and the second s	X_ ORIG	INAL	UPDATED		LRB or	1999 Sessio Bill No/Admin	i 1	
	CORF	ECTED	SUPPLEMENT	AL	SB	230 (99 9 ±32	0/3)	
FISCAL ESTIMATE DOA-2048 N(R 10/98)					Amend	ment No if App	licable	
Subject			y 11			**************************************		
FEE REVENUE FUNDIN	G FOR EME	RGENCY	MANAGEM	NT PRO	GRAM	3		
Fiscal Effect State - No Fiscal Effect Increase Existing Appro		x_ Increa	se Existing Re	venue		e Costs – May b xisting agency b	oudget	
Decrease Existing Appro	opriation	Decrea	se Existing Re	venue	Dec	crease Costs		
_x Create New Appropriation	on							
Local - No Local Gover	nment Costs							
Increase CostsPermissive	Mandatory	Inc	crease Revenu _ Permissive	es Mand	atory	Types of Gov Towns Villages	rt Affected:	
Decrease CostPermissive	Mandatory		ecrease Reven Permissive	ues Mano	atory	Counties School Di Cities WTCS Dis Other		1
Fund Sources Affected			050.0	Ning, var		d Ch. 20 Appro		a . + 5 16 . 1
GPR FED)			_ SEG-S	<u> </u>	20.465	(3)(h),(hc),(he),	(119),(111),(111	
Assumptions Used in Arriving at The bill provides for the as property, and commercial The bill provides that fees provided and verified by the deposited into a newly created Management program, and	essessment of or business will be remit ne Office of t eated approp nd transferred	f an annual property insted to the Commis riation under that a from that a	surance poli Department Sioner of Inser the Depar Appropriatio	cies issue of Revenu surance. tment of l n to vario	ed or de le base The fee Military us othe	livered in this d on informa es are to be Affairs Emer rs created by	s state. tion gency the bill.	
The number of such polici Insurance. Therefore, the properties that might be s actually be subject to the agency, but we believe th	department ubject to the fees. The as	attempted se fees, and ssumptions	to identify th d then estim	e numbe ated the	r of pot number	ential venicle of policies th	s or nat might	
POLICY TYPE	FEE .	44 PAR	AL PAYER			EST REV		
Motor Vehicle	1.00		3,100		1% 1%		166,200 388,000	1
Residential Propety Commercial Property	4.00 6.00		9,993 ,755		%		144,300	
MAXIMUM REV	V. 1.				Na William	12,0		
See the attached narrativ	e for further	discussion.					; ; ;	
Long Range Fiscal Implication	s:]
Agency/Prepared by: (Name at Steven L. Bendrick		.	Even L	Srized Sign	ature / T	elephone No	Date 9/30/99	
Department of Military Affa	2115 242-3 13)				



WISCONSIN DEPARTMENT OF MILITARY AFFAIRS FISCAL ESTIMATE SENATE BILL 230

METHOD & ASSUMPTIONS

The bill establishes a state emergency management fund, to be used for various purposes described in the bill, by levying an annual fee on each motor vehicle, residential, and commercial property insurance policy issued or delivered in this state. The agency was unable to locate any reliable source of data that indicates how many policies are issued annually that would be subject to the fee. As a result, the estimate was based on the number of vehicles or properties that could potentially be covered by an insurance policy that would be subject to the fee.

Motor Vehicles

According to the Department of Transportation's Bureau of Vehicle Services, there were 4,523,100 registered vehicles in Wisconsin as of July 1, 1999, in various categories ranging from automobiles to camping trailers. The department also indicated that accident reports consistently indicate that one in every ten drivers involved in an accident is uninsured, although this could overstate the actual average because the worst drivers would incur the highest cost per policy and therefore may elect not to purchase coverage. The major question is whether or not multiple vehicles are covered under a single policy. Presumably, most commercially owned vehicles would be covered on a blanket policy. Company practices regarding privately owned vehicles differ. The largest issuer of vehicle insurance policies in the state, American Family Insurance, issues a separate policy for each vehicle, but not all insurers do. With these factors in mind, the department assumed that the number of policies issued would be approximately 70% of the vehicles registered in the state.

