

REVENUE: No revenue impact**FISCAL: No fiscal impact****Action:** Do Pass and Be Placed on the Consent Calendar**Vote:** 5 - 0 - 0**Yeas:** Beyer, Edwards C., Girod, Thatcher, Riley**Nays:** 0**Exc.:** 0**Prepared By:** Patrick Brennan, Administrator**Meeting Dates:** 1/30

WHAT THE MEASURE DOES: Deletes statutory provisions allowing a municipal corporation to request that the Secretary of State develop, revise, or install an accounting system. Modifies the requirement that copies of contracts for municipal audits be submitted to the Secretary of State so that such copies must be provided upon request.

ISSUES DISCUSSED:

- Evolution of contracting process has eliminated the need to provide copies
- Provision to create accounting system has never been used

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: Under current law, cities and other municipal corporations must have their accounts audited once per calendar or fiscal year, either by accountants under contract with the governing body, or by the Secretary of State pursuant to an ordinance or resolution. Copies of these contracts and ordinances are currently required to be filed with the Secretary of State. House Bill 2086 would require that copies be provided only at the Secretary of State's request.

House Bill 2086 would also delete an unused statutory provisions by which municipal governments may request that the Secretary of State develop, revise, or install the accounting system used by the municipality.