

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1004

Page 1, replace line 12 with:

"Salaries and wages	\$8,626,758	\$1,278,808	\$9,905,566
Accrued leave payments	0	201,157	201,157"

Page 1, replace lines 15 through 19 with:

"Information technology consultants	<u>150,000</u>	<u>100,000</u>	<u>250,000</u>
Total all funds	\$9,571,330	\$1,631,506	\$11,202,836
Less estimated income	<u>2,427,522</u>	<u>557,503</u>	<u>2,985,025</u>
Total general fund	\$7,143,808	\$1,074,003	\$8,217,811
Full-time equivalent positions	50.80	3.00	53.80"

Page 2, line 11, overstrike "ninety"

Page 2, line 11, replace "six" with "ninety-five"

Page 2, line 11, replace "seven" with "eight"

Page 2, line 12, replace "ninety-four" with "sixty-three"

Page 2, line 12, replace "one hundred" with "ninety-eight"

Page 2, line 13, replace "six" with "seven"

Page 2, line 13, replace "sixty-six" with "thirty-nine"

Renumber accordingly

**STATEMENT OF PURPOSE OF AMENDMENT:**

**House Bill No. 1004 - State Auditor - House Action**

	Executive Budget	House Changes	House Version
Salaries and wages	\$10,263,792	(\$358,226)	\$9,905,566
Operating expenses	806,113		806,113
Capital assets	40,000		40,000
Information technology consultants	150,000	100,000	250,000
Accrued leave payments		201,157	201,157
Total all funds	\$11,259,905	(\$57,069)	\$11,202,836
Less estimated income	<u>3,073,675</u>	<u>(88,650)</u>	<u>2,985,025</u>
General fund	\$8,186,230	\$31,581	\$8,217,811
FTE	52.80	1.00	53.80

**Department No. 117 - State Auditor - Detail of House Changes**

	<b>Corrects Executive Compensation Package<sup>1</sup></b>	<b>Adjusts State Employee Compensation and Benefits Package<sup>2</sup></b>	<b>Provides Separate Line Item for Accrued Leave Payments<sup>3</sup></b>	<b>Removes 1 FTE Information Systems Auditor<sup>4</sup></b>	<b>Adds 1 FTE Financial Auditor<sup>5</sup></b>	<b>Adds 1 FTE Performance Auditor<sup>6</sup></b>
Salaries and wages	\$5,987	(\$357,423)	(\$201,157)	(\$124,367)	\$124,367	\$124,367
Operating expenses						
Capital assets						
Information technology consultants						
Accrued leave payments			201,157			
Total all funds	\$5,987	(\$357,423)	\$0	(\$124,367)	\$124,367	\$124,367
Less estimated income	1,497	(90,147)	0	0	0	0
General fund	\$4,490	(\$267,276)	\$0	(\$124,367)	\$124,367	\$124,367
FTE	0.00	0.00	0.00	(1.00)	1.00	1.00

	<b>Increases Temporary Salaries<sup>7</sup></b>	<b>Increases Funding for State IT Vulnerability Testing<sup>8</sup></b>	<b>Total House Changes</b>
Salaries and wages	\$70,000		(\$358,226)
Operating expenses			
Capital assets			
Information technology consultants		100,000	100,000
Accrued leave payments			201,157
Total all funds	\$70,000	\$100,000	(\$57,069)
Less estimated income	0	0	(88,650)
General fund	\$70,000	\$100,000	\$31,581
FTE	0.00	0.00	1.00

<sup>1</sup>Funding is added due to a calculation error in the executive compensation package.

<sup>2</sup>This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 2 to 4 percent per year.
- Reduces the market component from 2 to 4 percent per year for employees below the midpoint of their salary range to up to 2 percent for employees in the first quartile of their salary range for the first year of the biennium only.
- Removes funding for additional retirement contribution increases.

<sup>3</sup>A portion of salaries and wages funding from the general fund (\$147,106) and from other funds (\$54,051) for permanent employees' compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

<sup>4</sup>This amendment removes 1 FTE information systems auditor position included in the executive recommendation.

<sup>5</sup>This amendment adds 1 FTE financial auditor position.

<sup>6</sup>This amendment adds 1 FTE performance auditor position.

<sup>7</sup>Funding for temporary salaries is increased relating to the costs of the Comprehensive Annual Financial Report (CAFR).

<sup>8</sup>Funding is added for the State Auditor to contract with information technology consultants for the annual testing of the vulnerability of state computer networks to provide a total of \$250,000 from the general fund for network testing.