SB0858/913920/1

BY: Budget and Taxation Committee

<u>AMENDMENTS TO SENATE BILL 858</u>
(First Reading File Bill)

<u>AMENDMENT NO. 1</u>

On page 1, in line 8, strike "Branch agencies" and substitute "<u>Departmental</u> <u>Units</u>"; strike beginning with "implement" in line 8 down through "actions" in line 9 and substitute "<u>provide certain guidance, coordination, and technical assistance</u>"; in line 10, strike "agencies" and substitute "<u>Executive Departmental Units</u>"; and in line 11, strike "establish and maintain a dashboard with certain information on its website" and substitute "<u>submit a certain annual report by a certain date each year; authorizing</u> <u>certain unredacted cybersecurity findings to be viewed by certain individuals</u>".

On page 2, after line 1, insert:

"<u>BY repealing and reenacting, with amendments,</u>
        <u>Article - State Government</u>
        <u>Section 2-1224(i)</u>
        <u>Annotated Code of Maryland</u>
        <u>(2021 Replacement Volume and 2025 Supplement)</u>".

<u>AMENDMENT NO. 2</u>

On page 2, in line 11, strike "**(A)**"; in the same line, after "**SUBTITLE**" insert a comma; strike beginning with the first "**THE**" in line 11 down through "**(C)**" in line 15; and in line 24, strike "**AGENCIES**" and substitute "**EXECUTIVE DEPARTMENTAL** **UNITS**".

On page 3, in lines 2 and 11, in each instance, strike "**AGENCIES**" and substitute "**EXECUTIVE DEPARTMENTAL UNITS**"; strike beginning with "**IMPLEMENT**" in line 7 down through "**AGENCIES**" in line 9 and substitute "**PROVIDE GUIDANCE,** **COORDINATION, AND TECHNICAL ASSISTANCE TO EXECUTIVE DEPARTMENTAL**

UNITS TO STRENGTHEN EFFORTS TO ADDRESS AND PREVENT AUDIT FINDINGS AND TO STRENGTHEN INTERNAL CONTROLS AND COMPLIANCE PRACTICES"; strike beginning with "AS" in line 13 down through "COMMITTEE" in line 14 and substitute "UNSATISFACTORY AUDITS"; in line 17, strike "ADVICE AND SUPPORT TO DEVELOP CORRECTIVE ACTIONS" and substitute "AS SOON AS PRACTICABLE, A REVIEW OF THE TIMELINE DEVELOPED BY THE EXECUTIVE DEPARTMENTAL UNIT FOR THE IMPLEMENTATION OF CORRECTIVE ACTIONS FOR EACH RECOMMENDATION TO ENSURE THAT THE TIMELINE HAS ACHIEVABLE COMPLETION DATES"; in line 19, after "FINDINGS" insert "TO PROVIDE ADVICE AND SUPPORT IN ASSISTING WITH THE DEVELOPMENT OF CORRECTIVE ACTIONS"; in line 21, after "ACTIONS" insert ", AS NEEDED"; in line 22, strike "IN" and substitute "OF"; and in line 23, after "ACTIONS" insert "UNTIL THE LEGISLATIVE AUDITORS RETURN TO BEGIN THE NEXT RELATED FISCAL COMPLIANCE AUDIT".

On page 4, strike in their entirety lines 2 through 7, inclusive, and substitute:

"(A)   ON OR BEFORE OCTOBER 1 EACH YEAR, THE UNIT SHALL SUBMIT AN ANNUAL REPORT TO THE JOINT AUDIT AND EVALUATION COMMITTEE, IN ACCORDANCE WITH § 2–1257 OF THE STATE GOVERNMENT ARTICLE, ON ALL AUDIT FINDINGS FOR EXECUTIVE DEPARTMENTAL UNITS UNDER EXAMINATION.

(B)   THE REPORT SHALL INCLUDE THE FOLLOWING INFORMATION FOR EACH FINDING:";

in lines 8, 10, 12, 13, and 15, strike "(I)", "(II)", "(III)", "(IV)", and "(V)", respectively, and substitute "(1)", "(2)", "(3)", "(4)", and "(5)", respectively; strike in their entirety lines 18 through 19, inclusive; and after line 27, insert:

"(i)   **(1)**   <u>A report auditing a unit of State or local government shall have any cybersecurity findings redacted in a manner consistent with auditing best practices before the report is made available to the public.</u>

(2)   <u>AN UNREDACTED CYBERSECURITY FINDING IN A REPORT AUDITING A UNIT OF STATE OR LOCAL GOVERNMENT MAY BE VIEWED BY:</u>

(I)   <u>MEMBERS OF THE JOINT AUDIT AND EVALUATION COMMITTEE;</u>

(II)   <u>MEMBERS OF THE JOINT COMMITTEE ON CYBERSECURITY, INFORMATION TECHNOLOGY, AND BIOTECHNOLOGY;</u>

(III)   <u>THE CHAIR AND THE SUBCOMMITTEE CHAIRS OF THE SENATE BUDGET AND TAXATION COMMITTEE;</u>

(IV)   <u>THE CHAIR AND THE SUBCOMMITTEE CHAIRS OF THE HOUSE APPROPRIATIONS COMMITTEE;</u>

(V)   <u>THE GOVERNOR, THE GOVERNOR'S CHIEF OF STAFF, AND THE GOVERNOR'S DEPUTY CHIEFS OF STAFF; AND</u>

(VI)   <u>THE AUDIT AND FINANCE COMPLIANCE UNIT IN THE DEPARTMENT OF BUDGET AND MANAGEMENT.</u>".

On page 5, strike in their entirety lines 1 through 5, inclusive; and in line 6, strike "3." and substitute "<u>2.</u>".