory Requirement and/or Authority Granted	Does this law specify who your agency must or may serve? (Y/N)	Does the law specify a product or service your agency must or may provide?	If yes, what type of service or product?	If other service or product, please specify what service or product.
13	2-15-80	State	Statute	<b>Legislation</b> — Prohibits the Director or any other employee of the LAC from urging or opposing any legislation or giving financial advice to any person except members of the Legislature.	No	No - Does not relate directly to any agency deliverables		
14	2-15-90	State	Statute	<b>LAC shall not prepare legislation</b> — States that preparing legislation is not an LAC function. All suggested legislation from staff studies shall be channeled through the Legislative Council.	Yes	No - Does not relate directly to any agency deliverables		
15	2-15-110	State	Statute	<b>Expenses</b> — Entitles members of the nominating committee and members of the LAC to per diem, mileage, and subsistence as provided by law.	No	No - Does not relate directly to any agency deliverables		
16	2-15-120	State	Statute	<b>Confidentiality of records</b> — Establishes that all records and audit working papers of the LAC, with the exception of its final audit reports, are confidential and not subject to public disclosure. Any person guilty of violating this section is guilty of a misdemeanor.	No	No - But relates to manner in which one or more agency deliverables is provided		
17	Section 112 of Act 146 of 2010	State	Statute	<b>DEW audits</b> — Provides for the LAC to conduct three audits of the Department of Employment and Workforce, the last to be completed by July 1, 2018. The costs of these audits are an operating expense of DEW and DEW shall pay directly to the LAC the cost of the audits. The LAC may contract for follow-up audits or conduct follow-up audits as needed based upon the audit's initial findings.	Yes	Yes	Report our agency must/may provide	
18	2-2-60(D)	State	Statute	<b>Program evaluation reports</b> — Allows the chairman of an investigating committee to direct the LAC to perform a study of the program evaluation report and report its findings to the investigating committee. The chairman also may direct the LAC to perform its own audit of the program or operations being studied or investigated by the investigating committee.	Yes	Yes	Report our agency must/may provide	
19	57-1-490(C)	State	Statute	<b>SCDOT annual audits</b> — The LAC may contract for follow-up audits or conduct follow-up audits of DOT as needed based upon the findings of the FY 2010 audit. The costs of these audits are an operating expense to the department. The department shall pay the LAC the costs of the audits.	Yes	Yes	Report our agency must/may provide	
20	11-35-1230(2)	State	Statute	<b>Auditing and fiscal reporting</b> — The LAC shall periodically review the reporting system and coordinate legislative information needs with the Comptroller General and the Division of Budget Analysis, or other office or division within the State Fiscal Accountability Authority, as necessary. The LAC shall undertake a periodic review of the reporting and data analysis system developed by the division for reporting both commodities purchased and those not purchased through the division's central purchasing system, and shall make recommendations for incorporating these reporting procedures into the Statewide Accounting and Reporting System (STARS) as necessary to reduce unnecessary duplication and improve efficiency, effectiveness, and accountability.	Yes	Yes	Report our agency must/may provide	
21	59-150-30(B)	State	Statute	<b>SCEL management performance audit</b> — Beginning in December 2004 and every three years thereafter, or by the request of five members of the House of Representatives or five members of the Senate, the LAC shall conduct a management performance audit of the lottery commission. The cost of this audit is an operating expense of the commission.	Yes	Yes	Report our agency must/may provide	
22	59-123-60(F)	State	Statute	<b>Medical University Hospital Authority</b> — Upon review of the audit report required in Section 59-123-60(E)(10), the legislature, by joint resolution, or the Governor, by Executive Order, may request audits to be completed by the State Auditors Office or the LAC. Based on the findings reported in the audit required in Section 59-123-60(E)(10) by the State Auditors Office or by the LAC, the legislature, by joint resolution, may require intervention by the State Fiscal Accountability Authority for the purposes of rectifying any material findings reflected in the audits.	Yes	Yes	Report our agency must/may provide	

Agency Name: LEGISLATIVE AUDIT COUNCIL (LEGISLATIVE DEPARTMENT)

