

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: Senate Bill No. 2903 Amendment to: _____

Requested by: Legislative Council Date of Receipt: _____

Please estimate the fiscal impact of the above measure for:

[X] State general or special funds [] Counties [] Cities

In the following space note the fiscal effect in dollars of this measure:

Narrative:

This legislation allows for audits on a 2 year cycle. Failure to amend current legislation will require state agencies and political subdivisions receiving federal funds to be audited annually, or risk the possibility of losing federal funding. To meet this additional audit burden, we estimate a need for 18 additional staff. Salaries and related costs including travel, data processing and equipment is estimated at \$596,275. These costs would be partially offset by departmental audit fee billings estimated at \$187,500, which are deposited in the State General Fund.

This information is an estimate.

State Fiscal Effect:

		<u>1986-87</u>		<u>1985-87</u> Biennium Total	
		<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>
<u>1987-88</u>					
<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>
	\$408,775		\$408,775		\$817,550

County and City Fiscal Effect:

<u>1985-86</u>		<u>1986-87</u>		<u>Biennium Total</u>	
<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>

If additional space is needed, attach a supplemental sheet.

Signed [Signature]
Typed Name Steven P. Bensen, Chief Auditor

Date Prepared: 12/2/86

Department State Auditor's Office