



The Delegation of Authority to State Entities to Contract for External Audit Services

May 26, 2021

Members of the Legislative Audit Committee:

To provide you with more information regarding the amount of audit work being performed related to state government, the State Auditor's Office has compiled the following data on delegations of authority to contract for audit services. The State Auditor's Office is responsible for reviewing and approving state entities' delegation of authority requests in accordance with Texas Government Code, Section 321.020 (see text box). From September 1, 2019, through August 31, 2020, the State Auditor's Office received and approved 136 delegation of authority requests from 68 state entities.

Some delegations of authority covered more than one project. The 136 delegation of authority requests included 159 projects with an estimated total cost of approximately \$28.8 million, as reported by the state entities in their delegation of authority requests.

Auditors classified the projects into the following three categories:

Financial audits: Financial audits included (1) financial statement opinion audits for which the primary purpose was to provide an opinion on whether the auditee's financial statements were presented fairly, in all material aspects, in accordance with an applicable financial reporting framework and (2) financial-related audits that could entail various scopes of work.

Internal audit services: Contracted internal audit services were associated with state entities that did not have an internal audit department but were required to have an internal audit function under Texas Government Code, Section 2102.004 (see text box for more information about the requirement to have an internal audit function). In those instances, a state entity requested the authority to outsource the internal audit function. This category also included

Delegation of Authority for Audit Services

Texas Government Code, Section 321.020, specifies that a state agency or a corporation that is dedicated to the benefit of a state agency may enter into a contract for audit services only if (1) the agency or corporation is authorized to contract with a private auditor through a delegation of authority from the State Auditor, (2) the scope of the proposed audit has been submitted to the State Auditor for review and comment, and (3) the services of the private auditor are procured through a competitive selection process in a manner allowed by law.

Additionally, Article IX, Section 6.20, of the General Appropriations Act (86th Legislature) provides requirements for state agencies and higher education institutions that use appropriated funds to contract for audit services, including a requirement to obtain a delegation of authority to enter into such a contract.

Internal Audit Function

According to Texas Government Code, Section 2102.004(a), a state entity is required to have an internal audit function if it:

- Has an annual operating budget that exceeds \$10 million;
- Has more than 100 full-time equivalent employees as authorized by the General Appropriations Act; or
- Receives and processes more than \$10 million in cash in a fiscal year.

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requests from state entities that had an internal audit department but may not have had the required resources or required expertise to perform a particular audit.

Other services: Other services included performance and compliance audits. They also included other engagements, such as attestation engagements (mostly client and auditor agreed-upon procedures engagements, as well as reviews of financial statement engagements).

Of the 159 projects included in the 136 delegation of authority requests reviewed, 65 (40.9 percent) were for financial audits, 51 (32.1 percent) were for other services, and 43 (27.0 percent) were for internal audit services.

In addition, 14 state entities accounted for 89 (56.0 percent) of the 159 requested projects. Table 1 lists those 14 state entities.

Objectives, Scope, and Methodology

The objectives of this project were to review state agencies' and higher education institutions' requests for delegated audit authority and to review documents and deliverables associated with audits for which audit authority has been delegated. The project scope included delegations of authority requests from September 1, 2019, through August 31, 2020. This project relied on state entities' self-reported information regarding requested services and estimated costs. That information was not subject to the tests and confirmations that would be performed in an audit. Auditors used professional judgment to determine the three categories in which to classify a project. The following members of the State Auditor's staff performed the project:

- Taylor L. Huff, CFE (Project Manager)
- Derek Lopez, MBA
- Ann E. Karnes, CPA (Quality Control Reviewer)
- Michael A. Simon, MBA, CGAP (Audit Manager)

Table 1

Fourteen State Entities With the Most Projects Requested Under Delegation of Authority Requests From September 1, 2019, through August 31, 2020	
State Entity	Number of Projects
The University of Texas System	25
Health and Human Services Commission	10
Stephen F. Austin State University	8
The University of Texas at Austin	7
University of North Texas Health Science Center at Fort Worth	7
Texas Tech University System	4
University of Houston	4
The University of Texas M.D. Anderson Cancer Center	4
Texas A&M University - Commerce	4
Texas State University	4
Texas Tech University	3
Texas State University System	3
Prairie View A&M University	3
Texas Lottery Commission	3

Source: State entities' self-reported information in delegation of authority requests submitted to the State Auditor's Office.

Members of the Legislative Audit Committee

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Sincerely,

Lisa R. Collier, CPA, CFE, CIDA

First Assistant State Auditor

Attachment

cc: The Honorable Greg Abbott, Governor



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Attachment

Delegations of Authority Requested to Procure Services in Fiscal Year 2020

Table 2 lists the approved delegations of authority that 68 entities requested between September 1, 2019, and August 31, 2020. It lists the project type, the contractor to provide the outsourced services, and the requesting entity's estimated cost of the services to be provided as reported in its delegation request.

