

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1140-01
Bill No.: SCR 7
Subject: State Auditor's Office; Purchasing
Type: Original
Date: February 14, 2011

Bill Summary: The General Assembly will employ an independent certified public accountant to audit the accounts, functions, programs, and management of the State Auditor's Office.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on FTE	0	0	0

Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Administration, Missouri House of Representatives** and **Office of State Auditor** assume the proposal would have no fiscal impact on their agency.

Officials from the **Missouri Senate (SEN)** state this concurrent resolution authorizes the General Assembly to employ an independent certified public accountant to conduct an audit of the State Auditor's Office. This fulfills a statutory requirement pursuant to RSMo 21.760, with costs to be paid out of the joint contingent appropriation.

The cost of such an audit is expected to be well less than \$100,000 based on the cost of the last audit (performed in 2008 at a cost of \$26,000). The anticipated cost is estimated to be between \$26,000 and \$35,000 from the joint contingent appropriation, which can probably be absorbed assuming the current appropriation level is maintained in fiscal year 2012.

Oversight assumes the cost of the audit of the State Auditor's Office can be absorbed within current funding levels of the Joint Contingent appropriation.

<u>FISCAL IMPACT - State Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

The proposal may impact a small business CPA firm if it wins the bid to conduct the audit of the State Auditor's Office.

FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of Administration
Missouri House of Representatives
Office of State Auditor
Missouri Senate



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Director
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