

# SENATE BILL 230

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(PRE-FILED)

5lr0345  
CF HB 251

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By: **Chair, Finance Committee (By Request – Departmental – Human Services)**

Requested: October 3, 2024

Introduced and read first time: January 8, 2025

Assigned to: Finance

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Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: February 2, 2025

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## CHAPTER \_\_\_\_\_

1 AN ACT concerning

2 **Human Services – Local Departments of Social Services – Audits**

3 FOR the purpose of altering the frequency with which the Office of the Inspector General  
4 in the Department of Human Services conducts or contracts for financial and  
5 compliance audits of local departments of social services; and generally relating to  
6 audits of local departments of social services.

7 BY repealing and reenacting, with amendments,  
8 Article – Human Services  
9 Section 3–602  
10 Annotated Code of Maryland  
11 (2019 Replacement Volume and 2024 Supplement)

12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,  
13 That the Laws of Maryland read as follows:

14 **Article – Human Services**

15 3–602.

16 (a) [At least once every 3 years, the] **THE** Office of the Inspector General in the  
17 Department shall[:

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 (1) conduct or contract for a financial and compliance audit of each local  
2 department; and

3 (2) prepare a written report of the audit findings] **CONDUCT OR**  
4 **CONTRACT FOR A FINANCIAL AND COMPLIANCE AUDIT OF EACH LOCAL**  
5 **DEPARTMENT AT AN INTERVAL ~~RANGING FROM 3 TO~~ OF 4 YEARS UNLESS THE**  
6 **OFFICE OF THE INSPECTOR GENERAL DETERMINES, ON A CASE-BY-CASE BASIS,**  
7 **THAT MORE FREQUENT AUDITS ARE REQUIRED AN AUDIT OCCUR AT AN INTERVAL**  
8 **OF 3 YEARS.**

9 (B) IN DETERMINING THE AUDIT INTERVAL FOR A LOCAL DEPARTMENT,  
10 THE OFFICE OF THE INSPECTOR GENERAL SHALL TAKE INTO CONSIDERATION:

11 (1) THE MATERIALITY AND RISK PROFILE OF THE LOCAL  
12 DEPARTMENT’S PROGRAMS AND FISCAL ACTIVITIES;

13 (2) THE NATURE AND EXTENT OF PRIOR AUDIT FINDINGS OF THE  
14 LOCAL DEPARTMENT; AND

15 (3) ANY OTHER FACTOR RELATED TO RISK.

16 [(b)] (C) The audit shall comply with the auditing standards issued by the  
17 Institute of Internal Auditors.

18 [(c)] (D) [The] A written report of the audit findings shall be **PREPARED AND**  
19 distributed to:

20 (1) the local board; and

21 (2) the local governing authority.

22 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
23 October 1, 2025.

Approved:

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Governor.

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President of the Senate.

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Speaker of the House of Delegates.