Table 2

Delegations of Authority Requested in Fiscal Year 2020			
Project Title	Project Type	Contractor Name	State Entity Estimated Cost
Article I - General Government			
300 - Trusteed Programs Within the Office of the Governor			
An Audit on the Product Development and Small Business Incubator Fund for Fiscal Year 2018	Financial Audits	Crowe LLP	\$25,000
Trusteed Programs within the Office of the Governor - Total			\$25,000
306 - Library and Archives Commission			
Internal Audit Services for Fiscal Year 2020	Internal Audit Services	Weaver and Tidwell, LLP	\$95,870
Library and Archives Commission - Total			\$95,870
313 - Department of Information Resources			
An Audit of the Cooperative Contracts of Selected Vendor Sales Reporting and Administrative Fees for the Period September 1, 2017, through August 31, 2019 ^a	Internal Audit Services	Weaver and Tidwell, LLP	\$38,750
An Audit of the Cooperative Contracts of Selected Vendor Sales Reporting and Administrative Fees for the Period September 1, 2017, through August 31, 2019 ^a	Internal Audit Services	Weaver and Tidwell, LLP	35,640
Department of Information Resources - Total			\$74,390
477 - Commission on State Emergency Communications			
Internal Audit Services for Fiscal Year 2020	Internal Audit Services	Garza/Gonzalez & Associates	\$31,200
Commission on State Emergency Communications - Total			\$31,200
479 - State Office of Risk Management			
Internal Audit Services for Fiscal Year 2021	Internal Audit Services	McConnell & Jones LLP	\$39,700
State Office of Risk Management - Total			\$39,700

Delegations of Authority Requested in Fiscal Year 2020			
Project Title	Project Type	Contractor Name	State Entity Estimated Cost
542 - Cancer Prevention and Research Institute of Texas			
Internal Audit Services for Fiscal Year 2021	Internal Audit Services	Weaver and Tidwell, LLP	\$186,000
Audit of Financial Statements for the Year Ended August 31, 2020	Financial Audits	McConnell & Jones LLP	42,000
Cancer Prevention and Research Institute of Texas - Total			\$228,000
813 - Commission on the Arts			
Internal Audit Services for Fiscal Year 2020	Internal Audit Services	Monday Rufus & Co., PC	\$15,000
Commission on the Arts - Total			\$15,000
902 - Office of the Comptroller of Public Accounts - State Fiscal			
Statement on Standards for Attestation Engagements No. 18, Type II Audit of the Centralized Accounting and Payroll/Personnel System	Other Services	KPMG LLP	\$90,000
Office of the Comptroller of Public Accounts - State Fiscal - Total			\$90,000
Article I - Total			\$559,160
Article II - Health and Human Services			
529 - Health and Human Services Commission			
Texas Medicaid and Healthcare Partnership Retrospective Cost Settlement Audit for the period ended August 31, 2018	Other Services	DK Partners, PC	175,000
Recovery Audit of Payments Made by the State of Texas to Medicaid Enrolled Providers for Fiscal Year 2020	Other Services	Health Management Systems, Inc.	0 ^b
Audits of Medicaid Managed Care and/or Fee-For-Service Providers	Other Services	Myers and Stauffer LC	272,305
Audit Services Related to the Document Processing Services Performed by Image API for Eligibility Support Services, Children's Health Insurance Program (CHIP), and Enrollment Broker Services	Other Services	Contract Pending ^c	137,445
Performance Audits of Managed Care Organizations	Other Services	DK Partners, PC	1,450,000
Audit of the Vendor Drug Program Drug Rebate Analysis and Management System	Other Services	Myers and Stauffer LC	200,000
Agreed-upon Procedures on Medicaid and CHIP Managed Care Financial Statistical Reports	Other Services	Myers and Stauffer LC DK Partners, PC Eide Bailly, LLP	2,696,312
Agreed-upon Procedures on Medicaid Patient Transportation Services Provided by the Medical Transportation Program	Other Services	DK Partners, PC	1,196,616
Disproportionate Share Hospital Program Audit and Uncompensated Care Reconciliations	Other Services	Myers and Stauffer LC	5,954,821
Agreed-upon Procedures on Electronic Health Records Incentive Payments	Other Services	DK Partners, PC	951,011
Health and Human Services Commission - Total			\$13,033,510
Article II - Total			\$13,033,510