Residential Properties

According to the Department of Administration's Demographic Services estimate for 1999, there are 2,329,993 housing units in Wisconsin, 1,377,469 of which are owner occupied on a full time basis. There are an additional 687,698 non-owner occupied units, and the balance are either vacant or for seasonal, recreational or occasional use. Again, no data is available on the number of policies actually issued. However, most mortgage lenders require insurance coverage on properties in which they have an interest, and most mortgages are issued for a property with a distinct legal description. In addition, homeowners insurance is relatively inexpensive in relation to the value of the property covered. For non-owner occupied units, it is conceivable that both the owner and the occupant could carry property insurance that would be subject to the fee. As a result of these factors, the department assumed that the number of policies issued would be approximately 90% of the housing units in the state.

Commercial and Business Properties:

The 1996 Survey of County Business Patterns indicate that there were 135,153 commercial "establishments" in Wisconsin at that time, in various categories ranging from retail trade to mining and mineral extraction. In addition, the 1997 Census of Agriculture estimated that there are 65,602 farms, which would presumably be considered a commercial property under the bill. Again, no data is available on the number of commercial policies actually issued. By definition, the owners of commercial and business properties have an economic interest in the continued viability of these establishments, so it is presumed that most are insured in some manner. However, it is unknown how many establishments may be owned by the same entity and covered under a blanket policy of some kind. As a result of these factors, the department assumed that the number of policies issued would be approximately 95% of the number of commercial establishments in the state.

FISCAL ESTIMATE: LRB 1320/3

WISCONSIN DEPARTMENT OF MILITARY AFFAIRS DETAIL OF FISCAL ESTIMATE FOR LRB DRAFT 1320/3 IDENTIFICATION OF POTENTIAL FEE PAYERS AND ESTIMATE OF AVAILABLE REVENUE

CATEGORY	SUBTOTAL	CATEGORYFEE PER		EST %	ESTIMATED BEVENIES	SOURCE OF DATA
		100				
POTENTIAL SOURCES OF REVENUES:						
Motor Venicle Registrations:	0.000.0					DOT Rureau of Vehicle Svcs. July 1999
Automobiles	2,390,072			1		DOT Dureau of Vehicle Over, only 1000
Trucks	1,726,910					DOI Bureau of venicle Svcs, July 1999
Motorcycles	171,833					DOT Bureau of Vehicle Svcs, July 1999
Monade	20,300					DOT Bureau of Vehicle Svcs, July 1999
Motorbomes	24,056					DOT Bureau of Vehicle Svcs, July 1999
Mobilopomos	38.260					DOT Bureau of Vehicle Svcs, July 1999
Cohool Busos	11,239					DOT Bureau of Vehicle Svcs, July 1999
School Duses	8.395					DOT Bureau of Vehicle Svcs, July 1999
ITUCK ITACION	124 412					DOT Bureau of Vehicle Svcs, July 1999
Serni-Trailers	1,623	4.523.100	1.00	70.00%	3,166,200	
Camping Trailers						
Residential Properties:	00, 110					DOA Demographic Services estimate for 1999
Owner-Occupied Properties	1,3//,469					DOA Dellingtaphile del vices estimate no compa
Non-owner Occupied	687,698					distributed to category in proportion to actual
Seasonal Recreational or Occasional Use	170,695					results reported for the 1990 Census,
Vacant Pronerties	94,131	2,329,993	4.00	%00.06	8,388,000	8,388,000 US Dept. of Commerce, Census Bureau
				100 may 2 m 200 m		
Commercial & Business Properties:				,		
Forms	65,602					1997 Census of Agriculture, USDA
Agricultural Services Forestry and Fishing	2,126					1996 County Business Patterns, Census Bureau
Mining/Mineral Extraction	175		Street, and the street, and th			1996 County Business Patterns, Census Bureau
Construction	15,164	2				1996 County Business Patterns, Census Bureau
Manufacturing	10,733	and the design of the	The second secon			1996 County Business Patterns, Census Bureau
Transportation & Public Utilities	7,165					1996 County Business Patterns, Census Bureau
Wholesale Trade	688'6					1996 County Business Patterns, Census Bureau
Retail Trade	32,372					1996 County Business Patterns, Census Bureau
Finance Insurance and Real Estate	12,205					1996 County Business Patterns, Census Bureau
Service Industries	45,324	200,755	9.00	95.00%	1,144,300	,144,300 1996 County Business Patterns, Census Bureau
Estimated Bevenues					12,698,500	

Steven L. Bendrick Budget Fiscal Officer Wis. Dept of Military Affairs

PREPARED BY:

