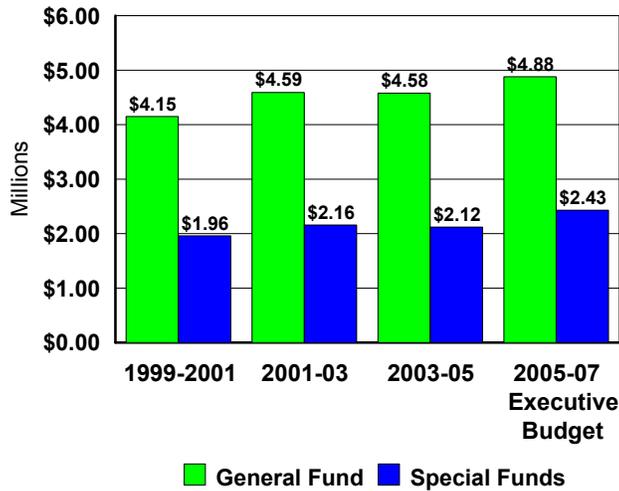


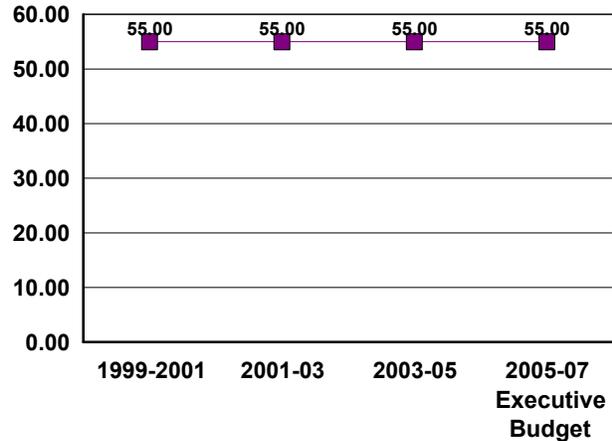
**Department 117 - State Auditor
 House Bill No. 1004**

	FTE Positions	General Fund	Other Funds	Total
2005-07 Executive Budget	55.00	\$4,875,991	\$2,426,990	\$7,302,981
2003-05 Legislative Appropriations	55.00	4,581,232	2,117,976	6,699,208
Increase (Decrease)	0.00	\$294,759	\$309,014	\$603,773

Agency Funding



FTE Positions



First House Action

Attached is a summary of the first house changes.

**Executive Budget Highlights
 (With First House Changes Noted)**

	General Fund	Other Funds	Total
1. Adds funding for maintaining 2003-05 biennium salary levels. The House added \$135,500 to salaries and wages to fully fund the agency's pay plan.	\$10,920	\$132,023	\$142,943
2. Adds funding for a new copier for the division of local government audits		\$10,000	\$10,000
3. Increases funding for operating expenses, primarily due to the lease of a new copier for the division of state audits (\$17,000), an anticipated increase in travel (\$13,485), an increase in office rent (\$18,189), and ConnectND costs (\$13,432). The House added \$100,000 to operating expenses for hiring consultants to test information technology system security in the Information Technology Department (HB 1074).	\$13,650	\$44,874	\$58,524

Major Related Legislation

House Bill No. 1035 provides for a state government performance and accountability system and provides that the State Auditor shall review selected agency or department performance results for validity and reliability.

House Bill No. 1074 provides for the State Auditor to conduct audits of the computer systems of state agencies or political subdivisions that are subject to audit by the State Auditor.

House Bill No. 1300 provides exemptions from audit requirements for certain political subdivisions.

Senate Bill No. 2069 provides that except for active investigatory work product of the Attorney General, the State Auditor's access to all state offices includes inspection of any books, papers, accounts, or records that the auditor may deem relevant to an ongoing audit of any other state agency or computer system audit.

Senate Bill No. 2072 repeals North Dakota Century Code Section 54-10-17, relating to the maintenance of a county accounting manual by the State Auditor.

Senate Bill No. 2085 provides that the State Auditor shall, upon request of the Legislative Audit and Fiscal Review Committee, cause a performance audit of Job Service North Dakota to be conducted within 12 months after receipt of the request.

ATTACH:1