Delegations of Authority Requested in Fiscal Year 2020			
Project Title	Project Type	Contractor Name	State Entity Estimated Cost
Article III - Education			
323 - Teacher Retirement System			
Audit of the Teacher Retirement Investment Company of Texas, Ltd. Financial Statements for the Year Ended August 31, 2020	Financial Audits	Crowe LLP	\$50,000
Teacher Retirement System - Total			\$50,000
506 - The University of Texas M.D. Anderson Cancer Center			
Internal Audit Services Related to Information Technology	Internal Audit Services	PricewaterhouseCoopers LLP	\$600,000
Internal Audit Services Related to Facilities Management	Internal Audit Services	Protiviti	120,000
Internal Audit Services Related to Business Continuity	Internal Audit Services	PricewaterhouseCoopers LLP	100,000
Internal Audit Services Related to Clinical Research Billing	Internal Audit Services	Huron Consulting Group Inc.	300,000
The University of Texas M.D. Anderson Cancer Center - Total			\$1,120,000
556 - Texas A&M AgriLife Research			
Audit of the Schedule of Expenditures of Cancer Prevention and Research Institute of Texas Awards for the Year Ended August 31, 2019	Financial Audits	Ingram, Wallis & Co., PC	\$7,300
Texas A&M AgriLife Research - Total			\$7,300
712 - Texas A&M Engineering Experiment Station			
Audit of the Schedule of Expenditures of Cancer Prevention and Research Institute of Texas Awards for the Year Ended August 31, 2019	Financial Audits	Ingram, Wallis & Co., PC	\$7,000
Texas A&M Engineering Experiment Station - Total			\$7,000
714 - The University of Texas at Arlington			
Agreed-upon Procedures on Cancer Prevention and Research Institute of Texas Grants for the Year Ended August 31, 2019	Other Services	Weaver and Tidwell, LLP	\$9,000
The University of Texas at Arlington - Total			\$9,000
715 - Prairie View A&M University			
Audit of KPVO-FM Radio Station Financial Statements for the Year Ended August 31, 2019	Financial Audits	Ingram, Wallis & Co., PC	\$12,250
Agreed-upon Procedures on Prairie View A&M University's Athletic Program in Accordance with National Collegiate Athletic Association Requirements for the Year Ended August 31, 2019	Other Services	PricewaterhouseCoopers LLP	35,000
Audit of Prairie View A&M University Financial Statements for the Year Ended August 31, 2020	Financial Audits	Weaver and Tidwell, LLP	40,000
Prairie View A&M University - Total			\$87,250
717 - Texas Southern University			
Audit of KTSU-FM Radio Station Financial Statements for the Year Ended August 31, 2019	Financial Audits	J. Walker & Co.	\$11,500
Audit of Financial Statements for the Year Ended August 31, 2020	Financial Audits	BKD, LLP	83,200
Texas Southern University - Total			\$94,700

Delegations of Authority Requested in Fiscal Year 2020

Project Title	Project Type	Contractor Name	State Entity Estimated Cost
720 - The University of Texas System			
Agreed-upon Procedures of the University of Texas/Texas A&M Investment Management Company Performance Incentive Plan for Performance Period Ended August 31, 2019	Other Services	Deloitte & Touche LLP	\$15,000
Review of the University of Texas at Tyler's Financial Statements for the Year Ended August 31, 2018, as Required by the Southern Association of Colleges and Schools Commission on Colleges. That delegation authority request also included:	Other Services	Deloitte & Touche LLP	200,000
<ul style="list-style-type: none"> ▪ Review of the University of Texas at Tyler's Financial Statements for the Year Ended August 31, 2019, as Required by the Southern Association of Colleges and Schools Commission on Colleges ▪ Review of the University of Texas Health Science Center at Tyler's Financial Statements for the Year Ended August 31, 2018, as Required by the Southern Association of Colleges and Schools Commission on Colleges 	Other Services		
<ul style="list-style-type: none"> ▪ Audit of the Schedule of Expenditures of Cancer Prevention and Research Institute of Texas Awards for the Year Ended August 31, 2019, at the University of Texas at Austin. That delegation authority request also included: 	Other Services	Deloitte & Touche LLP	346,603
<ul style="list-style-type: none"> ▪ Audit of the Schedule of Expenditures of Cancer Prevention and Research Institute of Texas Awards for the Year Ended August 31, 2019, at the University of Texas Medical Branch at Galveston ▪ Audit of the Schedule of Expenditures of Cancer Prevention and Research Institute of Texas Awards for the Year Ended August 31, 2019, at the University of Texas Health Science Center at Houston ▪ Audit of the Schedule of Expenditures of Cancer Prevention and Research Institute of Texas Awards for the Year Ended August 31, 2019, at the University of Texas Health Science Center at San Antonio ▪ Audit of the Schedule of Expenditures of Cancer Prevention and Research Institute of Texas Awards for the Year Ended August 31, 2019, at the University of Texas M.D. Anderson Cancer Center ▪ Audit of the Schedule of Expenditures of Cancer Prevention and Research Institute of Texas Awards for the Year Ended August 31, 2019, at the University of Texas Health Science Center at Tyler 	Other Services		
Audit of the University Texas System Consolidated Financial Statements for the Year Ended August 31, 2020. That delegation authority request also included:	Financial Audits	Deloitte & Touche LLP	3,655,589
<ul style="list-style-type: none"> ▪ Audit of the Permanent University Fund Schedules of Investment Securities, Managed by the University of Texas/Texas A&M Investment Management Company, for the Year Ended August 31, 2020 ▪ Audit of the Intermediate Term Fund Financial Statements, Managed by the University of Texas/Texas A&M Investment Management Company, for the Year Ended August 31, 2020 ▪ Audit of the Permanent University Fund Financial Statements, Managed by the University of Texas/Texas A&M Investment Management Company, for the Year Ended August 31, 2020 ▪ Audit of the Long Term Fund Financial Statements, Managed by the University of Texas/Texas A&M Investment Management Company, for the Year Ended August 31, 2020 	Financial Audits		

