

SOLICITATION OF FUNDS FOR CHARITABLE PURPOSES ACT - AUDIT OF CERTAIN
FINANCIAL REPORTS

Act of Oct. 27, 2006, P.L. 1180, No. 121

Cl. 10

Session of 2006

No. 2006-121

HB 632

AN ACT

Amending the act of December 19, 1990 (P.L.1200, No.202),
entitled "An act providing for the registration and
regulation of solicitations by charitable organizations,
professional fundraisers and other solicitors; imposing
additional powers on the Department of State and the Office
of Attorney General; prescribing civil and criminal
penalties; and making a repeal," further providing for audit
of certain financial reports.

The General Assembly of the Commonwealth of Pennsylvania
hereby enacts as follows:

Section 1. Section 5(f) of the act of December 19, 1990
(P.L.1200, No.202), known as the Solicitation of Funds for
Charitable Purposes Act, amended June 22, 2001 (P.L.588, No.45),
is amended to read:

Section 5. Registration of charitable organizations; financial
reports; fees; failure to file.

* * *

(f) Audit of certain financial reports.--The financial
report of every charitable organization which receives annual
contributions of [\$125,000] **\$300,000** or more shall be audited by
an independent certified public accountant or public accountant.
[Except for the charitable organizations described in section
6(a)(3), every] **Every charitable organization which receives
annual contributions of at least \$100,000, but less than
\$300,000, shall be required to have a review or audit of their
financial statements performed by an independent certified
public accountant or public accountant. Every** charitable
organization which receives annual contributions of at least
\$50,000, but less than [\$125,000] **\$100,000**, shall be required to
have a **compilation**, review or audit of their financial
statements performed by an independent certified public
accountant or public accountant. [An] **A compilation**, audit or
review is optional for any charitable organization which
receives annual contributions of less than \$50,000 [or for any
charitable organization described in section 6(a)(3) which
receives annual contributions of less than \$125,000]. Audits
shall be performed in accordance with **generally accepted
auditing standards, including** the Statements on Auditing
Standards of the American Institute of Certified Public
Accountants, whereas reviews shall be performed in accordance
with the Statements on Standards for Accounting and Review

Services of the American Institute of Certified Public
Accountants.

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Section 2. The amendment of section 5(f) of the act shall
apply to financial reports covering a period which concludes
after the effective date of this section.

Section 3. This act shall take effect in 60 days.

APPROVED--The 27th day of October, A. D. 2006.

EDWARD G. RENDELL