Fiscal Year 2018-2019  
Accountability Report

Agency Code: A200 Section: 91E

Legal Standards Template

Item #	Law Number	Jurisdiction	Type of Law	Statutory Requirement and/or Authority Granted	Does this law specify who your agency must or may serve? (Y/N)	Does the law specify a product or service your agency must or may provide?	If yes, what type of service or product?	If other service or product, please specify what service or product.
23	56-1-5(F)	State	Statute	<b>DMV audits</b> — The LAC shall conduct an independent review of the Department of Motor Vehicles every three years. (suspended by proviso)	Yes	Yes	Report our agency must/may provide	
24	117.125	State	FY 2019-20 Proviso	<b>BabyNet</b> —From funds available in the current fiscal year for budgetary analysis and oversight, the Executive Budget Office shall conduct an inventory of all BabyNet-related spending, which shall be submitted to the Governor, the Chairman of the Senate Finance Committee, and the Chairman of the House Ways and Means Committee no later than July 15, 2018. All affected agencies shall support the Executive Budget Office in this effort by providing information upon request, so that the first recommendation of the LAC's 2011 report on BabyNet may be implemented.	No	No - Does not relate directly to any agency deliverables		
25	117.129	State	FY 2018-19 Proviso	<b>BabyNet</b> —From funds available in the current fiscal year for budgetary analysis and oversight, the Executive Budget Office shall conduct an inventory of all BabyNet-related spending, which shall be submitted to the Governor, the Chairman of the Senate Finance Committee, and the Chairman of the House Ways and Means Committee no later than July 15, 2018. All affected agencies shall support the Executive Budget Office in this effort by providing information upon request, so that the first recommendation of the LAC's 2011 report on BabyNet may be implemented.	No	No - Does not relate directly to any agency deliverables		
26	117.133	State	FY 2017-18 Proviso	<b>BabyNet</b> —From funds available in the current fiscal year for budgetary analysis and oversight, the Executive Budget Office shall conduct an inventory of all BabyNet-related spending, which shall be submitted to the Governor, the Chairman of the Senate Finance Committee, and the Chairman of the House Ways and Means Committee no later than July 15, 2017. All affected agencies shall support the Executive Budget Office in this effort by providing information upon request, so that the first recommendation of the LAC's 2011 report on BabyNet may be implemented.	No	No - Does not relate directly to any agency deliverables		
27	117.117	State	FY 2019-20 Proviso	<b>Statewide Strategic Information Technology Plan Implementation</b> —The Legislative Branch, the Judicial Branch, public institutions of higher learning, technical colleges, political subdivisions and quasi-governmental bodies are specifically exempt from the requirements as provided in this provision to ensure the uniform implementation of Statewide Strategic Information Technology Plans developed pursuant to the Restructuring Act of 2014.	No	No - Does not relate directly to any agency deliverables		
28	117.119	State	FY 2018-19 Proviso	<b>Statewide Strategic Information Technology Plan Implementation</b> —The Legislative Branch, the Judicial Branch, public institutions of higher learning, technical colleges, political subdivisions and quasi-governmental bodies are specifically exempt from the requirements as provided in this provision to ensure the uniform implementation of Statewide Strategic Information Technology Plans developed pursuant to the Restructuring Act of 2014.	No	No - Does not relate directly to any agency deliverables		
29	117.121	State	FY 2017-18 Proviso	<b>Statewide Strategic Information Technology Plan Implementation</b> —The Legislative Branch, the Judicial Branch, public institutions of higher learning, technical colleges, political subdivisions and quasi-governmental bodies are specifically exempt from the requirements as provided in this provision to ensure the uniform implementation of Statewide Strategic Information Technology Plans developed pursuant to the Restructuring Act of 2014.	No	No - Does not relate directly to any agency deliverables		
30	117.133	State	FY 2016-17 Proviso	<b>Statewide Strategic Information Technology Plan Implementation</b> —The Legislative Branch, the Judicial Branch, public institutions of higher learning, technical colleges, political subdivisions and quasi-governmental bodies are specifically exempt from the requirements as provided in this provision to ensure the uniform implementation of Statewide Strategic Information Technology Plans developed pursuant to the Restructuring Act of 2014.	No	No - Does not relate directly to any agency deliverables		

