

# STATE OF NEW YORK

5502

2025-2026 Regular Sessions

## IN ASSEMBLY

February 14, 2025

Introduced by M. of A. JACKSON -- read once and referred to the Committee on Alcoholism and Drug Abuse

AN ACT to amend the mental hygiene law, in relation to requiring the state comptroller and the attorney general to conduct an annual audit of the office of addiction services and supports use of statewide opioid settlement funds

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. The mental hygiene law is amended by adding a new section  
2 25.19 to read as follows:

3 § 25.19 Independent audit of statewide opioid settlements.

4 1. At least once every year, the comptroller, the attorney general and  
5 the independent certified public accountants selected pursuant to this  
6 section shall conduct audits of the internal controls of the use of  
7 statewide opioid settlements by the office of addiction services and  
8 supports. Such audits shall be performed in accordance with generally  
9 accepted government auditing standards and shall include a report on  
10 whether the office's internal controls are established and functioning  
11 in a manner that provides reasonable assurance that they meet the objec-  
12 tives of internal control as defined in section nine hundred fifty of  
13 the executive law. Such report shall identify internal controls both  
14 evaluated and not evaluated and shall identify internal control weak-  
15 nesses that have not been corrected and actions that are recommended to  
16 correct such weaknesses. If any such internal control weaknesses are  
17 significant or material with respect to such departments, the independ-  
18 ent auditors shall so state. The comptroller and the attorney general  
19 shall make available to the public the results of such audits, including  
20 any related management letters. The comptroller and attorney general and  
21 any officer or employee of such departments shall make available upon  
22 requests to such independent certified public accountants all books and  
23 records relevant to such independent audits.

EXPLANATION--Matter in italics (underscored) is new; matter in brackets  
[-] is old law to be omitted.

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1 2. The comptroller and the attorney general shall request proposals  
2 from independent certified public accountants for audits of the internal  
3 controls of their respective departments. Such request for proposals  
4 shall include a reference to the requirements for audits conducted  
5 pursuant to subdivision one of this section. The comptroller and attor-  
6 ney general shall select such independent auditors in accordance with a  
7 competitive procedure including an evaluation, based on quality and  
8 price factors, or any proposals received in response to such requests  
9 for proposals.

10 3. Whenever the comptroller or the comptroller's appointee is a member  
11 of any board, commission, committee, council, or corporation, which  
12 constitutes a state agency, the governing body of such board, commis-  
13 sion, committee, council, or corporation shall select an independent  
14 auditor for the purpose of conducting audits of internal controls in  
15 accordance with this section.

16 § 2. Subdivision (c) of section 19.09 of the mental hygiene law, as  
17 added by chapter 223 of the laws of 1992, is amended to read as follows:

18 (c) (1) In conducting any investigation, audit, financial review,  
19 inspection, or hearing, the commissioner may subpoena witnesses, compel  
20 their attendance, administer oaths to witnesses, examine witnesses under  
21 oath, and require the production of any books or papers deemed relevant  
22 to the investigation, inspection, or hearing. Subpoenas issued shall be  
23 regulated by the civil practice law and rules. The confidentiality of  
24 information obtained by the commissioner from patients' records shall be  
25 maintained in accordance with state and federal law.

26 (2) The commissioner shall make available upon request to the state  
27 comptroller, the attorney general, and the independent certified public  
28 accountants completing annual audits, pursuant to section 25.19 of this  
29 title, all books and records relevant to such independent audits.

30 § 3. Paragraph a of subdivision 2-b of section 8 of the state finance  
31 law, as added by chapter 510 of the laws of 1999, is amended to read as  
32 follows:

33 a. Either as part of one or more audits, or separately, conducting  
34 periodic audits of internal controls and operations of state agencies  
35 (other than those state agencies for which an audit is required pursuant  
36 to sections nine hundred fifty-three and nine hundred fifty-four of the  
37 executive law) and of covered authorities. Audits of statewide opioid  
38 settlements shall be conducted annually pursuant to section 25.19 of the  
39 mental hygiene law. All such audits shall be performed in accordance  
40 with generally accepted government auditing standards. Nothing in the  
41 New York state governmental accountability, audit and internal control  
42 act shall be deemed to diminish or impair the comptroller's power to  
43 audit and authority to supervise accounts under articles V and X of the  
44 state constitution and this chapter. The audits shall identify internal  
45 control weaknesses that have not been corrected and actions that are  
46 recommended to correct these weaknesses. If any such internal control  
47 weaknesses are significant or material with respect to the operations of  
48 the agency that is the subject of the audit, the comptroller shall so  
49 state. The comptroller shall make available to the public the results of  
50 any such audits.

51 § 4. Section 63 of the executive law is amended by adding a new subdivi-  
52 sion 18 to read as follows:

53 18. Conduct an annual audit of statewide opioid settlements pursuant  
54 to the provisions of section 25.19 of the mental hygiene law.

55 § 5. This act shall take effect immediately.