

FISCAL ESTIMATE FORM

1999 Session

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB # 99-2183/1

INTRODUCTION # AB 617

Admin. Rule #

Subject

Limit Social Security Number Requirement on Occupational and Other License Applications

Fiscal Effect

State: No State Fiscal Effect
 Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation

- Increase Existing Appropriation Increase Existing Revenues
 Decrease Existing Appropriation Decrease Existing Revenues
 Create New Appropriation

See Text

- Increase Costs - May be Possible to Absorb Within Agency's Budget Yes No
 Decrease Costs

Local: No Local Government Costs

1. Increase Costs
 Permissive Mandatory
 2. Decrease Costs
 Permissive Mandatory

3. Increase Revenues
 Permissive Mandatory
 4. Decrease Revenues
 Permissive Mandatory

5. Types of Local Governmental Units Affected:
 Towns Villages Cities
 Counties Others _____
 School Districts WTCS Districts

Fund Sources Affected

- GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

Assumptions Used in Arriving at Fiscal Estimate:

The bill deletes the requirement that applicants for occupational licenses, and other licenses issued by state agencies, provide their social security numbers. The Department of Revenue currently matches social security numbers from occupational license applications with social security numbers of taxpayers delinquent in the payment of their taxes. License applicants who have tax delinquencies are denied the occupational licenses.

Computer matches using social security numbers would no longer be possible if persons were not required to provide their social security numbers when applying for occupational licenses. The only other identifier that could be used in computer matches would be names, but this would require substantial manual intervention in the matching process since names are neither unique identifiers (some license applicants have the same names) nor identical identifiers across systems (persons may use, for example, their full name on a tax return, but the initials for the first and middle names on a license application).

Computer matches using social security numbers permit the Department to collect approximately \$1 million annually in delinquent taxes. This amount would likely be lost if computer matches using social security numbers were no longer possible and funding was not provided for matches using names.

The manual review needed should matches be made using names rather than social security numbers would require an additional 8.0 FTE at \$74,300 in FY00 and \$302,700 in FY01. One-time development costs would be \$75,200 in FY00.

Long-Range Fiscal Implications:

| Agency/Prepared by: (Name & Phone No.) | Authorized Signature/Telephone No. | Date |
|---|---|---------|
| Wisconsin Department of Revenue Dennis Collier, (608) 266-5773 | Yeang-Eng Braun <i>Yeang-Eng Braun</i> (608) 266-2700 | 2/10/00 |

FISCAL ESTIMATE WORKSHEET

Detailed Estimate of Annual Fiscal Effect

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Limit Social Security Number Requirement on Occupational and Other License Applications

I. One-Time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):

See Text

| II. Annualized Costs: | Annualized Fiscal impact on State funds from: | |
|--|---|-----------------------|
| | Increased Costs | Decreased Costs |
| A. State Costs by Category | | |
| State Operations - Salaries and Fringe | \$ See Text | \$ - |
| (FTE Position Changes) | (FTE) | (- FTE) |
| State Operations-Other Costs | See Text | - |
| Local Assistance | | - |
| Aids to Individuals or Organizations | | - |
| TOTAL State Costs by Category | \$ See Text | \$ - |
| B. State Costs by Source of Funds | | |
| GPR | \$ See Text | \$ - |
| 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, etc.) | Increased Rev. | Decreased Rev. |
| GPR Taxes | \$ | \$ - 1 million |
| GPR Earned | | - |
| FED | | - |
| PRO/PRS | | - |
| SEG/SEG-S | | - |
| TOTAL State Revenues | \$ | \$ - 1 million |

NET ANNUALIZED FISCAL IMPACT

STATE

LOCAL

| | | |
|------------------------|---------------|----|
| NET CHANGE IN COSTS | \$ See Text | \$ |
| NET CHANGE IN REVENUES | \$ -1,000,000 | \$ |

| | | |
|---|---|-------------|
| Agency/Prepared by: (Name & Phone No.) | Authorized Signature/Telephone No. | Date |
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