

Oregon Secretary of State

Audits Division Overview & 2025 – 26 Audit Plan

Michael Kaplan, Deputy Secretary of State
Steve Bergmann, Audits Director

Agency-Wide Goals

1

Integrity

Nonpartisan
operations, prioritizing
Oregonians' needs

2

Accountability

Honesty, identifying
and fixing shortfalls

3

Competence

Improving
implementation,
attention to detail

Audits Division Overview

Auditing to protect the public interest and improve Oregon government



Work Portfolio

Protecting Taxpayer Dollars & Improving Government Function:

- Financial Audits
- Federal Compliance Audits
- Performance Audits
- Information Technology Audits
- IT Security Control Assessments
- Municipal Audit Program Administration
- Government Waste Hotline Administration
- Audit Recommendation Follow-up Reports
- Data Analytics and Advisory Reports

2023-25 Legislatively Adopted Budget

- \$28,568,018 (Other Funds)
- 72 FTE
- 90% funded through assessments to state entities
- 10% funded through direct bill agencies

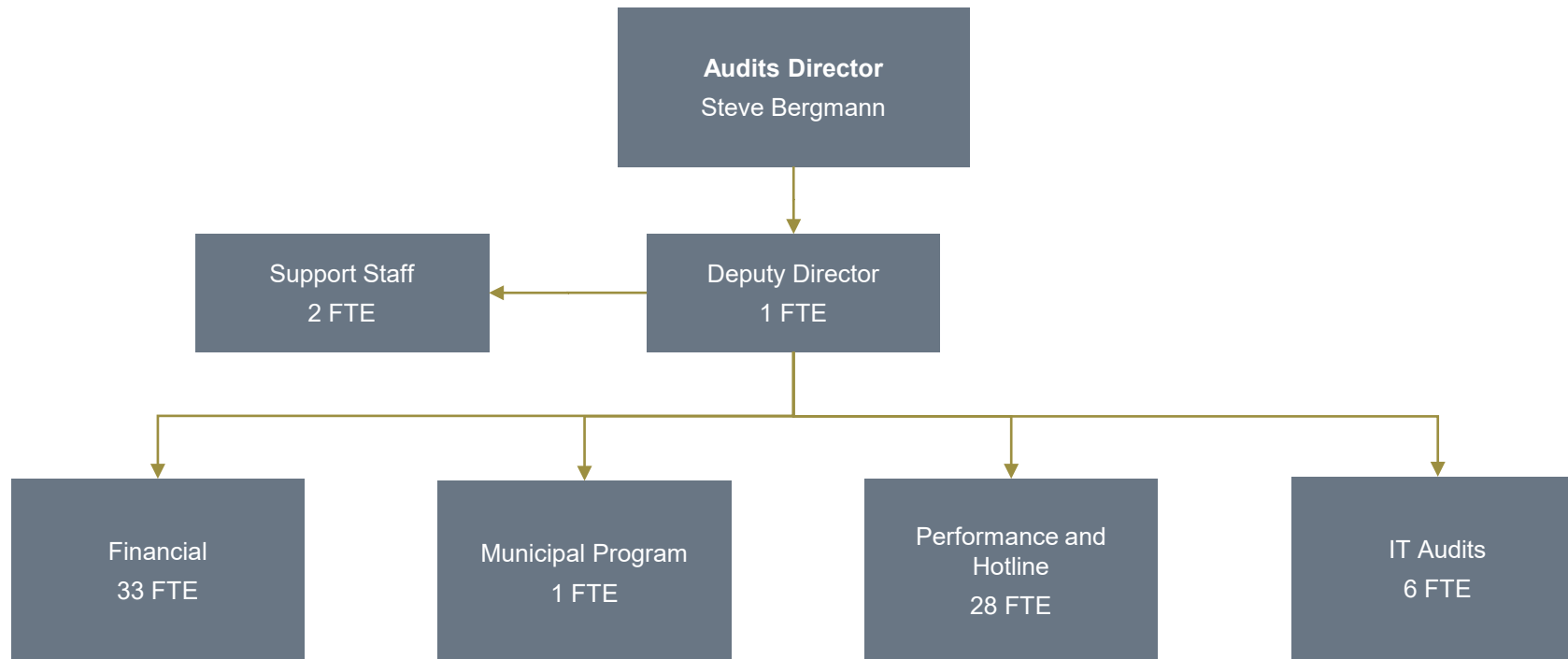
Staff Qualifications & Credentials

- All auditors hold undergraduate degrees and **38% hold advanced degrees**
- 52% hold one or more professional certifications:
 - 29% Certified Public Accountants
 - 9% Certified Information Systems Auditors
 - 8% Certified Fraud Examiners
 - 6% Certified Internal Auditors

Combined, audit managers and staff have nearly **650 years experience**

Staffing Allocation

Current service level: 72 FTE



Change in Audits Division

- New Audits Director
- Culture Change
- New Risk Model
- Budget Utilization



2025-26 Audit Plan



Oregon Secretary of State
Audits Division

Secretary of State **Tobias Read**
Audits Director **Steve Bergmann**

2025-26 Audit Plan



Oregon
Secretary of State



New Performance and IT Audits

- Adult Protective Services at the Oregon Department of Human Services
- Cloud Security Strategy at Enterprise Information Services
- Fleet and Parking Services at the Department of Administrative Services
- Key Performance Measures (KPMs) - State Budgeting Process
- Medicaid Program Data Analytics Projects at the Oregon Health Authority
- Office of Public Defense Services at the Public Defense Services Commission
- Governance at the Oregon Parks and Recreation Department
- Statewide Program and Service Language Accessibility
- Workday Application Controls Review at the Department of Administrative Services
- Young Adults in Custody Safety and Wellness at the Oregon Youth Authority

New Financial Audits

- Statewide Single Audit, financial and federal
- Oregon State Treasury: Short-Term, Local Government Investment Fund, Intermediate Pool
- Oregon Business Development Department: Special Public Works Fund and Water Fund
- Oregon Department of Energy: Small Scale Energy Loan Program
- Department of Environmental Quality: Clean Water Revolving Fund
- Oregon Housing and Community Services
- Oregon Department of Higher Education: High School Graduation and College and Career Readiness Fund (biennial audit)
- Oregon Health Authority: Oregon Health Insurance Marketplace
- Oregon State Lottery
- Oregon Department of Veterans' Affairs
- Agreed Upon Procedures for Department of Administrative Services: Columbia River Gorge Commission; and Oregon Health Authority: Safe Drinking Water and Basic Health Plan Trust

Rollover Audits from the FY25 Plan

- Behavioral Health Crisis Response at Oregon Health Authority
- Boards and Commissions Governance at Multiple Agencies
- Measure 110 Program Effectiveness at Oregon Health Authority
- Governance Audit at Bureau of Labor and Industries
- Operations Audit at Department of Corrections
- Statewide Contracting Practices at Department of Administrative Services
- State Data Center and Cybersecurity Services Operations at Department of Administrative Services – Enterprise Information Services
- Cybersecurity Controls at Oregon Judicial Department and Department of Justice
- Cellphone Usage Analytics at Multiple Agencies

The annual audit plan also includes the division's **risk assessment process** to determine how to allocate resources to address risks within state government.

- New Risk Model
 - Risk-based, data-driven, nonpartisan
 - Risk identification, articulation, and assessment
- FY27 Audit Plan
- Feedback welcomed

Questions?

Ricardo Lujan Valerio

Deputy Chief of Staff – Government Relations

(503) 779 – 5451 | ricardo.lujanvalerio@sos.oregon.gov