



STATE OF UTAH

# Office of the Legislative Auditor General

W315 UTAH STATE CAPITOL COMPLEX • PO BOX 145315 • SALT LAKE CITY, UT 84114-5315  
(801) 538-1033 • FAX (801) 538-1063

## Audit Subcommittee of the Legislative Management Committee

President J. Stuart Adams, Co-Chair • Speaker Brad R. Wilson, Co-Chair  
Senator Evan J. Vickers • Representative Francis D. Gibson  
Senator Karen Mayne • Representative Brian S. King

KADE R. MINCHEY, CIA, CFE  
AUDITOR GENERAL

January 10, 2020

Senator Wayne A. Harper, Senate Chair  
Representative Craig Hall, House Chair  
Representative Adam Robertson, House Vice Chair  
Retirement and Independent Entities Appropriations Subcommittee  
Utah State Capitol Complex  
Salt Lake City, UT 84114

Dear Senator Harper and Representatives Hall and Robertson:

Attached is the legislative audit report #2019-13, *A Performance Audit of PEHP's Pharmacy Benefit Manager*. In accordance with *Utah Code* 36-12-8, the Legislative Audit Subcommittee passed a motion referring this audit report to your committee for further review and action as appropriate. The audit report was also referred to the *Retirement and Independent Entities Interim Committee*, but your committee is designated as the lead committee, so we would like a response from you.

The Legislative Auditor General and staff have done extensive work and used valuable resources to perform the audit in a professional and thorough manner. We anticipate a response from your committee. Therefore, **for each recommendation to the Legislature**, we ask that your committee reach one of the following conclusions, or some combination of the three, by a motion and a vote:

- Draft legislation for the next legislative general session, if applicable;
- Conclude that the issues are significant but that more time is needed to develop solutions and consensus; or
- Conclude that there is insufficient committee support to study the issues further.

In addition, **for other (non-legislative) recommendations**, we ask that as part of your oversight role you determine whether appropriate action is being taken to address the audit findings. We ask that you report back to the Legislative Audit Subcommittee the conclusion(s) reached by your committee with a summary of the reasons for reaching this (these) conclusion(s).

Thank you for your efforts in this vital legislative role of oversight.

Sincerely,

J. Stuart Adams  
President of the Senate  
Utah State Senate

Brad R. Wilson  
Speaker of the House  
Utah House of Representatives