

FOR the purpose of providing that the Legislative Auditor shall conduct audits of State Use Industries; providing for annual or biennial audits of a fiscal and compliance nature and for the advising of ~~certain~~ State Use Industries officials ~~under-certain-conditions~~ of the frequency of the audits; requiring State Use Industries to bear the cost of the fiscal portion of post audit examinations; and generally relating to the audit of State Use Industries.

BY repealing and reenacting, with amendments,

Article 27 - Crimes and Punishments  
Section 681-I  
Annotated Code of Maryland  
(1976 Replacement Volume and 1981 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland read(s) as follows:

Article 27 - Crimes and Punishments

681-I.

(A) (1) The Division shall formulate a system of records and accounting which at all times shall indicate the source, nature, and extent of its purchase and the source, nature, and extent of its sales.

(2) The Division shall maintain accounting records and prepare financial statements in accordance with generally accepted accounting principles for enterprise fund type activities.

(3) Such financial statements shall be prepared by the administration and be available for audit purposes no later than 60 days after the end of each fiscal year.

(B) (1) THE LEGISLATIVE AUDITOR SHALL CONDUCT AUDITS OF STATE USE INDUSTRIES.

(2) AT HIS DISCRETION, THE LEGISLATIVE AUDITOR MAY CONDUCT AN ANNUAL AUDIT OF A FISCAL AND COMPLIANCE NATURE OF THE ACCOUNTS AND TRANSACTIONS OF THE STATE USE INDUSTRIES IN PLACE OF CONDUCTING THESE AUDITS ON A BIENNIAL BASIS. OFFICIALS OF THE STATE USE INDUSTRIES SHALL BE ADVISED WHETHER ANNUAL OR BIENNIAL AUDITS WILL BE CONDUCTED.

(3) THE COST OF THE FISCAL PORTION OF THE POST AUDIT EXAMINATIONS SHALL BE BORNE BY THE STATE USE INDUSTRIES.