

Fiscal Estimate - 2011 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 11-3997/1	Introduction Number AB-0557	
Description Audits and reports of state savings banks and state savings and loan associations		
Fiscal Effect		
State: <input type="checkbox"/> No State Fiscal Effect <input checked="" type="checkbox"/> Indeterminate <div style="display: flex; justify-content: space-between;"> <div style="width: 30%;"> <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations </div> <div style="width: 30%;"> <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues </div> <div style="width: 30%;"> <input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs </div> </div>		
Local: <input type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate <div style="display: flex; justify-content: space-between;"> <div style="width: 30%;"> 1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory </div> <div style="width: 30%;"> 3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory </div> <div style="width: 30%;"> 5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts </div> </div>		
Fund Sources Affected Affected Ch. 20 Appropriations <input type="checkbox"/> GPR <input type="checkbox"/> FED <input checked="" type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.144(1)(g)		
Agency/Prepared By DFI/ Susan Dietzel (608) 267-0399	Authorized Signature Susan Dietzel (608) 267-0399	Date 2/20/2012

Fiscal Estimate Narratives

DFI 2/20/2012

LRB Number	11-3997/1	Introduction Number	AB-0557	Estimate Type	Original
Description Audits and reports of state savings banks and state savings and loan associations					

Assumptions Used in Arriving at Fiscal Estimate

This bill makes changes to audit requirements of state savings banks and state savings and loan associations. It removes the requirement for an annual independent audit by a certified public accountant.

The Department of Financial Institutions is responsible for the examination of state savings banks and state savings and loan associations. Examinations are required to be conducted at least once every 18 months, and more often if necessary. An examination includes a review of the financial condition of the institution, compliance with state statutes and rules, and federal laws and regulations; management policies; and overall safety and soundness.

It is possible that a safety and soundness examination may require additional examination hours if an independent external audit is not conducted at a savings institution. An independent audit may have identified certain issues that would instead need to be addressed by the Department. It is indeterminate at this time the level of additional examination time and resources that could be required associated with this legislative change.

Long-Range Fiscal Implications