Item #	Law Number	Jurisdiction	Type of Law	Statutory Requirement and/or Authority Granted	Does this law specify who your agency must or may serve? (Y/N)	Does the law specify a product or service your agency must or may provide?	If yes, what type of service or product?	If other service or product, please specify what service or product.
31	117.135	State	FY 2019-20 Proviso	<b>Statewide Real Estate Plan Implementation</b> - The Legislative Branch, the Judicial Branch, public institutions of higher learning, technical colleges, political subdivisions and quasi-governmental bodies are generally exempt from the requirements of this proviso. This proviso establishes a comprehensive central real property and office facility management process to plan for the needs of state government agencies to achieve maximum efficiency and economy in the use of state-owned, state-leased, and commercial leased facilities.	No	No - Does not relate directly to any agency deliverables		
32	117.146	State	FY 2018-19 Proviso	<b>Statewide Real Estate Plan Implementation</b> - The Legislative Branch, the Judicial Branch, public institutions of higher learning, technical colleges, political subdivisions and quasi-governmental bodies are generally exempt from the requirements of this proviso. This proviso establishes a comprehensive central real property and office facility management process to plan for the needs of state government agencies to achieve maximum efficiency and economy in the use of state-owned, state-leased, and commercial leased facilities.	No	No - Does not relate directly to any agency deliverables		
33	117.136	State	FY 2019-20 Proviso	<b>Statewide Administrative Services</b> -The Legislative Branch, the Judicial Branch, public institutions of higher learning and technical colleges shall be exempt from the requirements of this provision regarding consolidated administrative services provided by the Department of Administration.	No	No - Does not relate directly to any agency deliverables		
34	117.147	State	FY 2018-19 Proviso	<b>Statewide Administrative Services</b> -The Legislative Branch, the Judicial Branch, public institutions of higher learning and technical colleges shall be exempt from the requirements of this provision regarding consolidated administrative services provided by the Department of Administration.	No	No - Does not relate directly to any agency deliverables		
35	93.16	State	FY 2019-20 Proviso	<b>Cyber Security</b> —The Judicial and Legislative Branches are specifically exempt from the requirements of this proviso regarding the required implementation of cyber security policies, guidelines and standards developed by the Department of Administration.	No	No - Does not relate directly to any agency deliverables		
36	93.20	State	FY 2018-19 Proviso	<b>Cyber Security</b> —The Judicial and Legislative Branches are specifically exempt from the requirements of this proviso regarding the required implementation of cyber security policies, guidelines and standards developed by the Department of Administration.	No	No - Does not relate directly to any agency deliverables		
37	93.21	State	FY 2017-18 Proviso	<b>Cyber Security</b> —The Judicial and Legislative Branches are specifically exempt from the requirements of this proviso regarding the required implementation of cyber security policies, guidelines and standards developed by the Department of Administration.	No	No - Does not relate directly to any agency deliverables		
38	93.25	State	FY 2016-17 Proviso	<b>Cyber Security</b> —The Judicial and Legislative Branches are specifically exempt from the requirements of this proviso regarding the required implementation of cyber security policies, guidelines and standards developed by the Department of Administration.	No	No - Does not relate directly to any agency deliverables		
39	91.19	State	FY 2019-20 Proviso	<b>LAC Matching Funds</b> —Authorizes the LAC to use funds appropriated in the appropriations act as state matching funds for federal funds available for audits and reviews. Authorizes the Council to charge state agencies for federal funds, if available, for the costs associated with audits and reviews. Requires agencies to remit the federal funds to the LAC as reimbursement for the costs of audits and reviews.	No	No - But relates to sources of funding for one or more agency deliverables		
40	91.19	State	FY 2018-19 Proviso	<b>LAC Matching Funds</b> —Authorizes the LAC to use funds appropriated in the appropriations act as state matching funds for federal funds available for audits and reviews. Authorizes the Council to charge state agencies for federal funds, if available, for the costs associated with audits and reviews. Requires agencies to remit the federal funds to the LAC as reimbursement for the costs of audits and reviews.	No	No - But relates to sources of funding for one or more agency deliverables		
41	91.19	State	FY 2017-18 Proviso	<b>LAC Matching Funds</b> —Authorizes the LAC to use funds appropriated in the appropriations act as state matching funds for federal funds available for audits and reviews. Authorizes the Council to charge state agencies for federal funds, if available, for the costs associated with audits and reviews. Requires agencies to remit the federal funds to the LAC as reimbursement for the costs of audits and reviews.	No	No - But relates to sources of funding for one or more agency deliverables		



