

### Fiscal Estimate - 2019 Session

Original     
  Updated     
  Corrected     
  Supplemental

LRB Number <b>19-5378/1</b>	Introduction Number <b>AB-0835</b>
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**Description**  
 creating a legislative office of inspector general and making an appropriation

**Fiscal Effect**

**State:**

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase Existing Revenues	<input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
<input type="checkbox"/> Indeterminate	<input type="checkbox"/> Decrease Existing Revenues	
<input type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriations		
<input type="checkbox"/> Create New Appropriations		

**Local:**

<input type="checkbox"/> No Local Government Costs		
<input type="checkbox"/> Indeterminate		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	<b>5. Types of Local Government Units Affected</b> <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> 0 <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

<b>Fund Sources Affected</b>	<b>Affected Ch. 20 Appropriations</b>
<input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	20.566(1)(a) and 20.566(3)(a)

<b>Agency/Prepared By</b> DOR/ Craig Steinfeldt (608) 266-5705	<b>Authorized Signature</b> Robert Schmidt (608) 266-5773	<b>Date</b> 2/13/2020
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## Fiscal Estimate Narratives

DOR 2/13/2020

LRB Number	<b>19-5378/1</b>	Introduction Number	<b>AB-0835</b>	Estimate Type	<b>Original</b>
<b>Description</b> creating a legislative office of inspector general and making an appropriation					

### Assumptions Used in Arriving at Fiscal Estimate

The bill creates a legislative service agency known as the Legislative Office of Inspector General (IG). The agency consists of 14 IGs and their staff who are assigned to and housed at the headquarters of certain state agencies, including the Department of Revenue. Under the bill, the department must provide office space and pay for services provided by the IG.

Each IG must investigate fraud, review agency performance, examine the records and performance as directed by specific members of the legislature, and the IG has discretion to investigate claims an agency action or order has adversely affected a substantial interest of a person. The IG must have access to any books, documents, and records, relating to its expenditures, revenues, operations, and structure, including documents that are confidential by law.

The department estimates annual IG costs at \$145,700. The estimate includes office rent, phone, computer, and salary and fringe benefit costs for 1.0 FTE. The estimate assumes the 1.0 FTE will be a manager position. If the IG assigns more staff to the department, then the costs would increase by \$80,000 per lower level FTE. The department cannot absorb the additional costs.

### Long-Range Fiscal Implications

## Fiscal Estimate Worksheet - 2019 Session

Detailed Estimate of Annual Fiscal Effect

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<b>LRB Number</b> 19-5378/1		<b>Introduction Number</b> AB-0835	
<b>Description</b> creating a legislative office of inspector general and making an appropriation			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>			
<b>II. Annualized Costs:</b>		<b>Annualized Fiscal Impact on funds from:</b>	
		Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>			
	State Operations - Salaries and Fringes	\$131,400	\$
	(FTE Position Changes)		
	State Operations - Other Costs	14,300	
	Local Assistance		
	Aids to Individuals or Organizations		
	<b>TOTAL State Costs by Category</b>	<b>\$145,700</b>	<b>\$</b>
<b>B. State Costs by Source of Funds</b>			
	GPR	145,700	
	FED		
	PRO/PRS		
	SEG/SEG-S		
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</b>			
		Increased Rev	Decreased Rev
	GPR Taxes	\$	\$
	GPR Earned		
	FED		
	PRO/PRS		
	SEG/SEG-S		
	<b>TOTAL State Revenues</b>	<b>\$</b>	<b>\$</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>			
		<u>State</u>	<u>Local</u>
	NET CHANGE IN COSTS	\$145,700	\$
	NET CHANGE IN REVENUE	\$	\$
<b>Agency/Prepared By</b>			
DOR/ Craig Steinfeldt (608) 266-5705		<b>Authorized Signature</b>	<b>Date</b>
		Robert Schmidt (608) 266-5773	2/13/2020