

Proposed Changes to Laws Impacting the Office of Legislative Audits Fiscal Compliance Audits (4 proposed changes)					
	Title	Subtitle	Agency or Audit	Audit Language - Original	Audit Language – Revision
1F	State Government	2-1220 Required and authorized audits	Office of Legislative Audits	<p>(a) State units. --</p> <p>(2) (i) At least once every 3 years, the Office of Legislative Audits shall conduct a fiscal/compliance audit of each unit of the State government, except for units in the Legislative Branch.</p> <p>(ii) In determining the audit schedule for a unit, the Office of Legislative Audits shall take into consideration:</p> <p>1. the materiality and risk of the unit’s fiscal activities with respect to the State’s fiscal activities;</p> <p>2. the complexity of the unit’s fiscal structure; and</p> <p>3. the nature and extent of audit findings in the unit's prior audit reports.</p> <p>(iii) Each agency or program may be audited separately or as part of a larger organizational unit of State government.</p>	<p>(a) State units. --</p> <p>(2) (i) At least once every 3 years, tThe Office of Legislative Audits shall conduct a fiscal/compliance audit of each unit of the State government, except for units in the Legislative Branch.</p> <p>(ii) <u>The audit of each unit shall be conducted at an interval ranging from 3 to 4 years.</u></p> <p>(iii) In determining the audit <u>interval</u> schedule for a unit, the Office of Legislative Audits shall take into consideration:</p> <p>1. the materiality and risk of the unit’s fiscal activities with respect to the State's fiscal activities;</p> <p>2. the complexity of the unit’s fiscal structure; and</p> <p>3. the nature and extent of audit findings in the unit’s prior audit reports.</p> <p>(iv) Each agency or program may be audited separately or as part of a larger organizational unit of State government.</p>

2F	State Finance and Procurement	3A-506 Universal Service Trust Fund	Department of Information Technology	<p>(g) Audits. --</p> <p>(1) The Legislative Auditor shall conduct postaudits of a fiscal and compliance nature of the Universal Service Trust Fund and the expenditures made for purposes of § 3A-504(a) of this subtitle and § 3A-602(a) of this title.</p> <p>(2) The cost of the fiscal portion of the postaudit examination shall be paid from the Universal Service Trust Fund as an administrative cost.</p>	<p>(g) Audits. --</p> <p>(1) The Legislative Auditor shall <u>may</u> conduct postaudits of a fiscal and compliance nature of the Universal Service Trust Fund and the expenditures made for purposes of § 3A-504(a) of this subtitle and § 3A-602(a) of this title.</p> <p>(2) The cost of the fiscal portion of the postaudit examination shall be paid from the Universal Service Trust Fund as an administrative cost.</p>
3F	Local Government	30-106 Assets of Fund	Baltimore City Police Department Death Relief Fund	<p>(d) Audit; annual report. --</p> <p>(1) The Fund shall be audited regularly by the Legislative Auditor and from time to time by an independent certified public accountant that the Board retains.</p>	<p>(d) Audit; annual report. --</p> <p>1) The Fund shall be audited regularly by the Legislative Auditor from time to time by an independent certified public accountant that the Board retains.</p>
4F	Agriculture	2-505 Maryland Agricultural Land Preservation Fund	Department of Agriculture	<p>(h) Audit. -- The Fund shall be audited annually by the Legislative Auditor in the manner prescribed by law.</p>	<p>(h) Audit. -- The Fund <u>is subject to audit</u> shall be audited annually by the Legislative Auditor in the manner prescribed by law <u>as provided in § 2-1220 of the State Government Article.</u></p>