Item #	Law Number	Jurisdiction	Type of Law	Statutory Requirement and/or Authority Granted	Does this law specify who your agency must or may serve? (Y/N)	Does the law specify a product or service your agency must or may provide?	If yes, what type of service or product?	If other service or product, please specify what service or product.
42	91.19	State	FY 2016-17 Proviso	<b>LAC Matching Funds</b> —Authorizes the LAC to use funds appropriated in the appropriations act as state matching funds for federal funds available for audits and reviews. Authorizes the Council to charge state agencies for federal funds, if available, for the costs associated with audits and reviews. Requires agencies to remit the federal funds to the LAC as reimbursement for the costs of audits and reviews.	No	No - But relates to sources of funding for one or more agency deliverables		
43	117.103	State	FY 2019-20 Proviso	<b>Data Breach Notification</b> —An agency of this State owning or licensing computerized data or other data that includes personal identifying information shall disclose any breach of the security of the system following discovery or notification of the breach in the security of the data to any resident of this State whose personal identifying information was, or is reasonably believed to have been, acquired by an unauthorized person. In determining whether information has been acquired, or is reasonably believed to have been acquired, by an unauthorized person or a person without valid authorization, the agency may consider the factors provided in this proviso.	Yes	Yes	Other service or product our agency must/may provide	Timely reporting should a breach occur.
44	117.105	State	FY 2018-19 Proviso	<b>Data Breach Notification</b> —An agency of this State owning or licensing computerized data or other data that includes personal identifying information shall disclose any breach of the security of the system following discovery or notification of the breach in the security of the data to any resident of this State whose personal identifying information was, or is reasonably believed to have been, acquired by an unauthorized person. In determining whether information has been acquired, or is reasonably believed to have been acquired, by an unauthorized person or a person without valid authorization, the agency may consider the factors provided in this proviso.	Yes	Yes	Other service or product our agency must/may provide	Timely reporting should a breach occur.
45	117.106	State	FY 2017-18 Proviso	<b>Data Breach Notification</b> —An agency of this State owning or licensing computerized data or other data that includes personal identifying information shall disclose any breach of the security of the system following discovery or notification of the breach in the security of the data to any resident of this State whose personal identifying information was, or is reasonably believed to have been, acquired by an unauthorized person. In determining whether information has been acquired, or is reasonably believed to have been acquired, by an unauthorized person or a person without valid authorization, the agency may consider the factors provided in this proviso.	Yes	Yes	Other service or product our agency must/may provide	Timely reporting should a breach occur.
46	117.107	State	FY 2016-17 Proviso	<b>Data Breach Notification</b> —An agency of this State owning or licensing computerized data or other data that includes personal identifying information shall disclose any breach of the security of the system following discovery or notification of the breach in the security of the data to any resident of this State whose personal identifying information was, or is reasonably believed to have been, acquired by an unauthorized person. In determining whether information has been acquired, or is reasonably believed to have been acquired, by an unauthorized person or a person without valid authorization, the agency may consider the factors provided in this proviso.	Yes	Yes	Other service or product our agency must/may provide	Timely reporting should a breach occur.
47	117.113	State	FY 2019-20 Proviso	<b>Child Fatality Review</b> —Requires the Department of Social Services, State Child Fatality Advisory Committee, State Law Enforcement Division, Department of Health and Environmental Control, and Department of Public Safety to implement certain recommendations contained in the LAC's October 2014 report: "A Review of Child Welfare Services at the Department of Social Services."	No	No - Does not relate directly to any agency deliverables		
48	117.115	State	FY 2018-19 Proviso	<b>Child Fatality Review</b> —Requires the Department of Social Services, State Child Fatality Advisory Committee, State Law Enforcement Division, Department of Health and Environmental Control, and Department of Public Safety to implement certain recommendations contained in the LAC's October 2014 report: "A Review of Child Welfare Services at the Department of Social Services."	No	No - Does not relate directly to any agency deliverables		
49	117.117	State	FY 2017-18 Proviso	<b>Child Fatality Review</b> —Requires the Department of Social Services, State Child Fatality Advisory Committee, State Law Enforcement Division, Department of Health and Environmental Control, and Department of Public Safety to implement certain recommendations contained in the LAC's October 2014 report: "A Review of Child Welfare Services at the Department of Social Services."	No	No - Does not relate directly to any agency deliverables		

Agency Name: LEGISLATIVE AUDIT COUNCIL (LEGISLATIVE DEPARTMENT)