Delegations of Authority Requested in Fiscal Year 2020			
Project Title	Project Type	Contractor Name	State Entity Estimated Cost
<ul style="list-style-type: none"> ▪ Audit of the General Endowment Fund Financial Statements, Managed by the University of Texas/Texas A&M Investment Management Company, for the Year Ended August 31, 2020 ▪ Audit of the Permanent Health Fund Financial Statements, Managed by the University of Texas/Texas A&M Investment Management Company, for the Year Ended August 31, 2020 ▪ Audit of the University of Texas M.D. Anderson Cancer Center Financial Statements for the Year Ended August 31, 2020 ▪ Audit of the University of Texas Southwestern Medical Center and University Hospitals Financial Statements for the Year Ended August 31, 2020 ▪ Audit of the University of Texas at Austin Consolidated Financial Statements for the Year Ended August 31, 2020 ▪ Audit of the University of Texas Medical Branch at Galveston Financial Statements for the Year Ended August 31, 2020 	Financial Audits		
Audit of the University of Texas/Texas A&M Investment Management Company Financial Statements for the Year Ended August 31, 2020	Financial Audits	Deloitte & Touche LLP	46,300
Audit of the Federal Student Financial Aid Program at the University of Texas M.D. Anderson Cancer Center for the 2019-2020 Federal Student Financial Assistance Year. This delegation request also included:	Financial Audits	Deloitte & Touche LLP	56,000
<ul style="list-style-type: none"> ▪ Review of the University of Texas Health Science Center at Houston's Financial Statements for the Year Ended August 31, 2020, as Required by the Southern Association of Colleges and Schools Commission on Colleges ▪ Agreed-upon Procedures on the Network Settlement Calculation for the Years Ended August 31, 2019, and August 31, 2020 	Other Services		
The University of Texas System - Total			\$4,319,492
721 - The University of Texas at Austin			
Audit of the University of Texas Elementary School Financial Statements for the Year Ended August 31, 2019	Financial Audits	Belt Harris Pechacek, LLLP	\$19,385
Audit of the University Charter School Financial Statements for the Year Ended August 31, 2019	Financial Audits	West, Davis & Company, LLP	15,000
Audit of the University of Texas at Austin Charities Aid Foundation Grant Financial Statements for the Year Ended August 31, 2019	Financial Audits	West, Davis & Company, LLP	6,500
An Audit of Decentralized IT Controls. This delegation request also included:	Internal Audit Services	Postlethwaite & Netterville	139,725
<ul style="list-style-type: none"> ▪ An Audit of Server and Workstation Configuration and Change Management ▪ An Audit on the Texas Education Research Center 	Internal Audit Services		
Audit of the Medical Billing and Revenue Cycle Management for the Dell Medical School	Internal Audit Services	Baker, Tilly, Virchow and Krause, LLP	45,000
The University of Texas at Austin - Total			\$225,610
723 - The University of Texas Medical Branch at Galveston			
Audit of POWER Application Cloud Controls	Internal Audit Services	Postlethwaite & Netterville	\$25,000
The University of Texas Medical Branch at Galveston - Total			\$25,000

Delegations of Authority Requested in Fiscal Year 2020			
Project Title	Project Type	Contractor Name	State Entity Estimated Cost
724 - The University of Texas at El Paso			
Audit of KTEP-FM Radio Station Financial Statements for the Year Ended August 31, 2019	Financial Audits	Gibson, Ruddock, Patterson, LLC	\$14,900
The University of Texas at El Paso - Total			\$14,900
729 - The University of Texas Southwestern Medical Center			
Agreed-upon Procedures on Cancer Prevention and Research Institute of Texas Grants for the Year Ended August 31, 2019	Other Services	Weaver and Tidwell, LLP	13,500
The University of Texas Southwestern Medical Center - Total			\$13,500
730 - University of Houston			
Agreed-upon Procedures on Cancer Prevention and Research Institute of Texas Grants for the Year Ended August 31, 2020	Other Services	BKD, LLP	\$50,343
Audit of the University of Houston Charter School Financial Statements for the Year Ended August 31, 2020	Financial Audits	Belt Harris Pechacek, LLLP	38,870
Agreed-upon Procedures on the University of Houston's Athletic Program in Accordance with National Collegiate Athletic Association Requirements for the Year Ended August 31, 2020	Other Services	Belt Harris Pechacek, LLLP	45,590
Audit of Houston Public Media Financial Statements for the Year Ended August 31, 2020	Financial Audits	BKD, LLP	136,881
University of Houston - Total			\$271,684
733 - Texas Tech University			
Program Specific Audit of Student Financial Aid for the Year Ended August 31, 2019	Financial Audits	Baker, Tilly, Virchow and Krause, LLP	\$125,000
Audit of Texas Tech Public Media Financial Statements for the Year Ended August 31, 2020	Financial Audits	Bolinger, Segars, Gilbert & Moss, LLP	25,000
Agreed-upon Procedures on Texas Tech University's Athletic Program in Accordance with the National Collegiate Athletic Association for the Year Ended August 31, 2020	Other Services	BKD, LLP	18,500
Texas Tech University - Total			\$168,500
734 - Lamar University			
Audit of KVLU-FM Radio Station Financial Statements for the Year Ended August 31, 2020.	Financial Audits	Mitchell T. Fontenote CPA, Inc.	\$12,000
Agreed-upon Procedures on Lamar University's Athletic Program in Accordance with the National Collegiate Athletic Association for the Year Ended August 31, 2020	Other Services	Weaver and Tidwell, LLP	12,000
Lamar University - Total			\$24,000
735 - Midwestern State University			
Review of Midwestern State University's Financial Statements for the Year Ended August 31, 2019, as Required by the Southern Association of Colleges and Schools Commission on Colleges	Other Services	Belt Harris Pechacek, LLLP	\$57,252
Agreed-upon Procedures on Midwestern State University's Athletic Program in Accordance with the National Collegiate Athletic Association for the Year Ended August 31, 2020	Other Services	Edgin, Parkman, Fleming & Fleming, PC	12,000
Midwestern State University - Total			\$69,252

