

Sixty-eighth
Legislative Assembly
of North Dakota

ENGROSSED SENATE BILL NO. 2259

Introduced by

Senators Klein, Luick, Myrdal

Representatives D. Johnson, Schreiber-Beck, Thomas

1 A BILL for an Act to amend and reenact subsection 2 of section 4.1-44-04 and subdivision c of
2 subsection 1 of section 54-10-01 of the North Dakota Century Code, relating to audit fees
3 charged by the state auditor.

4 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

5 **SECTION 1. AMENDMENT.** Subsection 2 of section 4.1-44-04 of the North Dakota Century
6 Code is amended and reenacted as follows:

7 2. The presiding officer of each house of the legislative assembly may direct the reports
8 be filed with some other standing committee of that house. Each report must contain a
9 summary of the activities of the commodity group during the current biennium, and a
10 single-page uniform statement of revenues and expenditures for the next biennium.
11 Each report, except the reports of the North Dakota beekeepers association and the
12 North Dakota turkey federation, also must include a statean auditor's report on the
13 commodity group's single-page uniform statement of revenues and expenditures for
14 the previous two fiscal years or an annual financial statement audit as required by the
15 respective group's national association.

16 **SECTION 2. AMENDMENT.** Subdivision c of subsection 1 of section 54-10-01 of the
17 North Dakota Century Code is amended and reenacted as follows:

18 c. Perform or provide for audits of state agencies in accordance with government
19 auditing standards and legislative audit and fiscal review committee guidelines
20 developed under section 54-35-02.10. Except for the annual audit of the North
21 Dakota lottery required by section 53-12.1-03, the state auditor shall audit each
22 state agency once every two years. Audits may be conducted at more frequent
23 intervals if requested by the governor or the legislative audit and fiscal review
24 committee. The state auditor shall charge an amount equal to the cost of the

1 audit and other services rendered by the state auditor to all agencies that receive
2 and expend moneys from other than the general fund. This charge may be
3 reduced for an agency that receives and expends both general fund and
4 nongeneral fund moneys. The charge for an audit of an agricultural commodity
5 group listed in section 4.1-44-04 must be six thousand dollars for an annual
6 financial statement audit or four thousand for a two-year single-page financial
7 statement audit performed during the biennium ending June 30, 2025, and may
8 be increased by five percent on July first of each odd-numbered year thereafter.
9 State agencies shall use nongeneral fund moneys to pay for the cost of the audit.
10 If nongeneral fund moneys are not available, the agency may, upon approval of
11 the legislative assembly, or the budget section if the legislative assembly is not in
12 session, use general fund moneys to pay for the audit. Any budget section action
13 under this subdivision must comply with section 54-35-02.9.