

PREPARED BY: Scott Danigole
 DATE PREPARED: January 26, 2023
 PHONE: 402-471-0055

LB 578

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2023-24		FY 2024-25	
	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 578 provides legislative intent to appropriate an unspecified amount of money from an unspecified fund for FY24 and FY25 to the Auditor of Public Accounts to conduct an audit of all state agencies that were appropriated federal funds from the federal American Rescue Plan Act (ARPA) of 2021.

The Auditor estimates the need for two half-time auditors to perform an attestation of ARPA funds allocated to state agencies. There is no basis to disagree with this estimate.

Fiscal notes must be produced to estimate costs associated with proposed legislation as the bill is written or as the bill stands once amendments are adopted. While the Auditor states that "The APA has worked with the Senator and her staff to clarify the intent of LB 578", an estimate of cost based on the *intended* impact of a bill cannot be used. Fiscal notes must be written to capture the fiscal impact of a bill as if it were enacted with its current language.

For this reason, the fiscal impact of LB 578 cannot be determined at this time. If LB 578 is amended to include specific dollar amounts and funding sources, this fiscal note will be updated to reflect those amounts.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB:	578	AM:	AGENCY/POLT. SUB: Nebraska Auditor of Public Accounts
REVIEWED BY:	Ann Linneman	DATE:	1-26-2023
		PHONE:	(402) 471-4180
COMMENTS: No basis to disagree with the Auditor of Public Accounts' assessment of fiscal impact.			

Please complete ALL (5) blanks in the first three lines.

2023

LB⁽¹⁾ 578

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Auditor of Public Accounts

Prepared by: ⁽³⁾ Craig Kubicek Date Prepared: ⁽⁴⁾ 1/25/2023 Phone: ⁽⁵⁾ 402-326-3063

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2023-24</u>		<u>FY 2024-25</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$89,908		\$89,908	
CASH FUNDS	\$0		\$0	
FEDERAL FUNDS	\$0		\$0	
OTHER FUNDS	\$0		\$0	
TOTAL FUNDS	\$0		\$0	

Explanation of Estimate:

The APA has worked with the Senator and her staff to clarify the intent of LB578. Federal expenditures are subject to testing as part of the annual Statewide Single Audit. However, the APA would perform an Attestation of ARPA funds allocated to State agencies and determine what, if any, testing is necessary compared to what has been performed as part of the Single Audit. As of January 24, 2023, \$89 million has been spent for fiscal year 2023. If estimated audit costs were calculated based on expenditures, the % cost would be .1%.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2023-24</u>	<u>2024-25</u>
	<u>23-24</u>	<u>24-25</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Audit Manager	.5	.5	50,000	50,000
Auditor	.5	.5	28,000	28,000
Benefits.....			11,808	11,808
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			89,908	89,908