Delegations of Authority Requested in Fiscal Year 2020			
Project Title	Project Type	Contractor Name	State Entity Estimated Cost
737 - Angelo State University			
An Audit of the Carr Foundation Financial Statements for the Year Ended August 31, 2020	Financial Audits	Bolinger, Segars, Gilbert & Moss, LLP	\$17,000
Angelo State University - Total			\$17,000
738 - The University of Texas at Dallas			
Audit of University-Wide Cash Management and Cash Processing Controls. This delegation authority request also included:	Internal Audit Services	Baker, Tilly, Virchow and Krause, LLP	\$60,000
▪ Audit of Campus Construction for Efficiency, Compliance, and Billing	Internal Audit Services		
The University of Texas at Dallas - Total			\$60,000
739 - Texas Tech University Health Sciences Center			
Program Specific Audit of Student Financial Aid for the Year Ended August 31, 2019	Financial Audits	Baker, Tilly, Virchow and Krause, LLP	\$100,000
Texas Tech University Health Sciences Center - Total			\$100,000
742 - The University of Texas of the Permian Basin			
Audit of the University of Texas of the Permian Basin STEM Academy Financial Statements for the Year Ended August 31, 2020	Financial Audits	Belt Harris Pechacek, LLLP	\$21,000
The University of Texas of the Permian Basin - Total			\$21,000
743 - The University of Texas at San Antonio			
Agreed-upon Procedures on Cancer Prevention and Research Institute of Texas Grants for the Year Ended August 31, 2019	Other Services	Weaver and Tidwell, LLP	\$9,000
The University of Texas at San Antonio - Total			\$9,000
744 - The University of Texas Health Science Center at Houston			
Audit of UT Physicians' Financial Statements for the Year Ended August 31, 2020	Financial Audits	Blazek & Vetterling	\$50,000
Audit of the University of Texas System Medical Foundation Financial Statements for the Year Ended August 31, 2019	Financial Audits	Blazek & Vetterling	18,500
The University of Texas Health Science Center at Houston - Total			\$68,500
750 - The University of Texas at Tyler			
Audit of the University of Texas at Tyler University Academy Financial Statements for the Year Ended August 31, 2020	Financial Audits	Belt Harris Pechacek, LLLP	\$20,000
The University of Texas at Tyler - Total			\$20,000
751 - Texas A&M University - Commerce			
Audit of KETR-FM Radio Station Financial Statements for the Year Ended August 31, 2019	Financial Audits	Rutherford, Taylor & Co., PC	\$10,000
Audit of Compliance with Title IV Program Processes for the Period of November 1, 2019, through February 29, 2020	Internal Audit Services	Weaver and Tidwell, LLP	35,000
Audit of the Texas A&M University - Commerce Foundation Financial Statements for the Year Ended August 31, 2019	Financial Audits	BKD, LLP	11,700
Audit of the Alumni Association Financial Statements for the Year Ended August 31, 2019	Financial Audits	BKD, LLP	8,400
Texas A&M University - Commerce - Total			\$65,100

