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SENATE COMMITTEE AMENDMENTS

2015 Regular Session

Amendments proposed by Senate Committee on Education to Reengrossed House Bill No. 766 by Representative Adams

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1 AMENDMENT NO. 1

2 On page 3, line 19, between "exercise" and "the" delete "until July 1, 2020,"

3 AMENDMENT NO. 2

4 On page 3, delete lines 21 through 27, and insert:

5 **"(b) Subsequent to a postsecondary management board granting**  
6 **approval to an institution in its system to exercise operational autonomies, the**  
7 **division of administration shall approve the exercise of such autonomies to all**  
8 **institutions in the system governed by the management board, provided the**  
9 **system received for its most recent audit, a financial audit with an unmodified**  
10 **opinion, where the financial statements were free of material misstatements and**  
11 **material weaknesses, and the financial position, results of operations, and cash**  
12 **flows were represented fairly in accordance with Generally Accepted**  
13 **Accounting Principles. If the system did not receive for the most recent audit,**  
14 **a financial audit with an unmodified opinion, where the financial statements**  
15 **were free of material misstatements and material weaknesses, and the financial**  
16 **position, results of operations, and cash flows were represented fairly in**  
17 **accordance with Generally Accepted Accounting Principles, then the division**  
18 **of administration shall approve the exercise of such autonomies to all**  
19 **institutions in the system, except for any institution which was responsible for**  
20 **the finding of non-compliance at the system level."**

21 AMENDMENT NO. 3

22 On page 3, delete lines 28 through 29 and on page 4, delete lines 1 through 7, and insert the  
23 following:

24 **"(c) If an institution granted the right to exercise operational autonomies**  
25 **pursuant to Subparagraph (b) of this Paragraph subsequently receives an audit**  
26 **with a material weakness through a financial audit, the institution shall be**  
27 **required to develop and implement a corrective action plan for approval by the**  
28 **management board. The institution shall be required to demonstrate to the**  
29 **management board that the necessary corrective actions were taken within six**  
30 **months from the date the audit finding was reported, or the institution will lose**  
31 **the authority to exercise the autonomies granted for the remainder of the period**  
32 **that this authority is in effect. The corrective action plan and post-**  
33 **implementation report shall be submitted to the division of administration and**  
34 **the Board of Regents."**