

Fiscal Estimate - 2007 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 07-0663/1	Introduction Number AB-0102
------------------------------------	---

Description
 Prohibiting use of social security numbers on state civil service examinations, prohibiting requests by merchants for customers' social security numbers, posting certain personal information in government records on the Internet, prohibiting access to certain public records and employer records containing the social security numbers of individuals, prohibiting a register of deeds from recording certain instruments that contain more than a partial social security number, prohibiting the number of credit inquiries as a factor in credit reports, granting rule-making authority, and providing penalties

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase Existing Revenues	<input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
<input type="checkbox"/> Indeterminate	<input type="checkbox"/> Decrease Existing Revenues	
<input type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriations		
<input type="checkbox"/> Create New Appropriations		

Local:

<input checked="" type="checkbox"/> No Local Government Costs		5. Types of Local Government Units Affected
<input type="checkbox"/> Indeterminate		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input type="checkbox"/> SEGS SEGS 20.395(5)(cq)	

Agency/Prepared By	Authorized Signature	Date
DOT/ Kristina Boardman (608) 267-3287	Julie Johnson (608) 267-3703	3/2/2007

Fiscal Estimate Narratives

DOT 3/2/2007

LRB Number	07-0663/1	Introduction Number	AB-0102	Estimate Type	Original
Description Prohibiting use of social security numbers on state civil service examinations, prohibiting requests by merchants for customers' social security numbers, posting certain personal information in government records on the Internet, prohibiting access to certain public records and employer records containing the social security numbers of individuals, prohibiting a register of deeds from recording certain instruments that contain more than a partial social security number, prohibiting the number of credit inquiries as a factor in credit reports, granting rule-making authority, and providing penalties					

Assumptions Used in Arriving at Fiscal Estimate

This bill creates several provisions intended to protect individuals' Social Security Numbers (SSNs) and personal information.

1. The bill prohibits the State Civil Service system from using SSNs to identify applicants on any civil service examination.
2. The bill prohibits retailers from requesting that a customer disclose the customer's SSN, with the exception of retailers acting as agents for DNR hunting and fishing licenses since DNR is required by statute to obtain the SSN of hunting and fishing license applicants.
3. The bill creates prohibitions on state and local governments posting on the internet public records with certain information about individuals.
4. The bill establishes requirements for custodians of public and employer records to redact SSNs and personal information before releasing records, with certain exceptions.
5. The bill prohibits credit reporting agencies from using the number of creditor inquiries as a factor in credit scoring.

The second provision of the bill, relating to merchant's access to social security numbers, has a substantial fiscal impact on the Department of Transportation.

Similar to DNR, DOT is required to obtain the SSN of motor vehicle title applicants. Under S.342.16(1)(a), effective June 30, 2007, all licensed motor vehicle dealers are required to process titles for DOT, and thus will be required to obtain SSNs of customers. Similarly, under S.341.21, entities other than dealers may contract with DOT to process applications for titles. However, under this bill, motor vehicle dealers and other retailers who might contract with DOT to process title applications would be prohibited from obtaining social security numbers to process motor vehicle title applications.

2005 Act 25 (2005-07 Biennial Budget) required the Division of Motor Vehicles (DMV) to eliminate a total of 22.9 FTE over the biennium when it was mandated that motor vehicle dealers must process and electronically transmit vehicle title applications for each vehicle sale in Wisconsin.

If 2007 AB102 were enacted as drafted, DMV would need to re-assume the processing work currently outsourced to motor vehicle dealers. This expansion in work duties would require an additional 22.9 FTE for a cost of \$971,000 in annual salary and fringe costs, \$80,200 in annual support (supplies and services) costs, and \$183,200 in one-time support costs.

1. Salary and Fringe Costs:

Total Annual Salary Cost for 2.0 Transportation Customer Representative (TCR)-1 positions, 10.1 TCR-2 positions, 6.8 TCR-3 positions, and 4.0 TCR-4 positions is \$663,000. Total annual fringe costs for these positions is \$308,100.

2. Annual Support (Supplies and Services) Costs:

\$80,200.00

3. One-time Support (Supplies and Services) Costs:

\$183,200.00

In addition to the staffing impact, there are several other implications that are difficult to quantify. For instance, there are current vendor contracts in place that would need to be broken, with possible financial penalties to result. Additionally, there would be outstanding questions as to how a consumer would title a car if this bill were enacted. Prior to electronic transmittal, dealers still had responsibility to collect social security numbers to record lien holders for WisDOT title processing. There would be significant potential liabilities if a lien were not added to the title.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2007 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 07-0663/1	Introduction Number AB-0102	
Description Prohibiting use of social security numbers on state civil service examinations, prohibiting requests by merchants for customers' social security numbers, posting certain personal information in government records on the Internet, prohibiting access to certain public records and employer records containing the social security numbers of individuals, prohibiting a register of deeds from recording certain instruments that contain more than a partial social security number, prohibiting the number of credit inquiries as a factor in credit reports, granting rule-making authority, and providing penalties		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): If 2007 AB102 were enacted as drafted, DMV would need to re-assume the processing work currently outsourced to motor vehicle dealers. This expansion in work duties would require an additional 22.9 FTE, necessitating \$183,200 in one-time support costs.		
II. Annualized Costs:	Annualized Fiscal Impact on funds from:	
	Increased Costs Decreased Costs	
A. State Costs by Category		
State Operations - Salaries and Fringes	\$971,100	\$
(FTE Position Changes)	(22.9 FTE)	
State Operations - Other Costs	80,200	
Local Assistance		
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$1,051,300	\$
B. State Costs by Source of Funds		
GPR		
FED		
PRO/PRS		
SEG/SEG-S (20.395(5)(cq))	1,051,300	
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	\$	\$
GPR Earned		
FED		
PRO/PRS		
SEG/SEG-S		
TOTAL State Revenues	\$	\$
NET ANNUALIZED FISCAL IMPACT		
	State	Local
NET CHANGE IN COSTS	\$1,051,300	\$
NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By		
Authorized Signature		Date

DOT/ Kristina Boardman (608) 267-3287

Julie Johnson (608) 267-3703

3/2/2007