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LEGISLATIVE ACTION

Senate	.	House
Comm: RCS	.	
03/14/2013	.	
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The Committee on Governmental Oversight and Accountability
(Benacquisto) recommended the following:

Senate Amendment (with title amendment)

Delete lines 86 - 109
and insert:

(2) The Chief Financial Officer may audit an agreement funded with state or federal assistance before the execution of such agreement in accordance with rules adopted by the Department of Financial Services. The audit must ensure that applicable laws have been met; that the agreement document contains a clear statement of work, quantifiable and measurable deliverables, performance measures, financial consequences for nonperformance, and clear terms and conditions that protect the



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13 interests of the state; and that the associated costs of the
14 agreement are not unreasonable or inappropriate. The audit must
15 ensure that all contracting laws have been met and that
16 documentation is available to support the agreement. An
17 agreement that does not comply with this section may be returned
18 to the submitting agency for revision.

19 (a) The Chief Financial Officer may establish dollar
20 thresholds and other criteria for determining which agreements
21 will be audited before execution. The Chief Financial Officer
22 may revise such thresholds and other criteria for an agency or
23 unit of an agency as he or she deems appropriate.

24 (b) The Chief Financial Officer shall have up to 10
25 business days after receipt of the proposed grant agreement to
26 make a final determination of any deficiencies in the agreement
27 and shall provide the agency with information regarding any
28 deficiencies at the conclusion of the review. The Chief
29 Financial Officer and the agency entering into the agreement may
30 agree to a longer review period. The agency is responsible for
31 addressing the deficiencies and shall have the option to
32 resubmit the agreement for subsequent review before execution.
33 The Chief Financial Officer shall perform a subsequent review to
34 verify that all deficiencies have been addressed upon processing
35 the first payment.

36
37 ===== T I T L E A M E N D M E N T =====

38 And the title is amended as follows:

39 Delete line 6

40 and insert:

41 audit agreements before execution and providing



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requirements for such audits;