

ARKANSAS SENATE
90th General Assembly - Regular Session, 2015
Amendment Form

Subtitle of Senate Bill No. 1003

TO AMEND ARKANSAS LAW CONCERNING THE INTERNAL AUDIT SECTION OF THE DEPARTMENT
OF FINANCE AND ADMINISTRATION.

Amendment No. 1 to Senate Bill No. 1003

Amend Senate Bill No. 1003 as originally introduced:

Page 1, delete lines 8 through 10, and substitute the following:
"AN ACT TO TRANSFER THE INTERNAL AUDIT SECTION OF THE DEPARTMENT OF FINANCE
AND ADMINISTRATION TO THE DIVISION OF LEGISLATIVE AUDIT; AND FOR OTHER
PURPOSES."

AND

Delete the subtitle in its entirety and substitute:

"TO TRANSFER THE INTERNAL AUDIT SECTION
OF THE DEPARTMENT OF FINANCE AND
ADMINISTRATION TO THE DIVISION OF
LEGISLATIVE AUDIT."

AND

Page 1, delete everything after the enacting clause and substitute the
following:

"SECTION 1. Arkansas Code Title 10, Chapter 4, Subchapter 4, is
amended to add an additional section to read as follows:

10-4-428. Internal Audit Section.

(a) There is created the Internal Audit Section of the Division of
Legislative Audit.

(b) The section shall:

(1) Review the financial and operating controls and the
transactions of state agencies to determine the level of conformity with
established laws, standards, regulations, and procedures;

(2) Review the varied functions within an enterprise to appraise
the efficiency and economy of operations and the effectiveness with which
those functions achieve the stated objectives, including without limitation a
review of established internal control activities;

(3) Investigate reported occurrences of fraud, embezzlement,



theft, waste, abuse, or mismanagement of state resources;

(4) Recommend controls to prevent occurrences of fraud, embezzlement, theft, waste, abuse, or mismanagement of state resources;

(5) Upon request of a state agency, assist the state agency TO resolve areas of concern;

(6) Assist state agencies in establishing appropriate internal controls that will prevent errors or irregularities;

(7) Provide objective analysis, appraisals, and recommendations concerning the activities it reviews; and

(8) Perform other functions as directed by the Legislative Auditor.

(c)(1) Immediately upon the effective date of this act, the Chief Fiscal Officer of the State shall transfer on his or her books and those of the State Treasurer and Auditor of the State the personnel, property, unexpended balances of appropriations, allocations, or other funds of the Internal Audit Section of the Department of Finance and Administration to the Internal Audit Section of the Division of Legislative Audit.

(2) The records of the Internal Audit Section of the Department of Finance and Administration are transferred to the Internal Audit Section of the Division of Legislative Audit.

(d) The Legislative Auditor shall rename the Internal Audit Section after the transfer under subsection (c) of this section.

SECTION 2. EFFECTIVE DATE. This act is effective on and after October 1, 2015."

The Amendment was read the first time, rules suspended and read the second time and _____

By: Senator B. King

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Secretary