Fiscal Year 2018-2019  
Accountability Report

Agency Code: A200 Section: 91E

Legal Standards Template

Item #	Law Number	Jurisdiction	Type of Law	Statutory Requirement and/or Authority Granted	Does this law specify who your agency must or may serve? (Y/N)	Does the law specify a product or service your agency must or may provide?	If yes, what type of service or product?	If other service or product, please specify what service or product.
50	117.121	State	FY 2016-17 Proviso	<b>Child Fatality Review</b> — Requires the Department of Social Services, State Child Fatality Advisory Committee, State Law Enforcement Division, Department of Health and Environmental Control, and Department of Public Safety to implement certain recommendations contained in the LAC's October 2014 report: "A Review of Child Welfare Services at the Department of Social Services."	No	No - Does not relate directly to any agency deliverables		
51	91.21	State	FY 2019-20 Proviso	<b>DMV Audit Review</b> - Suspends the requirement for the LAC to audit DMV every three years for FY 18-19. Any savings generated by not conducting the review shall be used to conduct audits required by Section 2-15-60.	Yes	No - But relates to sources of funding for one or more agency deliverables		
52	91.21	State	FY 2018-19 Proviso	<b>DMV Audit Review</b> - Suspends the requirement for the LAC to audit DMV every three years for FY 18-19. Any savings generated by not conducting the review shall be used to conduct audits required by Section 2-15-60.	Yes	No - But relates to sources of funding for one or more agency deliverables		
53	91.21	State	FY 2017-18 Proviso	<b>DMV Audit Review</b> - Suspends the requirement for the LAC to audit DMV every three years for FY 17-18. Any savings generated by not conducting the review shall be used to conduct audits required by Section 2-15-60.	Yes	No - But relates to sources of funding for one or more agency deliverables		
54	91.21	State	FY 2016-17 Proviso	<b>DMV Audit Review</b> - Suspends the requirement for the LAC to audit DMV every three years for FY 16-17. Any savings generated by not conducting the review shall be used to conduct audits required by Section 2-15-60.	Yes	No - But relates to sources of funding for one or more agency deliverables		
55	117.11	State	FY 2019-20 Proviso	<b>Information Technology and Information Security Plans</b> - The Legislative Department is specifically exempt from the requirement to provide an information technology plan to the Department of Administration.	No	No - Does not relate directly to any agency deliverables		
56	117.112	State	FY 2018-19 Proviso	<b>Information Technology and Information Security Plans</b> - The Legislative Department is specifically exempt from the requirement to provide an information technology plan to the Department of Administration.	No	No - Does not relate directly to any agency deliverables		
57	117.113	State	FY 2017-18 Proviso	<b>Information Technology and Information Security Plans</b> - The Legislative Department is specifically exempt from the requirement to provide an information technology plan to the Department of Administration.	No	No - Does not relate directly to any agency deliverables		
58	117.114	State	FY 2016-17 Proviso	<b>Information Technology and Information Security Plans</b> - The Legislative Department is specifically exempt from the requirement to provide an information technology plan to the Department of Administration.	No	No - Does not relate directly to any agency deliverables		
59	2-2-60	State	Statute	<b>Legislative Oversight of Executive Departments: Program Evaluation Reports</b> - The chairman of the investigating committee may direct the LAC to perform a study of the program evaluation report and reports its findings to the investigating committee. The Chairman also may direct the LAC to perform its own audit of the program or operations being studied or investigated by the investigating committee.	Yes	Yes	Report our agency must/may provide	
60	59-20-60(9)	State	Statute	<b>Education Finance Act of 1977: Audits</b> - The LAC shall audit to assess compliance with this chapter as requested by the General Assembly and make recommendations to the General Assembly concerning necessary changes in this chapter.	Yes	Yes	Report our agency must/may provide	

**Agency Name:** LEGISLATIVE AUDIT COUNCIL (LEGISLATIVE DEPARTMENT)

Fiscal Year 2018-2019  
Accountability Report

**Agency Code and Section:** A200 91E

Customer Template

Service/Product Provided to Customers	Customer Segments	<i>Specify only for the following Segments: (1) Industry; Name; (2) Professional Organization; Name; (3) Public; Demographics.</i>	Divisions or Major Programs	Description
Written audit reports of state agencies and programs providing information, analysis, and recommendations to help the General Assembly improve state agencies and to help the general public oversee state government.	Legislative Branch		Administration	We perform audits of state agencies and programs, in which we identify ways to reduce the cost and improve the performance of state agencies, and provide information to the General Assembly and the public. We help ensure that operations are efficient and that agencies follow the law to achieve the desired results.
Written audit reports of state agencies and programs providing information, analysis, and recommendations to help the General Assembly improve state agencies and to help the general public oversee state government.	Executive Branch/State Agencies		Administration	We perform audits of state agencies and programs, in which we identify ways to reduce the cost and improve the performance of state agencies, and provide information to the General Assembly and the public. We help ensure that operations are efficient and that agencies follow the law to achieve the desired results.
Written audit reports of state agencies and programs providing information, analysis, and recommendations to help the General Assembly improve state agencies and to help the general public oversee state government.	General Public		Administration	We perform audits of state agencies and programs, in which we identify ways to reduce the cost and improve the performance of state agencies, and provide information to the General Assembly and the public. We help ensure that operations are efficient and that agencies follow the law to achieve the desired results.

