

Fiscal Estimate Narratives

DWD 1/19/2016

LRB Number	15-2497/2	Introduction Number	AB-0382	Estimate Type	Original
Description Creating a legislative office of inspector general and making appropriations					

Assumptions Used in Arriving at Fiscal Estimate

The bill creates the Legislative Office of Inspector General. Each inspector general office will be assigned to a state agency to investigate fraud, waste, and abuse. Each agency shall pay all costs for the housing and investigation services provided by the inspector general and staff, and will need to determine the best process for funding the inspector general office. Savings generated by the inspector general office findings will first be applied to the costs of supporting the inspector general office and then available to the state agency for other program costs. If passed, this act will take effect on January 1, 2016.

The DWD Office of Inspector General would have three positions. The estimated one time set-up costs for each position in the Office of Inspector General at the Department of Workforce Development (DWD) would be \$3,000. This would cover the purchase of a computer, monitor(s), phone, chair, file cabinet, desk and supplies.

The three positions, with class, salary and fringe are:

1. FIXED TERM 20.923(4) ESG5 appointment Inspector General
Salary - \$114,400; Fringe - \$52,100;
2. Auditor Advanced
Salary - \$89,400; Fringe - 40,700;
3. Office Operations Associate
Salary -\$41,600; Fringe - \$18,900.

The estimated annual allocated costs for each position is \$17,700. This amount would cover rent, communications, printing, IT charges, supplies, and program services.

The total annual cost would be \$410,200 to support the 3-person Office of Inspector General at the Department of Workforce Development.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2015 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description
 Creating a legislative office of inspector general and making appropriations

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):

It is estimated the total one-time start up costs for an inspector general office would be \$9,000 for a 3 person office. Start up costs would include the purchase of a desk, chair, computer, monitor(s), file cabinet, phone and office supplies costing an estimated \$3,000 per person.

II. Annualized Costs:	Annualized Fiscal Impact on funds from:	
	Increased Costs	Decreased Costs

A. State Costs by Category

State Operations - Salaries and Fringes	\$357,100	\$
(FTE Position Changes)	(3.0 FTE)	
State Operations - Other Costs	53,100	
Local Assistance	0	
Aids to Individuals or Organizations	0	
TOTAL State Costs by Category	\$410,200	\$

B. State Costs by Source of Funds

GPR		
FED		
PRO/PRS	410,200	
SEG/SEG-S		

III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, ets.)

	Increased Rev	Decreased Rev
GPR Taxes	\$	\$
GPR Earned		
FED		
PRO/PRS		
SEG/SEG-S		
TOTAL State Revenues	\$	\$

NET ANNUALIZED FISCAL IMPACT		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$410,200	\$
NET CHANGE IN REVENUE	\$	\$

Agency/Prepared By	Authorized Signature	Date
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