



Sen. Dan Kotowski

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09700HB1466sam002

LRB097 06297 NHT 55511 a

1 AMENDMENT TO HOUSE BILL 1466

2 AMENDMENT NO. \_\_\_\_\_. Amend House Bill 1466 by replacing  
3 everything after the enacting clause with the following:

4 "Section 5. The School Code is amended by changing Section  
5 2-3.17a as follows:

6 (105 ILCS 5/2-3.17a) (from Ch. 122, par. 2-3.17a)

7 Sec. 2-3.17a. Financial audits ~~by Auditor General~~. For the  
8 year ending June 30, 2011 and for each year ending June 30th  
9 thereafter, an audit shall be made (i) by the regional  
10 superintendent of schools of each educational service region in  
11 the State of the financial statements of all accounts, funds,  
12 and other moneys in his or her care, custody, or control and  
13 (ii) by the administrator of each educational service center,  
14 other than an educational service center serving a school  
15 district in a city having a population exceeding 500,000, of  
16 the financial statements of all accounts, funds, and other

1 moneys in his or her care, custody, or control. ~~The Auditor~~  
2 ~~General shall annually cause an audit to be made, as of June~~  
3 ~~30th of each year, of the financial statements of all accounts,~~  
4 ~~funds and other moneys in the care, custody or control of the~~  
5 ~~regional superintendent of schools of each educational service~~  
6 ~~region in the State and of each educational service center~~  
7 ~~established under Section 2 3.62 of this Code other than an~~  
8 ~~educational service center serving a school district in a city~~  
9 ~~having a population exceeding 500,000.~~ The audit shall be  
10 conducted in accordance with Generally Accepted Governmental  
11 Auditing Standards and shall include an examination of  
12 supporting books and records and a representative sample of  
13 vouchers for distributions and expenditures. A copy of each  
14 audit shall be submitted to the Auditor General on or before  
15 February 15th of each year, and all such audit reports shall be  
16 kept on file in the office of the Auditor General. On or before  
17 March 1st ~~February 15~~ of each year, the Auditor General shall  
18 notify the Legislative Audit Commission in writing of any  
19 regional office of education and educational service center  
20 subject to this Section that has failed to submit an annual  
21 audit by the February 15th deadline ~~the completion or of the~~  
22 ~~reasons for the noncompletion of each audit required by this~~  
23 ~~Section to be made as of the preceding June 30.~~ An audit report  
24 ~~shall be prepared for each audit made pursuant to this Section,~~  
25 ~~and all such audit reports shall be kept on file in the office~~  
26 ~~of the Auditor General.~~ Within 60 days after each audit report

1 required to be prepared under this Section is completed, the  
2 regional superintendent of schools of each educational service  
3 region and administrator of each educational service center  
4 subject to this Section ~~Auditor General~~: (i) shall furnish a  
5 copy of such audit report to the State Board of Education and  
6 each member of the General Assembly whose legislative or  
7 representative district includes any part of the educational  
8 service region served by the regional superintendent of schools  
9 with respect to whose financial statements that audit report  
10 was prepared or any part of the area served by the educational  
11 service center that is the subject of the audit; and (ii) shall  
12 publish in a newspaper published in that educational service  
13 region or area served by the educational service center that is  
14 the subject of the audit a notice that the audit report has  
15 been prepared and is available for inspection during regular  
16 business hours at the office of the regional superintendent of  
17 schools of that educational service region or at the  
18 administrative office of the educational service center. Each  
19 audit shall be made in such manner as to determine, and each  
20 audit report shall be prepared in such manner as to state:

21 (1) The balances on hand of all accounts, funds and  
22 other moneys in the care, custody or control of the  
23 regional superintendent of schools or educational service  
24 center at the beginning of the fiscal year being audited;

25 (2) the amount of funds received during the fiscal year  
26 by source;

1           (3) the amount of funds distributed or otherwise paid  
2 by the regional superintendent of schools or educational  
3 service center to each school treasurer in his or her  
4 educational service region or area, including the purpose  
5 of such distribution or payment and the fund or account  
6 from which such distribution or payment is made;

7           (4) the amounts paid or otherwise disbursed by the  
8 regional superintendent of schools or educational service  
9 center -- other than the amounts distributed or paid by the  
10 regional superintendent of schools or educational service  
11 center to school treasurers as described in paragraph (3)  
12 above -- for all other purposes and expenditures, including  
13 the fund or account from which such payments or  
14 disbursements are made and the purpose thereof; and

15           (5) the balances on hand of all accounts, funds and  
16 other moneys in the care, custody or control of the  
17 regional superintendent of schools or educational service  
18 center at the end of the fiscal year being audited.

19           The Legislative Audit Commission may, by resolution,  
20 direct the Auditor General to conduct an audit of a regional  
21 office of education or educational service center. In that  
22 event, The Auditor General shall adopt rules and regulations  
23 relative to the time and manner by which the regional  
24 superintendent of schools or educational service center shall  
25 present for inspection or make available to the Auditor  
26 General, or to the agents designated by the Auditor General to

1 make an audit and prepare an audit report pursuant to this  
2 Section, all financial statements, books, records, vouchers  
3 for distributions and expenditures, and records of accounts,  
4 funds and other moneys in the care, custody or control of the  
5 regional superintendent of schools or educational service  
6 center and required for purposes of making such audit and  
7 preparing an audit and preparing an audit report. ~~All rules and~~  
8 ~~regulations adopted by the State Board of Education under this~~  
9 ~~Section before the effective date of this amendatory Act of the~~  
10 ~~92nd General Assembly shall continue in effect as the rules and~~  
11 ~~regulations of the Auditor General, until they are modified or~~  
12 ~~abolished by the Auditor General.~~

13 The ~~Auditor General shall require the~~ regional  
14 superintendent of schools of each educational service region or  
15 administrator of each educational service center shall to  
16 promptly implement all recommendations based on audit findings  
17 resulting from a violation of law made in audits prepared  
18 pursuant to this Section, unless the regional superintendent or  
19 administrator ~~Auditor General~~, upon review, determines, with  
20 regard to any such finding, that implementation of the  
21 recommendation is not appropriate.

22 (Source: P.A. 92-544, eff. 6-12-02.)

23 (105 ILCS 5/3-6.1 rep.)

24 Section 10. The School Code is amended by repealing Section  
25 3-6.1."