

**AMENDMENT IN THE NATURE OF A SUBSTITUTE  
TO H.R. 10155  
OFFERED BY MR. COMER OF KENTUCKY**

Strike all after the enacting clause and insert the following:

**1 SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “Financial Management  
3 Risk Reduction Act of 2024”.

**4 SEC. 2. SINGLE AUDIT IMPROVEMENTS.**

5 Section 7504 of title 31, United States Code, is  
6 amended—

7 (1) in subsection (a)—

8 (A) in paragraph (1), by striking “, and”  
9 and inserting a semicolon;

10 (B) in paragraph (2), by striking the pe-  
11 riod at the end and inserting a semicolon; and

12 (C) by adding at the end the following:

13 “(3) participate in and furnish information for  
14 the review under subsection (e); and

15 “(4) identify recipients that expend \$300,000  
16 or more in Federal awards or such other amount  
17 specified by the Director under section 7502(a)(3)

1 during the recipient’s fiscal year but did not undergo  
2 an audit in accordance with this chapter.”;

3 (2) in subsection (c)—

4 (A) in paragraph (1), by adding “and” at  
5 the end;

6 (B) by striking paragraph (2); and

7 (C) by redesignating paragraph (3) as  
8 paragraph (2); and

9 (3) by adding at the end the following:

10 “(d) Not later than 2 years after the date of enact-  
11 ment of this subsection, and every 2 years thereafter, the  
12 Director shall submit to the Committee on Homeland Se-  
13 curity and Governmental Affairs of the Senate and the  
14 Committee on Oversight and Accountability of the House  
15 of Representatives a report listing the recipients identified  
16 under subsection (a)(4).

17 “(e)(1) The Director shall designate 1 or more Fed-  
18 eral agencies to conduct a Government-wide analysis of  
19 single audit quality, which may include a consideration of  
20 the results of reviews of single audit quality by—

21 “(A) Federal agencies;

22 “(B) inspectors general of Federal agencies;

23 “(C) State auditors; and

1           “(D) external peer reviews conducted in accord-  
2           ance with generally accepted government auditing  
3           standards.

4           “(2) Not later than 3 years after the date of enact-  
5           ment of this subsection, and every 6 years thereafter, the  
6           Federal agencies designated under paragraph (1) shall  
7           complete a Government-wide analysis of single audit qual-  
8           ity.

9           “(3) The Director shall submit to the Committee on  
10          Homeland Security and Governmental Affairs of the Sen-  
11          ate and the Committee on Oversight and Accountability  
12          of the House of Representatives and make publicly avail-  
13          able a summary of the results of each review under para-  
14          graph (2).

15          “(f) Not later than 2 years after the date of enact-  
16          ment of this subsection—

17                 “(1) the Administrator of General Services, in  
18                 coordination with the Director, the Council on Fed-  
19                 eral Financial Assistance (or any successor thereto),  
20                 and key management single audit liaisons of Federal  
21                 agencies designated as described in section 200.513  
22                 of title 2, Code of Federal Regulations (or any suc-  
23                 cessor thereto), shall develop analytic tools to use  
24                 audit data in the Federal clearinghouse to identify

1 cross-Governmental risks to Federal award funds;  
2 and

3 “(2) the Director, in coordination with the Ad-  
4 ministrator of General Services, the Council on Fed-  
5 eral Financial Assistance (or any successor thereto),  
6 and key management single audit liaisons of Federal  
7 agencies designated as described in section 200.513  
8 of title 2, Code of Federal Regulations (or any suc-  
9 cessor thereto), shall develop a strategy to use audit  
10 data in the Federal clearinghouse to identify cross-  
11 Governmental risks to Federal award funds.

12 “(g) Not later than 4 years after the date of enact-  
13 ment of this subsection, the Comptroller General of the  
14 United States shall complete an evaluation of—

15 “(1) the effectiveness of the strategy and ana-  
16 lytic tools developed under subsection (f);

17 “(2) reporting burdens for auditors and audited  
18 entities and the capacity of auditors and audited en-  
19 tities to fulfill the requirements under this chapter;  
20 and

21 “(3) the responsiveness of Federal agencies to  
22 repeat single audit findings and corrective action  
23 plans.”.

1 **SEC. 3. NO ADDITIONAL FUNDS.**

2 No additional funds are authorized to be appro-  
3 priated to carry out this Act or the amendments made  
4 by this Act.

