

State of South Dakota

SEVENTY-EIGHTH SESSION
LEGISLATIVE ASSEMBLY, 2003

583I0062

SENATE BILL NO. 2

Introduced by: Senators Brown, Albers, Dennert, Duxbury, and McCracken and Representatives Burg, Heineman, Konold, Lange, Pederson (Gordon), and Smidt at the request of the Department of Legislative Audit

1 FOR AN ACT ENTITLED, An Act to revise the audit requirements for state agencies and to
2 clarify the frequency and scope of certain audits performed by the Department of Legislative
3 Audit.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

5 Section 1. That § 4-11-2 be amended to read as follows:

6 4-11-2. The Department of Legislative Audit shall perform an annual financial and
7 compliance ~~audits~~ audit of the State of South Dakota in accordance with generally accepted
8 government auditing standards ~~of~~. The scope of the audit shall include all state officers,
9 departments, agencies, boards, and commissions, ~~including all~~ penal, charitable, and educational
10 institutions, and all regulatory boards and commissions receiving funds by appropriation or
11 ~~whose expenditure of~~ that expend funds is pursuant to state law. ~~Such audit shall be made at~~
12 ~~least once every two years and without notice to the office, department, board, agency,~~
13 ~~commission, or institution to be audited. Any regulatory board or commission whose average~~
14 ~~annual expenditures for the last three years did not exceed fifty thousand dollars may file an~~
15 ~~annual report with the Department of Legislative Audit in lieu of an audit. The Department of~~



1 ~~Legislative Audit shall prescribe the format of the annual report to be filed.~~ In addition, the
2 Department of Legislative Audit may perform financial and compliance audits of individual state
3 officers, departments, agencies, boards, commissions, penal, charitable, and educational
4 institutions, and all regulatory boards and commissions receiving funds by appropriation or that
5 expend funds pursuant to state law, if deemed necessary and in the public interest by the auditor-
6 general.