



General Assembly

**Substitute Bill No. 620**

January Session, 2013



**AN ACT ESTABLISHING A PILOT PROGRAM TO AUDIT A MUNICIPALITY AND REQUIRING A UNIFORM SYSTEM OF ACCOUNTING FOR MUNICIPAL REVENUES AND EXPENDITURES.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (*Effective July 1, 2013*) For the fiscal year commencing July  
2 1, 2013, the Auditors of Public Accounts shall conduct a pilot program  
3 to audit the budget and financial condition of one municipality with a  
4 population equal to or less than thirty thousand. As part of such pilot  
5 program, the auditors shall prepare a report of their review and make  
6 recommendations for programmatic savings, efficiencies, financial  
7 improvements and reforms for the selected municipality and shall  
8 submit such report not later than February 5, 2014, to the joint standing  
9 committees of the General Assembly having cognizance of matters  
10 relating to planning and development, appropriations and finance,  
11 revenue and bonding.

12 Sec. 2. (NEW) (*Effective from passage*) Not later than January 1, 2015,  
13 the Secretary of the Office of Policy and Management shall, in  
14 consultation with organizations that work with municipalities,  
15 develop and implement a uniform system of accounting for municipal  
16 revenues and expenditures.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>July 1, 2013</i>	New section
Sec. 2	<i>from passage</i>	New section

**APP**      *Joint Favorable Subst.*