EXHIBIT 4
DATE 1/15/13
HB 2

4

Legisaltive Audit Appropriations - Fixed Costs

Agency Name	FY2012 Actual Agency Expenditures	PROPOSED FY12 BASE * 2 for Biennial Audit Approp	2014-15 Biennial Appropriation As SUBMITTED	Difference Between PROPOSED and SUBMITTED	Insufficient Appropriation **	Excessive Appropriation *	LAD Revenue Shortfall Under PROPOSED Methodology
Judicial Branch	$ 15,277	$ 30,554	$ 45,412	$ (14,859)	$ (14,859)		$ 30,554
Governor & Lt Gov*	$ 29,669	$ 59,337	$ 55,892	$ 3,445		$ 3,445	$ 3,445
Secretary of State	$ 14,079	$ 28,158	$ 34,933	$ (6,775)	$ (6,775)		$ 28,158
Commissioner of Political Practices	$ 4,277	$ 8,554	$ 7,685	$ 869		$ 869	$ 869
State Auditor	$ 27,085	$ 54,169	$ 43,316	$ 10,853		$ 10,853	$ 10,853
Office of Public Instruction	$ 53,725	$ 107,451	$ 83,838	$ 23,613		$ 23,613	$ 23,613
Justice	$ 61,039	$ 122,079	$ 73,358	$ 48,720		$ 48,720	$ 48,720
Public Service Regulation	$ 9,630	$ 19,259	$ 20,960	$ (1,700)	$ (1,700)		$ 19,259
University System:							
CommHighEd/BdRegents*	$ 30,627	$ 61,254	$ 57,639	$ 3,615		$ 3,615	$ 3,615
U of M - Missoula	$ 61,073	$ 122,146	$ 265,487	$ (143,341)	$ (143,341)		$ 122,146
MSU - Bozeman	$ 96,549	$ 193,097	$ 265,487	$ (72,390)	$ (72,390)		$ 193,097
School for the Deaf & Blind	$ 31,272	$ 62,544	$ 20,261	$ 42,284		$ 42,284	$ 42,284
Board of Public Ed (with MSDB)			$ 16,418	$ (16,418)	$ (16,418)		$ 16,418
Arts Council	$ 18,353	$ 36,707	$ 20,960	$ 15,747		$ 15,747	$ 15,747
State Library	$ 14,554	$ 29,108	$ 20,960	$ 8,148		$ 8,148	$ 8,148
Historical Society	$ 25,392	$ 50,785	$ 38,426	$ 12,359		$ 12,359	$ 12,359
Fish, Wildlife & Parks	$ 23,614	$ 47,229	$ 97,811	$ (50,582)	$ (50,582)		$ 47,229
Environmental Quality	$ 86,716	$ 173,433	$ 122,264	$ 51,169		$ 51,169	$ 51,169
Transportation	$ 52,010	$ 104,019	$ 171,169	$ (67,150)	$ (67,150)		$ 104,019
Livestock	$ 28,240	$ 56,481	$ 34,933	$ 21,548		$ 21,548	$ 21,548
Natural Resource & Conservation	$ 106,404	$ 212,808	$ 122,264	$ 90,545		$ 90,545	$ 90,545
Revenue	$ 139,996	$ 279,992	$ 174,663	$ 105,330		$ 105,330	$ 105,330
Administration*	$ 269,981	$ 539,962	$ 433,163	$ 106,799		$ 106,799	$ 106,799
State Fund	$ 58,483	$ 116,967	$ 76,852	$ 40,115		$ 40,115	$ 40,115
PERD	$ 44,253	$ 88,506	$ 69,865	$ 18,641		$ 18,641	$ 18,641
TRD	$ 20,276	$ 40,552	$ 36,330	$ 4,222		$ 4,222	$ 4,222
Public Defender Office	$ 31,051	$ 62,101	$ 54,145	$ 7,956		$ 7,956	$ 7,956
Agriculture	$ 23,562	$ 47,123	$ 43,316	$ 3,807		$ 3,807	$ 3,807
Corrections	$ 71,649	$ 143,297	$ 108,291	$ 35,006		$ 35,006	$ 35,006
Commerce*	$ 125,284	$ 250,568	$ 225,315	$ 25,253		$ 25,253	$ 25,253
Labor & Industry	$ 34,839	$ 69,678	$ 153,703	$ (84,025)	$ (84,025)		$ 69,678
Military Affairs	$ 47,500	$ 94,999	$ 69,865	$ 25,134		$ 25,134	$ 25,134
Health and Human Services	$ 65,152	$ 130,303	$ 363,298	$ (232,995)	$ (232,995)		$ 130,303
	$ 1,721,611	**$ 3,443,221**	$ 3,428,278		$ (690,235)	$ 705,179	**$ 1,466,040**
	(a)	(b) =a*2	(c)	(d) =b-c	(e)	(f)	(b**) or (f*)
							Revenue Shortfall

** **NOTE**: Insufficient Appropriation leads to a scope limitation so the audit will not be conducted; $0 audit appropriation collected. GAGAS 3.25: *[A3.07(a)- exerted pressure to reduce the extent of work in order to reduce costs or fees, and (e) - restriction on funds provided to the audit org that adversely affect the audit org's ability to carry out its responsibilities]* results in impaired independence, and auditors should decline to perform or terminate an audit in progress.

* **NOTE:** Excessive funding can't be collected so leads to an LAD revenue shortfall. MCA 5-13-402(3), *"...The legislative auditor may not bill an agency for audit services in excess of amounts appropriated for audit services."*

($733,020) per FY
or ~13 FTE

Agencies with federal $$. LAD can not complete audit requirements within the proposed cost, so may disclaim on an opinion. Federal Govt could not consider LAD work "in lieu of" other audit work, so Fed govt does the work; or possibly no federal $$.

* includes additional audits at this agency