Delegations of Authority Requested in Fiscal Year 2020			
Project Title	Project Type	Contractor Name	State Entity Estimated Cost
752 - University of North Texas			
Agreed-upon Procedures on the University of North Texas's Athletic Program in Accordance with National Collegiate Athletic Association Requirements for the Year Ended August 31, 2019	Other Services	Merki & Associates, PC	\$4,500
University of North Texas - Total			\$4,500
753 - Sam Houston State University			
Agreed-upon Procedures on Sam Houston State University's Athletic Program in Accordance with National Collegiate Athletic Association Requirements for the Year Ended August 31, 2019	Other Services	Bickley, Prescott, Webb & Wells, PC	\$4,400
Audit of the Sam Houston State University Charter School Financial Statements for the Year Ended August 31, 2019	Financial Audits	Belt Harris Pechacek, LLLP	15,478
Sam Houston State University - Total			\$19,878
754 - Texas State University			
Agreed-upon Procedures on Texas State University's Athletic Program in Accordance with the National Collegiate Athletic Association for the Year Ended August 31, 2019	Other Services	Rick C. Reed & Company, PLLC	\$10,000
Agreed-Upon Procedures Related to the National Collegiate Athletic Association Division I Membership Requirements Certification - Football Bowl Subdivision	Other Services	Rick C. Reed & Company, PLLC	2,500
Review of Texas State University's Financial Statements for the Year Ended August 31, 2019, as Required by the Southern Association of Colleges and Schools Commission on Colleges	Other Services	Montemayor Britton Bender PC	30,000
Audit of the Federal Student Financial Aid Program at Texas State University for the Year Ended August 31, 2019	Financial Audits	Montemayor Britton Bender PC	30,000
Texas State University - Total			\$72,500
755 - Stephen F. Austin State University			
Internal Audit Services Related to Information Technology for Fiscal Year 2020	Internal Audit Services	Myers and Stauffer LC	\$109,000
Review of Stephen F. Austin State University's Financial Statements for the Year Ended August 31, 2019, as Required by the Southern Association of Colleges and Schools Commission on Colleges	Other Services	Belt Harris Pechacek, LLLP	42,528
Agreed-upon Procedures on Stephen F. Austin State University's Athletic Program in Accordance with the National Collegiate Athletic Association for the Year Ended August 31, 2019	Other Services	Goff & Herrington, PC	5,835
Audit of the Stephen F. Austin State University Charter School Financial Statements for the Year Ended August 31, 2019	Financial Audits	Goff & Herrington, PC	8,487
Agreed-upon Procedures on Stephen F. Austin State University's Athletic Program in Accordance with the National Collegiate Athletic Association for the Year Ended August 31, 2020	Other Services	Goff & Herrington, PC	6,010
Audit of the Stephen F. Austin State University Charter School Financial Statements for the Year Ended August 31, 2020	Financial Audits	Goff & Herrington, PC	8,742
Review of Stephen F. Austin State University's Financial Statements for the Year Ended August 31, 2020, as Required by the Southern Association of Colleges and Schools Commission on Colleges	Other Services	Belt Harris Pechacek, LLLP	42,528
Internal Audit Services Related to Information Technology for Fiscal Year 2021	Internal Audit Services	Myers and Stauffer LC	75,000
Stephen F. Austin State University - Total			\$298,130

Delegations of Authority Requested in Fiscal Year 2020			
Project Title	Project Type	Contractor Name	State Entity Estimated Cost
757 - West Texas A&M University			
Agreed-upon Procedures on West Texas A&M University's Athletic Program in Accordance with the National Collegiate Athletic Association for the Year Ended August 31, 2019	Other Services	PricewaterhouseCoopers LLP	\$30,000
West Texas A&M University - Total			\$30,000
758 - Texas State University System			
Audit of Texas State University System Foundation Financial Statements for the Year Ended August 31, 2019	Financial Audits	Calhoun, Thomson + Matza, LLP	\$14,000
Internal Audit Services	Internal Audit Services	Deloitte & Touche LLP	50,000
Audit of Texas State University System Foundation Financial Statements for the Year Ended August 31, 2020	Financial Audits	Allman & Associates, Inc.	10,000
Texas State University System - Total			\$74,000
759 - University of Houston - Clear Lake			
Review of University of Houston - Clear Lake's Financial Statements for the Year Ended August 31, 2020, as Required by the Southern Association of Colleges and Schools Commission on Colleges	Other Services	Contract Pending ^C	\$55,000
University of Houston - Clear Lake - Total			\$55,000
763 - University of North Texas Health Science Center at Fort Worth			
Review of the University of North Texas Health Science Center at Fort Worth Financial Statements for the Year Ended August 31, 2019, as Required by the Southern Association of Colleges and Schools Commission on Colleges	Other Services	Grant Thornton LLP	\$20,000
Audit of Compliance with Title IV Program Processes for the Period July 1, 2018, through June 30, 2019	Internal Audit Services	Grant Thornton LLP	24,000
Audit of Compliance with Title IV Program Processes for the Period July 22, 2019, through August 14, 2019	Internal Audit Services	Grant Thornton LLP	27,000
Audit of the Schedule of Expenditures of Cancer Prevention and Research Institute of Texas Awards for the Year Ended August 31, 2019	Financial Audits	BKD, LLP	19,500
Audit of Compliance with Title IV Program Processes for the Year Ended August 31, 2020	Internal Audit Services	BKD, LLP	24,000
Review of University of North Texas Health Science Center at Fort Worth's Financial Statements for the Year Ended August 31, 2020, as Required by the Southern Association of Colleges and Schools Commission on Colleges	Other Services	BKD, LLP	20,000
Audit of the Schedule of Expenditures of Cancer Prevention and Research Institute of Texas Awards for the Year Ended August 31, 2020	Financial Audits	BKD, LLP	20,000
University of North Texas Health Science Center at Fort Worth - Total			\$154,500
768 - Texas Tech University System			
Audit of Texas Tech Foundation Inc. Financial Statements for the Year Ended August 31, 2020	Financial Audits	Bolinger, Segars, Gilbert & Moss, LLP	\$47,500
Agreed-upon Procedures on Expenses of the Board of Regents, Chancellor, and Presidents for the Year Ended August 31, 2020	Other Services	Bolinger, Segars, Gilbert & Moss, LLP	8,500
Audit of the Schedule of Expenditures of Cancer Prevention and Research Institute of Texas Awards for the Year Ended August 31, 2020	Financial Audits	Bolinger, Segars, Gilbert & Moss, LLP	20,000

