

Bill Summary
2nd Session of the 59th Legislature

Bill No.:	HB 2362
Version:	FS
Request No.:	3569
Author:	Sen. Garvin
Date:	03/05/2024

Bill Analysis

HB 2362 modifies current law relating to annual audits of municipalities. The measure requires municipalities requesting a biennial agreed-upon-procedures engagement to the establishment of policies related to adjustments, write-downs, or write-offs for various receivables due to the municipality or the utility-related trust as well as select a sample of adjustments to test for adherence to policies and for appropriate supporting documentation. Municipalities must also verify cash deposits for the general fund and utility fund were made in the appropriate accounts, set a pay rate for certain personnel for over compensation, establish policies of use for debit or credit cards, ensure bank account balances and bank statements match, ensure uninsured deposits at fiscal year-end to the fair value of pledged collateral, and inquire if any instances of known fraud, illegal acts, or noncompliance have occurred. The measure also extends the ability to participate in a biennial agreed-upon-procedure engagement to public trusts with municipal governments as the beneficiary.

Prepared by: Kalen Taylor