

REVENUE: No revenue impact

FISCAL: No fiscal impact

Action:	Do Pass
Vote:	4 - 1 - 0
Yeas:	Kruse, Metsger, Morse, Walker
Nays:	Westlund
Exc.:	0
Prepared By:	Dana Richardson, Administrator
Meeting Dates:	4/12

WHAT THE MEASURE DOES: Deletes provisions allowing municipal corporations to request that Secretary of State develop or revise and install accounting systems. Allows Secretary of State to request copies of contracts, ordinances, or resolutions authorizing annual audits. Replaces references to “generally accepted governmental accounting principles” with “generally accepted accounting principles”.

ISSUES DISCUSSED:

- Similar legislation from 2005 Legislative session
- Provisions of the measure

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 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.