

1st Sub. S.B. 93
INTERNAL AUDIT AMENDMENTS

Senator **Luz Robles** proposes the following amendments:

1. *Page 3, Lines 65 through 69:*

- 65 (5) "Internal audit program" means an audit function that:
66 (a) is conducted by a local school board independent of the school district offices or
67 other operations; {~~and~~}
68 (b) objectively evaluates the effectiveness of the school district governance, risk
69 management, internal controls, and the efficiency of operations {~~.~~} ; and
(c) is conducted in accordance with the current:
(i) International Standards for the Professional Practice of Internal Auditing; and
(ii) The Government Auditing Standards, issued by the Comptroller General of the United States.

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2. *Page 5, Lines 126 through 130*

Senate Committee Amendments

2-25-2014:

- 126 (10) "Internal audit program" means an audit function that:
127 (a) is conducted by an agency, division, bureau, or office, independent of the agency,
128 division, bureau, or office operations; {~~and~~}
129 (b) objectively evaluates the effectiveness of agency, division, bureau, or office
130 governance, risk management, internal controls, and the efficiency of operations {~~.~~} ; and
(c) is conducted in accordance with the current:
(i) International Standards for the Professional Practice of Internal Auditing; and
(ii) The Government Auditing Standards, issued by the Comptroller General of the United States.

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3. *Page 9, Line 265:*

265 631-5-401. Duties and powers of the agency internal audit director.

4. *Page 11, Lines 310 through 323:*

- 310 (3) The agency internal audit director shall ensure that:
311 {~~(a) audits are conducted in accordance with professional auditing standards such as~~
312 ~~those published by the Institute of Internal Auditors, Inc., the American Institute of Certified~~

313 ~~Public Accountants and, when required by other law, regulation, agreement, contract, or policy,~~
314 ~~in accordance with Government Auditing Standards, issued by the Comptroller General of the~~
315 ~~United States;~~

316 ~~—(b)}~~ (a) all reports of audit findings issued by internal audit staff shall include a statement
317 that the audit was conducted according to the appropriate standards;

318 ~~{(c)}~~ (b) public release of reports of audit findings comply with the conditions specified by
319 the state laws and rules governing the state agency;

320 ~~{(d)}~~ (c) copies of all reports of audit findings issued by the internal audit staff are available,
321 upon written request, to the Offices of the Legislative Auditor General ~~[and]~~, the Office of the
322 State Auditor ~~[upon request]~~, and the governor's internal audit director; and

323 ~~{(e)}~~ (d) significant audit matters that cannot be appropriately addressed by the agency