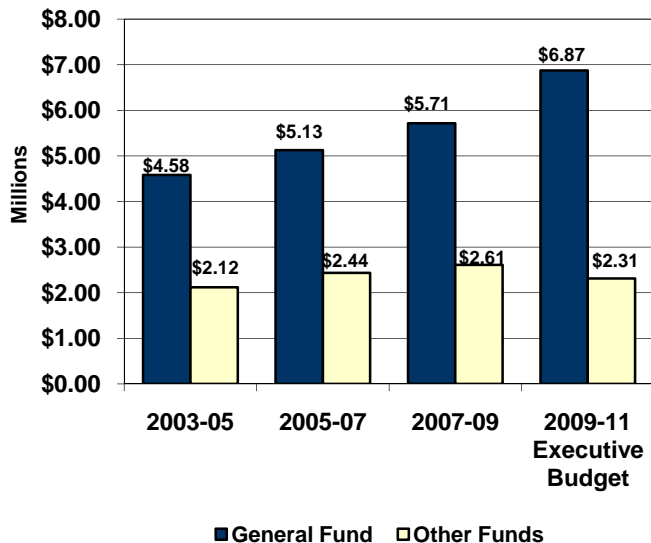


Department 117 - State Auditor
House Bill No. 1004

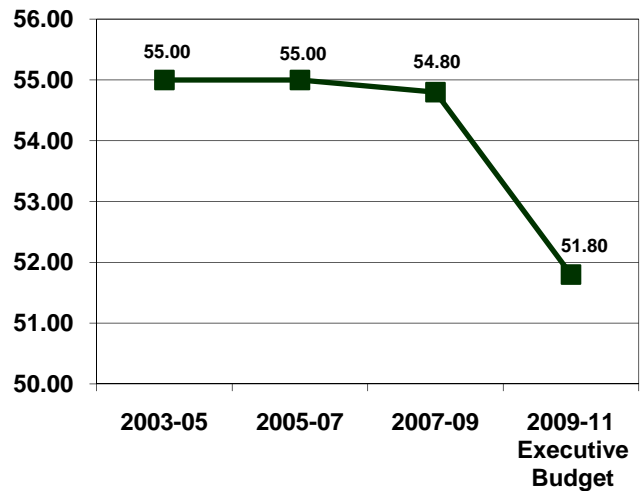
	FTE Positions	General Fund	Other Funds	Total
2009-11 Executive Budget	51.80	\$6,872,229	\$2,312,802	\$9,185,031
2007-09 Legislative Appropriations	54.80	5,714,677	2,610,202	8,324,879 ¹
Increase (Decrease)	(3.00)	\$1,157,552	(\$297,400)	\$860,152

¹The 2007-09 appropriation amounts include \$83,089, \$58,661 of which is from the general fund, for the agency's share of the \$10 million funding pool appropriated to the Office of Management and Budget for special market equity adjustments for classified employees.

Agency Funding



FTE Positions



Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2009-11 Executive Budget	\$6,722,229	\$150,000	\$6,872,229
2007-09 Legislative Appropriations	5,714,677	0	5,714,677
Increase (Decrease)	\$1,007,552	\$150,000	\$1,157,552

First House Action

Attached is a summary of first house changes.

Executive Budget Highlights
(With First House Changes in Bold)

	General Fund	Other Funds	Total
1. Provides funding for continuing existing salary levels	\$136,200		\$136,200
2. Provides funding to address salary equity issues, including \$10,000 for the related second-year salary increase. The House removed this funding.	\$210,000		\$210,000
3. Removes 3.00 FTE auditor II and auditor III positions related to the closing of the political subdivision audit office in Bismarck		(\$309,897)	(309,897)
4. Provides one-time funding for implementing electronic working papers	\$150,000		\$150,000
5. Provides a reduction for the net decrease in operating expenses relating to the closing of a political subdivision audit office in Bismarck	(\$21,293)	(\$29,271)	(\$50,564)
6. Removes prior capital asset appropriation provided in the 2007-09 biennium		(\$10,000)	(\$10,000)

7. Increases funding for an information technology security audit to provide a total of \$150,000. **The House removed this increase.** \$50,000 \$50,000

Other Sections in Bill

Section 3 of House Bill No. 1004 provides for the statutory changes necessary to increase the State Auditor's salary as follows:

Annual salary authorized by the 2007 Legislative Assembly:

July 1, 2007	\$76,511
July 1, 2008	\$79,571

Proposed annual salary recommended in the 2009-11 executive budget:

July 1, 2009	\$83,550
July 1, 2010	\$87,728

The executive recommendation provides funding for elected officials' salary increases equal to 5 percent of salaries effective July 1, 2009, and 5 percent effective July 1, 2010.

Continuing Appropriations

No continuing appropriations for this agency.

Major Related Legislation

House Bill No. 1129 - This bill provides that the State Auditor may perform audits of political subdivisions rather than requiring the State Auditor to conduct these audits.

House Bill No. 1148 - This bill requires the State Auditor to audit political subdivisions upon the request of the state court administrator.

Senate Bill No. 2142 - This bill removes the requirement of the Information Technology Department to file with the State Auditor a description of the wide area network service the department provided to each private, charitable, and nonprofit entity receiving services from the department.

Senate Bill No. 2144 - This bill allows the State Auditor to investigate or cause to be investigated any public employee or public official who defaults or creates a liability against the bonding fund.

Senate Bill No. 2295 - This bill changes the minimum population requirement for an audit of a city from 300 to 500.

ATTACH:1