Delegations of Authority Requested in Fiscal Year 2020			
Project Title	Project Type	Contractor Name	State Entity Estimated Cost
Internal Audit Services Related to Construction	Internal Audit Services	CBIZ Risk & Advisory Services, LLC R.L. Townsend & Associates, LLC RSM US LLP	150,000
Texas Tech University System - Total			\$226,000
769 - University of North Texas System			
Audit of the University of North Texas System Consolidated Financial Statements for the Year Ended August 31, 2019	Financial Audits	Grant Thornton LLP	\$366,000
Audit of the University of North Texas System Consolidated Financial Statements for the Year Ended August 31, 2020	Financial Audits	BKD, LLP	425,000
University of North Texas System - Total			\$791,000
771 - School for the Blind and Visually Impaired			
Audit of Policy and Procedure for Reporting and Investigating Allegations of Student Abuse, Neglect, Exploitation, or Improper Care	Internal Audit Services	Jay Stepp, CPA	\$12,000
Internal Audit Services	Internal Audit Services	Garza/Gonzalez & Associates	50,000
School for the Blind and Visually Impaired - Total			\$62,000
772 - School for the Deaf			
Internal Audit Services for Fiscal Year 2021	Internal Audit Services	Garza/Gonzalez & Associates	\$45,000
School for the Deaf - Total			\$45,000
774 - Texas Tech University Health Sciences Center at El Paso			
Program Specific Audit of Student Financial Aid for the Year Ended August 31, 2020	Financial Audits	Belt Harris Pechacek, LLLP	\$250,000
Program Specific Audit of Student Financial Aid for the Year Ended August 31, 2021	Financial Audits	Belt Harris Pechacek, LLLP	25,685
Texas Tech University Health Sciences Center at El Paso - Total			\$275,685
781 - Higher Education Coordinating Board			
Audit of Financial Statements for the Year Ended August 31, 2020	Financial Audits	KPMG LLP	\$250,000
Higher Education Coordinating Board - Total			\$250,000
783 - University of Houston System			
Information Technology Auditing Services for Fiscal Year 2020	Internal Audit Services	Schneider Downs & Co., Inc.	\$200,000
Audit of the University of Houston System Endowment Fund Financial Statements for the Year Ended August 31, 2020	Financial Audits	BKD, LLP	73,221
University of Houston System - Total			\$273,221
785 - The University of Texas Health Science Center at Tyler			
Audit of East Texas Quality Care Network Financial Statements for the Year Ended August 31, 2019	Financial Audits	CliftonLarsonAllen LLP	\$12,450
The University of Texas Health Science Center at Tyler - Total			\$12,450

Delegations of Authority Requested in Fiscal Year 2020			
Project Title	Project Type	Contractor Name	State Entity Estimated Cost
787 - Lamar State College - Orange			
Program Specific Audit of Student Financial Aid for the Year Ended August 31, 2019	Financial Audits	Belt Harris Pechacek, LLLP	\$4,000
Lamar State College - Orange - Total			\$4,000
Article III - Total			\$9,515,652
Article V - Public Safety and Criminal Justice			
401 - Military Department			
Internal Audit Services for Fiscal Year 2021	Internal Audit Services	McConnell & Jones LLP	\$165,000
Military Department - Total			\$165,000
696 - Department of Criminal Justice			
Audit of Compliance with the Prison Rape Elimination Act	Other Services	PREA Auditors of America, LLC	\$149,480
Department of Criminal Justice - Total			\$149,480
Article V - Total			\$314,480
Article VI - Natural Resources			
305 - General Land Office			
Audit Activities Related to the General Land Office's Administration of Community Development Block Grants for Disaster Recovery	Other Services	Ernst & Young U.S. LLP	\$2,500,000
An Audit of the Deepwater Horizon Restoration Natural Resource Damage Assessment Funds Received by the Texas Trustees as a Result of the Deepwater Horizon Oil Spill for the Period January 1, 2017, through December 31, 2019 ^d	Financial Audits	CohnReznick LLP	100,000
General Land Office - Total			\$2,600,000
592 - Soil and Water Conservation Board			
Internal Audit Services for Fiscal Year 2020	Internal Audit Services	Monday Rufus & Co., PC	\$25,000
Soil and Water Conservation Board - Total			\$25,000
Article VI - Total			\$2,625,000
Article VII - Business and Economic Development			
362 - Texas Lottery Commission			
Audit of Financial Statements for the Year Ended August 31, 2020	Financial Audits	Weaver and Tidwell, LLP	\$74,000
Internal Audit Services for Fiscal Year 2021	Internal Audit Services	McConnell & Jones LLP	300,000
Agreed-upon Procedures on Lottery Drawings for Fiscal Year 2021	Other Services	Weaver and Tidwell, LLP	876,000
Texas Lottery Commission - Total			\$1,250,000

