

Fiscal Estimate Narratives
LAB 02/19/2002

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| LRB Number 01-4932/1 | Introduction Number AB-831 | Estimate Type Original |
| Subject Prohibit organization or affiliate that engages in abortion-related activities from receiving public funds, restrict affiliation between organizations | | |

Assumptions Used in Arriving at Fiscal Estimate

The bill requires the Legislative Audit Bureau to conduct an audit of each organization receiving public funds to determine whether that organization or the state agency or local government unit has strictly complied with the requirements and prohibitions from engaging in abortion-related activities. Organizations must be audited at least once every three years. If the organization is an affiliate, as defined in the bill, the audit must be conducted annually.

The Department of Health and Family Services has informed us that it directly contracts with 110 organizations, including all counties except Milwaukee County, 20 other units of local government, 3 tribes, and at least 10 other organizations such as hospitals and non-profit entities that may require audits. This count does not include subgrants of money that these organizations make, which would also fall under the audit requirements.

The Audit Bureau believes it may be able to absorb within current resources the costs to develop a better defined population of auditees, prepare a detailed audit program, and conduct a few initial audits to test the program. However, the ongoing costs for this initiative would require funding for 1.0 auditor position to audit these entities and related travel costs.

Long-Range Fiscal Implications

Increase the base to appropriation s. 20.765 (3)(c) by the costs to support one additional GPR-funded position, estimated at \$79,700.

Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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| Subject | | | |
| Prohibit organization or affiliate that engages in abortion-related activities from receiving public funds, restrict affiliation between organizations | | | |
| I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): | | | |
| The Legislative Audit Bureau would incur one-time costs to perform a basic background review to develop a detailed audit program, define the population subject to audit, and carry out a limited number of audits to test the program. These costs could be absorbed in the Bureau's current budget, though affecting the Bureau's ability to perform other audits required by the Legislature. | | | |
| II. Annualized Costs: | | Annualized Fiscal Impact on funds from: | |
| | | Increased Costs | Decreased Costs |
| A. State Costs by Category | | | |
| State Operations - Salaries and Fringes | | \$67,000 | |
| (FTE Position Changes) | | (1.0 FTE) | |
| State Operations - Other Costs | | 12,700 | |
| Local Assistance | | | |
| Aids to Individuals or Organizations | | | |
| TOTAL State Costs by Category | | \$79,700 | \$ |
| B. State Costs by Source of Funds | | | |
| GPR | | 79,700 | |
| FED | | | |
| PRO/PRS | | | |
| 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 | | | |
| | | State | Local |
| NET CHANGE IN COSTS | | \$79,700 | \$ |
| NET CHANGE IN REVENUE | | \$ | \$ |
| Agency/Prepared By | | Authorized Signature | Date |

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