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LB 337

Revision: 01

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

Revised to reflect any amendments adopted to date.

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2011-12		FY 2012-13	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 337 changes provisions related to the frequency and timing with which audits shall be conducted by the Auditor of Public Accounts.

Under the provisions of LB 337, certain audits which are currently required to be performed annually or biennially will be performed when the Auditor determines them to be necessary.

It is understood that the intent of the bill's provisions is to reduce the frequency with which audits must be performed. However, the bill as written could result in *more* frequent audits. For example, if a current audit is required biennially, if prior year audit findings show that problems exist, the Auditor may deem a follow-up audit sooner than the previous biennial requirement.

In their response for fiscal impact, the Auditor's office assumes that the bill will result in less frequent auditing and, therefore, reduce costs. This reduction is reflected in the agency's budget submission modification issue.

There is no basis to disagree with the assumption of less frequent auditing and, by association, cost savings.

As amended by AM275, both the Auditor of Public Accounts and the Nebraska Employees Retirement System estimate no fiscal impact. There is no basis to disagree with these estimates.

No fiscal impact.