Delegations of Authority Requested in Fiscal Year 2020			
Project Title	Project Type	Contractor Name	State Entity Estimated Cost
601 - Department of Transportation			
Audit of Financial Statements for the Year Ended August 31, 2020, of the Department of Transportation, the Texas Mobility Fund, the Central Texas Turnpike System, and the Grand Parkway Transportation Corporation	Financial Audits	Crowe LLP	\$550,000
Department of Transportation - Total			\$550,000
608 - Department of Motor Vehicles			
Internal Audit Services for Fiscal Year 2021	Internal Audit Services	Weaver and Tidwell, LLP	\$160,000
Department of Motor Vehicles - Total			\$160,000
Article VII - Total			\$1,960,000
Article VIII - Regulatory			
312 - State Securities Board			
Internal Audit Services for Fiscal Year 2020	Internal Audit Services	Garza/Gonzalez & Associates	\$31,250
State Securities Board - Total			\$31,250
360 - State Office of Administrative Hearings			
Internal Audit Services for Fiscal Year 2020	Internal Audit Services	Garza/Gonzalez & Associates	\$26,800
Internal Audit Services for Fiscal Year 2021	Internal Audit Services	Garza/Gonzalez & Associates	26,800
State Office of Administrative Hearings - Total			\$53,600
452 - Department of Licensing and Regulation			
Internal Audit Services for Fiscal Year 2020	Internal Audit Services	Weaver and Tidwell, LLP	\$67,500
Internal Audit Services for Fiscal Year 2021	Internal Audit Services	Weaver and Tidwell, LLP	67,500
Department of Licensing and Regulation - Total			\$135,000
473 - Public Utility Commission of Texas			
Audit of the Texas Universal Service Fund's Financial Statements for the Year Ended August 31, 2019. That delegation authority request also included:	Financial Audits	Hurlbert CPA, LLC	\$39,000
<ul style="list-style-type: none"> ▪ Statement of Standards for Attestation Engagements No. 18 Report on Internal Controls of the Texas Universal Service Fund Administrator for the Year Ended August 31, 2019 	Other Services		
Public Utility Commission of Texas - Total			\$39,000
476 - Racing Commission			
Internal Audit Services for Fiscal Year 2021	Internal Audit Services	Monday Rufus & Co., PC	\$15,000
Racing Commission - Total			\$15,000
507 - Board of Nursing			
Internal Audit Services for Fiscal Year 2021	Internal Audit Services	Monday Rufus & Co., PC	\$50,000

Delegations of Authority Requested in Fiscal Year 2020			
Project Title	Project Type	Contractor Name	State Entity Estimated Cost
Board of Nursing - Total			\$50,000
Article VIII - Total			\$323,850
Other State Entities ^e			
014 - Texas A&M Research Foundation			
Audit of Financial Statements and OMB Circular A-133 Uniform Guidance Compliance Audit for the Year Ended August 31, 2020	Financial Audits	Ingram, Wallis & Co., PC	\$55,000
Texas A&M Research Foundation - Total			\$55,000
315 - Office of the Comptroller of Public Accounts - Prepaid Higher Education Tuition Board			
Audit of the Texas Prepaid Higher Education Tuition Board Financial Statements for the Year Ended August 31, 2020	Financial Audits	RSM US LLP	\$59,800
Office of the Comptroller - Prepaid Higher Education Tuition Board - Total			\$59,800
329 - Real Estate Commission			
Internal Audit Services for Fiscal Year 2021	Internal Audit Services	McConnell & Jones LLP	\$27,494
Real Estate Commission - Total			\$27,494
449 - Finance Commission of Texas ^f			
Internal Audit Services for Fiscal Year 2021	Internal Audit Services	Garza/Gonzalez & Associates	\$76,600
Finance Commission of Texas - Total			\$76,600
930 - Treasury Safekeeping Trust Company			
Audit of Financial Statements for the Year Ended August 31, 2020, for the Texas Treasury Safekeeping Trust Company, Texas Local Government Investment Pool, Texas Local Government Investment Pool Prime, and State Water Implementation Fund for Texas	Financial Audits	RSM US LLP	\$230,496
Treasury Safekeeping Trust Company - Total			\$230,496
Other State Entities - Total			\$449,390
Delegations of Authority Estimated Cost for Fiscal Year 2020 - Total			\$28,821,042

^a Some entities may submit several audit delegation requests annually for ongoing audit services. These projects may appear identical in the table; however, they are unique delegation requests.

^b The estimated cost reported by the Health and Human Services Commission does not reflect the actual estimated cost. Instead, this contract is a contingency fee agreement, and the contractor is paid based on the amount of recoveries identified and subsequently collected.

^c As of April 14, 2021, the entity self-reported that a contract had not been executed.

^d The General Land Office submitted this request on behalf of multiple state agencies that received Deepwater Horizon Restoration Natural Resource Damage Assessment funds, which includes the General Land Office, Commission on Environmental Quality, and the Parks and Wildlife Department, collectively referred to as the "Texas Trustees."

^e Other state entities are entities that are not included in the General Appropriations Act.

^f The Finance Commission of Texas is responsible for overseeing and coordinating the activities of the Department of Banking, the Department of Savings and Mortgage Lending, and the Office of Consumer Credit Commissioner. The internal audit services requested include each of those three state entities.