

Fiscal Estimate Narratives

OCI 12/13/2017

LRB Number	17-4586/1	Introduction Number	SB-511	Estimate Type	Original
Description audits performed by the Legislative Audit Bureau					

Assumptions Used in Arriving at Fiscal Estimate

Senate Bill 511 eliminates the requirement of the Legislative Audit Bureau (LAB) to perform a financial audit of the local government property insurance fund (LGPIF) every three years. In addition, the legislation requires LAB to complete a final audit of the LGPIF after the cessation of all operations of the fund and the distribution of any moneys remaining in the fund. Senate Bill 511 allows the LAB to charge the Office of the Commissioner of Insurance (OCI) for the cost of the audit.

According to OCI records, the LAB charged the LGIF \$83,000 for the cost of the last fund audit. OCI acknowledges the necessity of the final audit of the LGPIF and will be able to absorb the cost of the audit within the agency's budget.

Long-Range Fiscal Implications

None