## DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-0610/5dn JTK:cjs:rs

August 22, 2003

## Kevin Kennedy:

This draft removes the appropriation to satisfy federal audit exceptions pursuant to an objection by the Legislative Fiscal Bureau. Because audits of grant recipients are specifically required to be conducted by the U.S. comptroller general under P.L. 107-252, section 902 (3), it is not unlikely that there will be exceptions. Any exceptions will need to be satisfied in order to comply with federal law. Under this draft, there is no longer an appropriation that may be used to satisfy an objection. Also, if the objection results from improper use of a grant by a county or municipality, although the county or municipality is required to repay the state under s. 5.05 (11), stats., as affected by this draft, the repayment would be deposited as GPR-earned and is not available to repay the federal government.

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