

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2015-16</b>		<b>FY 2016-17</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

**Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.**

LB 487 provides the Auditor of Public Accounts to perform audits on entities created under the Interlocal Cooperative Act. In addition, the bill's provisions allow the Auditor to audit subrecipients receiving and expending state or federal funds.

The Auditor states that the bill's provisions can be performed with the currently budgeted resources.

No fiscal impact.

<b>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSES</b>			
LB: 487	AM:	AGENCY/POLT. SUB: Auditor of Public Accounts	
REVIEWED BY: Lyn Heaton		DATE: 2/2/2015	PHONE: 471-4181
<p>COMMENTS: The bill appears to broadly expand the Auditor of Public Accounts' authority to conduct audits to include any entity that expends state or federal funds to carry out a state or federal program, excluding individuals who receive direct benefits under such programs and licensed health care providers or facilities receiving direct payment for medical services provided to program beneficiaries. The Auditor of Public Accounts' position that such audit work will be absorbed within existing appropriations suggests that use of the new authority will be very limited in scope. No basis upon which to disagree with the Auditor's analysis.</p> <p>Technical Note: The section 84-304 subdivision amended by LB 487, namely 84-304 (4)(a), provides that the audits conducted shall be at the expense of the political subdivision being audited. Since this bill expands this authority to entities other than political subdivisions, it is unclear whether the cost of the audits under this new authority will also be at the expense of the entity being audited.</p>			

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**2015**

**LB<sup>(1)</sup> 487**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Auditor of Public Accounts

Prepared by: <sup>(3)</sup> Mary Avery Date Prepared: <sup>(4)</sup> 1/27/14 Phone: <sup>(5)</sup> 4024713686

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2015-16</u>		<u>FY 2016-17</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
<b>TOTAL FUNDS</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>

**Explanation of Estimate:**

LB 487, as currently written, would allow the Auditor of Public Accounts the authority to audit entities created under the interlocal cooperative act, as well as, audit subrecipients receiving and expending state or federal funds. . This audit work will be absorbed using the existing appropriations of Agency 010, Auditor of Public Accounts.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2015-16 EXPENDITURES</u>	<u>2016-17 EXPENDITURES</u>
	<u>15-16</u>	<u>16-17</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
<b>TOTAL.....</b>	<b>_____</b>	<b>_____</b>	<b>_____</b>	<b>_____</b>