

1 AN ACT concerning local government.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Governmental Account Audit Act is amended by
5 changing Sections 2 and 3 as follows:

6 (50 ILCS 310/2) (from Ch. 85, par. 702)

7 Sec. 2. Except as otherwise provided in Section 3, the
8 governing body of each governmental unit shall cause an audit
9 of the accounts of the unit to be made by a licensed public
10 accountant. Such audit shall be made annually and shall cover
11 the immediately preceding fiscal year of the governmental unit.
12 The audit shall include an accurate financial report for all
13 the accounts and funds of the governmental unit, including the
14 accounts of any officer of the governmental unit who receives
15 fees or handles funds of the unit or who spends money of the
16 unit. The audit shall begin as soon as possible after the close
17 of the last fiscal year to which it pertains, and shall be
18 completed and the audit report filed with the Comptroller
19 within 6 months after the close of such fiscal year unless an
20 extension of time is granted by the Comptroller in writing. An
21 audit report which fails to meet the requirements of this Act
22 shall be rejected by the Comptroller and returned to the
23 governing body of the governmental unit for corrective action.
24 The licensed public accountant making the audit shall submit
25 not less than 3 copies of the audit report to the governing
26 body of the governmental unit being audited. As used in this
27 Section, "accurate financial report" means a clean opinion
28 audited financial statement.

29 (Source: P.A. 85-1000.)

30 (50 ILCS 310/3) (from Ch. 85, par. 703)

31 Sec. 3. Any governmental unit receiving revenue of less

1 than \$850,000 for any fiscal year shall, in lieu of complying
2 with the requirements of Section 2 for audits and audit
3 reports, file with the Comptroller an accurate and complete a
4 financial report containing information required by the
5 Comptroller. In addition, a governmental unit receiving
6 revenue of less than \$850,000 may file with the Comptroller any
7 audit reports which may have been prepared under any other law.
8 Any governmental unit receiving revenue of \$850,000 or more for
9 any fiscal year shall, in addition to complying with the
10 requirements of Section 2 for audits and audit reports, file
11 with the Comptroller the financial report required by this
12 Section. Such financial reports shall be on forms so designed
13 by the Comptroller as not to require professional accounting
14 services for its preparation.

15 (Source: P.A. 92-582, eff. 7-1-02.)