



# SENATE BILL No. 731

October 25, 1995, Introduced by Senator HOFFMAN and referred to the Committee on Local, Urban and State Affairs.

A bill to amend section 5 of Act No. 2 of the Public Acts of 1968, entitled as amended

"Uniform budgeting and accounting act,"

being section 141.425 of the Michigan Compiled Laws.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1 Section 1. Section 5 of Act No. 2 of the Public Acts of  
2 1968, being section 141.425 of the Michigan Compiled Laws, is  
3 amended to read as follows:

4 Sec. 5. (1) ~~All~~ A local ~~units of government~~ UNIT HAVING  
5 A POPULATION of less than 1,000,000 ~~population~~ shall ~~have~~  
6 OBTAIN an annual audit of its financial records, accounts, and  
7 procedures, except that ~~in the units of~~ A local ~~government~~  
8 UNIT having ~~populations~~ A POPULATION of less than ~~2,000~~ 4,000  
9 SHALL OBTAIN such AN audit ~~shall be required~~ not less  
10 frequently than biennially.

1           (2) ~~Local units of government with~~ A LOCAL UNIT HAVING A  
2 POPULATION OF 1,000,000 or more ~~population~~ shall ~~be required~~  
3 ~~to~~ obtain an annual audit as provided in this section, except  
4 that if internal auditing procedures for all public moneys are  
5 established, and a copy of the annual internal audit of all  
6 public moneys is filed with the ~~state~~ department of treasury,  
7 then an independent audit ~~shall be~~ IS required not less fre-  
8 quently than each 5 years.