

State of Arizona
Senate
Fifty-first Legislature
Second Regular Session
2014

SENATE BILL 1272

AN ACT

AMENDING SECTION 35-181.03, ARIZONA REVISED STATUTES; RELATING TO STATE
CONTRACTS WITH NONPROFIT CORPORATIONS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 35-181.03, Arizona Revised Statutes, is amended to
3 read:

4 35-181.03. Audit of nonprofit corporations receiving state
5 monies: definition

6 A. All state contracts with nonprofit corporations for assistance
7 shall include requirements concerning financial and compliance audits.

8 B. Each nonprofit corporation that receives in excess of ~~one~~ TWO
9 hundred FIFTY thousand dollars in state assistance in any fiscal year shall
10 file for each such fiscal year at the corporation's expense with the grantor
11 agency either audited financial statements prepared in accordance with
12 federal single audit regulations or financial statements prepared in
13 accordance with generally accepted accounting principles and audited by an
14 independent certified public accountant.

15 ~~C. Each nonprofit corporation receiving fifty thousand dollars to one~~
16 ~~hundred thousand dollars in state assistance in any fiscal year shall file~~
17 ~~biennially at the corporation's expense with the grantor agency either an~~
18 ~~audited annual financial statement for the most recently completed~~
19 ~~even-numbered year prepared in accordance with federal single audit~~
20 ~~regulations or a financial statement for the most recently completed~~
21 ~~even-numbered year prepared in accordance with generally accepted accounting~~
22 ~~principles and audited by an independent certified public accountant.~~

23 ~~D.~~ C. Each nonprofit corporation receiving ~~less than~~ TWO HUNDRED
24 fifty thousand dollars OR LESS in state assistance in any fiscal year shall
25 comply with contract requirements concerning financial and compliance audits
26 contained in contract agreements governing such programs.

27 ~~E.~~ D. For the purposes of this section, "nonprofit corporation" means
28 a corporation as defined in section 10-3140.