

Fiscal Estimate Narratives

DOR 1/27/2010

LRB Number	09-3948/1	Introduction Number	AB-0661	Estimate Type	Original
Description County and municipal expenditures for emergency services					

Assumptions Used in Arriving at Fiscal Estimate

CURRENT LAW

Beginning in 2010, the amount that each county and municipality spends each year for emergency services may not be less than the amount that the county or municipality spent in 2009 for emergency services, excluding one-time expenses. Each county and municipality must file a report with the Department of Revenue (DOR) concerning its 2009 and current year expenditures for emergency services so that DOR can administer this law. With DOR approval, a county or municipality may reduce its emergency services expenditures if the decrease is a result of operating efficiencies; any spending level so reduced becomes the new minimum expenditure level for future years' comparisons.

If a county or municipality does not maintain its emergency services expenditures at the required level, DOR will reduce the county or municipality's payment under the county and municipal aid program. The reduction will be set at an amount equal to the reduction in emergency spending multiplied by the percentage of the entity's general revenue that was funded from [pre-penalty] county and municipal aid payments. If the calculated penalty is less than \$500, the penalty will not be assessed.

PROPOSED LAW

The bill repeals the requirement that each county and municipality maintain its spending on emergency services at no less than the level of spending in 2009, repeals the requirement that a report on such spending be filed with DOR, and repeals the penalty for localities which do not maintain their level of spending.

FISCAL EFFECT

Current law requires each county and municipality to file a form with the DOR on their emergency services spending. By eliminating this requirement, local administrative costs will be reduced by a small amount, primarily related to the time needed to fill in the form and the cost of mailing it to DOR.

The DOR currently incurs costs to administer this program. Costs for this program have been absorbed with current budgetary resources. By eliminating the requirement, DOR administrative costs will be reduced, primarily related to data entry, programming, and checking for potential violations.

The bill is expected to have no significant impact on the level of emergency services spending given that the current law maintenance of effort standard against which such spending would be evaluated would remain at the level of spending in 2009.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2009 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description County and municipal expenditures for emergency services			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
	State Operations - Salaries and Fringes	\$	\$
	(FTE Position Changes)		
	State Operations - Other Costs		
	Local Assistance		
	Aids to Individuals or Organizations		
	TOTAL State Costs by Category	\$	\$
B. State Costs by Source of Funds			
	GPR		
	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	\$	\$
	GPR Earned		
	FED		
	PRO/PRS		
	SEG/SEG-S		
	TOTAL State Revenues	\$	\$
NET ANNUALIZED FISCAL IMPACT			
		State	Local
	NET CHANGE IN COSTS	\$see text	\$see text
	NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By		Authorized Signature	Date
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