

Fiscal Estimate Narratives

DOR 11/2/2015

LRB Number 15-3468/1	Introduction Number SB-367	Estimate Type Original
Description Decreasing auditor positions in the Department of Revenue		

Assumptions Used in Arriving at Fiscal Estimate

This bill decreases the number of auditor positions in the Department of Revenue by 70 positions.

DOR estimates that the personnel cost savings associated with eliminating these positions will be approximately \$2.1 million in fiscal year 2016 and \$5.9 million in fiscal year 2017 and ongoing. DOR also expects the reduction in audit staff to reduce revenue collection by approximately \$23.8 million in fiscal year 2016 and \$62.7 million in fiscal year 2017 and ongoing.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2015 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 15-3468/1	Introduction Number SB-367	
Description Decreasing auditor positions in the Department of Revenue		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):		
II. Annualized Costs:		Annualized Fiscal Impact on funds from:
		Increased Costs Decreased Costs
A. State Costs by Category		
State Operations - Salaries and Fringes	\$	\$-5,900,000
(FTE Position Changes)		(-70.0 FTE)
State Operations - Other Costs		
Local Assistance		
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$	\$-5,900,000
B. State Costs by Source of Funds		
GPR		-5,900,000
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	\$	\$-62,700,000
GPR Earned		
FED		
PRO/PRS		
SEG/SEG-S		
TOTAL State Revenues	\$	\$-62,700,000
NET ANNUALIZED FISCAL IMPACT		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$-5,900,000	\$
NET CHANGE IN REVENUE	\$-62,700,000	\$
Agency/Prepared By	Authorized Signature	Date
DOR/ Bradley Caruth (608) 261-8984	Michael Wagner (608) 266-6785	11/2/2015