

SESSION OF 2013

SUPPLEMENTAL NOTE ON SENATE BILL NO. 1

As Amended by House Committee on
Appropriations

Brief*

SB 1, as amended, would reduce the frequency of financial management practice audits of the State Treasurer's Office and the Pooled Money Investment Board (PMIB) from every year to every two years. In addition, the bill would require a transition audit within two weeks of a new State Treasurer taking office.

Background

The bill was introduced by the Legislative Post Audit Committee. The Legislative Post Auditor appeared in support of the bill at the Senate Committee hearing.

The Senate Committee amendment to the bill was technical in nature.

The House Committee amended the bill to change the frequency of audits from three years to two years.

The fiscal note submitted by the Division of the Budget on the original bill indicates reducing the frequency of the audits from annual basis to a triennial basis would save the Office of the State Treasurer and the PMIB approximately \$46,000 over three years. In addition, the fiscal note indicates the required transition audit would have a cost to the State Treasurer's Office, but the cost cannot be estimated.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>