

REFERENCE TITLE: agencies; single audit reports; penalty

State of Arizona  
Senate  
Fifty-sixth Legislature  
Second Regular Session  
2024

## **SB 1473**

Introduced by  
Senator Kern

AN ACT

AMENDING TITLE 41, CHAPTER 7, ARTICLE 10.1, ARIZONA REVISED STATUTES, BY  
ADDING SECTION 41-1279.08; RELATING TO THE AUDITOR GENERAL.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Title 41, chapter 7, article 10.1, Arizona Revised  
3 Statutes, is amended by adding section 41-1279.08, to read:

4 41-1279.08. Auditor general; single audit reports; penalty;  
5 withholding

6 A STATE AGENCY THAT IS REQUIRED TO COMPLY WITH THE FEDERAL SINGLE  
7 AUDIT REQUIREMENTS SHALL BE ASSESSED A PENALTY OF NOT MORE THAN ONE  
8 PERCENT OF THE STATE AGENCY'S ANNUAL BUDGET IN THE UPCOMING FISCAL YEAR  
9 FOR EVERY THIRTY DAYS THE STATE AGENCY IS LATE IN SUBMITTING A SCHEDULE OF  
10 EXPENDITURES OF FEDERAL AWARDS TO THE AUDITOR GENERAL. IF A STATE AGENCY  
11 SUBMITS A SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS LATE, THE AUDITOR  
12 GENERAL SHALL NOTIFY THE STATE TREASURER OF THE AMOUNT OF THE PENALTY AND  
13 THE STATE TREASURER SHALL WITHHOLD THAT AMOUNT FROM THE STATE AGENCY'S  
14 APPROPRIATION FOR THE FOLLOWING FISCAL YEAR.