**Agency Name:** LEGISLATIVE AUDIT COUNCIL (LEGISLATIVE DEPARTMENT)

Fiscal Year 2018-2019  
Accountability Report

**Agency Code and Section:** A200 91E

Partner Template

Name of Partner Entity	Type of Partner Entity	Description of Partnership	Associated Goal(s)
NASACT/NCSL	Professional Association	Undergo a Peer Review by NASACT/NCSL	1
NASACT/NCSL	Professional Association	Ensure auditors have the skills to effectively conduct performance audits	1
Division of State Human Resources	State Government	Ensure auditors have the skills to effectively conduct performance audits	1
U.S. Government Accountability Office	Federal Government	Ensure auditors have the skills to effectively conduct performance audits	1
U.S. Office of Personnel Management	Federal Government	Conduct employee survey	1
State Agencies	State Government	Identify potential financial benefits in relation to total number of recommendations	2
State Agencies	State Government	Determine percent of audit recommendations implemented	2
State Agencies	State Government	Identify financial benefits realized	2
General Assembly	State Government	Determine customer satisfaction	3
Legislative Committees	State Government	Determine customer satisfaction	3
State Agencies	State Government	Determine customer satisfaction	3

Agency Name: LEGISLATIVE AUDIT COUNCIL (LEGISLATIVE DEPARTMENT)

Fiscal Year 2018-2019  
Accountability Report

Agency Code: A200 Section: 91E

Report and External Review Template

Item	Is this a Report, Review, or both?	Report or Review Name	Name of Entity Requesting the Report or Conducting Review	Type of Entity	Reporting Frequency	Current Fiscal Year- Submission Date or Review Timeline (MM/DD/YYYY)	Summary of Information Requested in the Report or Reviewed	Method to Access the Report or Information from the Review
1	Internal Review and Report	Fiscal Year Accountability Report	Executive Budget Office	State	Annually	September 21, 2018	Agency mission, objectives and performance measures	LAC.SC.GOV
2	Internal Review and Report	Agency Budget Plan	Executive Budget Office	State	Annually	September 20, 2018	Annual agency budget submission	ADMIN.SC.GOV
3	Internal Review and Report	Travel Report	Office of the Comptroller General	State	Annually	September 17, 2018	Employee travel information	Legislative Audit Council
4	Internal Review and Report	Actual Salaries	State Accident Fund	State	Annually	August 28, 2018	Employee salaries by category	Legislative Audit Council
5	Internal Review and Report	Insurance Renewal	Insurance Reserve Fund	State	Annually	October 10, 2018	Tort insurance, data processing insurance, personal property insurance	Legislative Audit Council
6	Internal Review and Report	GAAP Reporting	Office of the Comptroller General	State	Annually	July-Sep 2018	Year-end reporting; Agency expndditures	Legislative Audit Council
7	Internal Review and Report	Contribution and Wage Report	Department of Employment and Workforce	State	Quarterly	June 30, 2019	Quarterly wages	Legislative Audit Council
8	Internal Review and Report	Audit and Certification	State Fiscal and Accountability Authority	State	Quarterly	June 30, 2019	Sole Source Procurements, Emergency Procurements, Illegal Procurements, Record of Applied Preferences, Procurements Using 10% Rule, Trade-in sales	Legislative Audit Council
9	External Review and Report	Peer Review of the South Carolina Legislative Audit Council	U.S. General Accounting Office	Outside Organization	Other	2017 to 2020	Assessment of our system of quality control and overall quality of reports in a sample of performance audits completed during the period 2017 to 2020. Peer review is completed once every three years and compares our policies and performance to GAGAS requirements and the knowledge base of peers from similar offices. The review provides a collective assessment of the office's quality assurance and review processes, how those quality processes were used to develop the office's performance audits, and the qualifications and independence of staff.	LAC.SC.GOV
10	External Review and Report	State Auditor's Report	Office of the State Auditor	State	Annually	June 30, 2017	Agreed-Upon Procedures	OSA.SC.GOV