WISCONSIN DEPARTMENT OF MILITARY AFFAIRS DETAIL OF FISCAL ESTIMATE FOR LRB DRAFT 1320/3 IDENTIFICATION OF POTENTIAL FEE PAYERS AND ESTIMATE OF AVAILABLE REVENUE

APPROPRIATIONS MADE IN THE BILL	PTATITE	I make a		- WW. 75 (1999)		
		PERCENT OF			EST ANNUAL	
Emergency Management & disaster assistance	1,107.00	COLLECTION	SNO	S. Carlotte	APPROPRIATION	COMMENT
בייים ייישות של מיוים וויישור מיוים מיוים מיוים וויים	20.465(3)(n)					Accrise all regiding helpage for
Emergency management; non-tederally declared disasters	20.465(3)(hc)	35.00%			A 444 EO	A second lesional Dalai ICes IfOM Delow
Emergency management; county emergency management	20 465/3\/he\	L			UC(++++	+,444,300 As prescribed by bill
Emergency management: statewide warnings & communications	20,400(0)(116)				3,174,600	3,174,600/As prescribed by bill (*)
Emergency management state of the state of t	20.400(3)(ng)	10.00%			1,269,900	1,269,900 As prescribed by hill
Entergency management, state emergency programs	(20.465(3)(hi)	25.00%		-	3 174 BN	3 174 600 As prospribad b till
Emergency management; collection of fees	20.465(3)(hk)	5.00%			0,17,000	As prescribed by bill
Transfer to Department of Revenue		3 000	201 000	1	004,900	ost, such as prescribed by bill
Transfer to Office of Commissioner of Inc.		0,00%				60% of collections appropriation
Transport of Commission of Insurance		1.00%	127,000			20% of collections appropriation
ransfer to insurers		1.00%	127 000			Total of the second appropriation
			ı			 COLINECTIONS appropriation
Estimated Annual Appropriations Under the Bill					12 698 500	12 698 500 Difference due to Demail
					Popiopoli-:	מוומומום מחם וחם שמשומושם
Note:						
The hill are and the fell						
THE DIE FRANCISES THE FOLLOWING PAYMENTS TO COUNTIES FROM THE						
appropriation under 20.465(3)(he), assuming that the county				1		
meets the requirements for having a position solely dedicated				1		
to County emergency menogenest functions and the control of the co						
e courty entrengency management innicitors, and maintaining						
current tiscal level of effort in behalf of emergency management		٠				
programs:	# COUNTIES	PAYMENT	COST	1		
Counties with populations less than 30,000	31	000 00	820 000	1		
Counties with population of 30,000 or more	į	2000	7,000	1		
Total Mandated Dayments to Counties		000,00	33,000 1,433,000			
Total manuaged Fayments to commes			2,055,000			

9/30/99 3:43 PM

SCAL ESTIMATE WORKSHEET		1999 Session				
etailed Estimate of Annual Fiscal Effect OA-2047 (R 10/94)	UPDATED SUPPLEM		RB or Bill No B 230			
pject						
FEE REVENUE FUNDING FOR EMER	GENCY MAN	IAGEMENT F	PROGRAMS			
One Time Costs or Revenue Impacts for S Counties would be required to continue their curre (the lower of the previous years expenditure or tha commitment of \$3,051,000 across all counties) Annualized Costs	ent levels of exper	nditures in suppo years) That cur	ort of emergency n	nanagement programs a continuing local		
A. State Costs by Category	<u> </u>	In	creased Costs	Decreased Costs		
State Operations – Salaries and Fringes						
(FTE Position Changes)						
State Operations- Other Costs		•	3,809,500			
Local Assistance		1 1 W	8,889,000	,		
Aids to Individual and Organizations						
TOTAL - State Costs by Cate	gory	1:	2,698,500	*		
B. State Costs by Source of Funds		In	creased Costs	Decreased Costs		
GPR						
FED		·				
PRO/PRS		1:	2,698,500			
SEG/SEG-S						
III. State Revenues	Iı	ncreased Revs	Decreased Revs			
GPR Taxes						
GPR Earned						
FED						
PRO/PRS			2,698,500			
SEG/SEG-S						
TOTAL State Revenues						
	UALIZED FI		CT			
	STAT			LOCAL		
NET CHANGE IN COSTS	12,698,		_	0		
NET CHANGE IN REVENUE Agency/Prepared By: Steven L. Bendrick, Military Affairs, 242-3155	12,698,		}	Date: 9/30/25		