

### Fiscal Estimate - 2011 Session

- Original       Updated       Corrected       Supplemental

<b>LRB Number 11-1956/2</b>		<b>Introduction Number AB-0663</b>	
<b>Description</b> Fraud, waste, and mismanagement in state government and authorizing the expenditure of funds			
<b>Fiscal Effect</b>			
<b>State:</b>			
<input type="checkbox"/> No State Fiscal Effect			
<input checked="" type="checkbox"/> Indeterminate			
<input type="checkbox"/> Increase Existing Appropriations	<input type="checkbox"/> Increase Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget	
<input type="checkbox"/> Decrease Existing Appropriations	<input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Yes <input type="checkbox"/> No	
<input type="checkbox"/> Create New Appropriations		<input type="checkbox"/> Decrease Costs	
<b>Local:</b>			
<input type="checkbox"/> No Local Government Costs			
<input type="checkbox"/> Indeterminate			
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Towns	<input type="checkbox"/> Village <input type="checkbox"/> Cities
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	<input type="checkbox"/> Counties	<input type="checkbox"/> Others
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> School Districts	<input type="checkbox"/> WTCS Districts
<b>Fund Sources Affected</b>		<b>Affected Ch. 20 Appropriations</b>	
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS			
<b>Agency/Prepared By</b>	<b>Authorized Signature</b>	<b>Date</b>	
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## Fiscal Estimate Narratives

LAB 3/13/2012

LRB Number	11-1956/2	Introduction Number	AB-0663	Estimate Type	Original
<b>Description</b> Fraud, waste, and mismanagement in state government and authorizing the expenditure of funds					

### Assumptions Used in Arriving at Fiscal Estimate

2011 Assembly Bill 663 requires the Legislative Audit Bureau to determine whether reports to its Fraud, Waste, and Mismanagement Hotline would result in moneys saved or recovered and certify these amounts to the Secretary of Administration so certain monetary rewards, which are specified in the bill, are paid to the individuals who made the reports.

The identification of savings in the succeeding fiscal year resulting from the elimination of waste or mismanagement, and the ability of the Bureau to certify the amount to be paid as a reward to an individual, is limited by requirements in s. 13.94(1)(br)1, Wis. Stats. for maintaining the confidentiality of Hotline informants. Because the Bureau does not make legal determinations of fraud, any fraud-related recoveries or savings must be determined either by agencies acting under their statutory authority or through legal proceedings in the court system. The Secretary of Administration would be responsible for identifying the appropriations through which such rewards would be paid.

Given that the Bureau currently investigates fraud, waste, or mismanagement reported to its Hotline, or refers the report to another agency for investigation, the fiscal effects of this bill on the Bureau's operations are primarily related to any additional efforts required to determine whether moneys can be saved or recovered as a result of eliminating the fraud, waste, or mismanagement. Because the extent of these efforts is specific to the nature of each report to the Hotline, and because the investigation may be conducted by the Bureau or referred to another agency, the fiscal effect in any given fiscal year cannot be determined.

### Long-Range Fiscal Implications