

Fiscal Estimate Narratives

DNR 2/14/2014

LRB Number	13-4187/1	Introduction Number	SB-575	Estimate Type	Original
Description Payments to counties for designated county forest lands and distribution of amounts paid to municipalities by owners of closed managed forest lands					

Assumptions Used in Arriving at Fiscal Estimate

1. COUNTY FOREST ANNUAL AID PAYMENT

The bill increases the annual aid payments from \$0.30 per acre to \$0.55 per acre, which will result in an increase of approximately \$600,000 annually to municipalities (\$0.25 per acre x 2,371,414 acres = roughly \$600,000).

2. 2014 MANAGED FOREST LAW CLOSED ACREAGE DISTRIBUTION.

The bill authorizes a one-time closed acreage money distribution for 2014. Specifically, it would authorize the local municipalities to remit 75% of the closed acreage fee to the department of natural resources and remit 20% of the balance to the county by June 30. Therefore, the bill would have the following one-time fiscal effects:

Increase revenues to local municipalities by \$1.565 million.

Increase revenues to counties by \$400,000.

Decrease revenues to the department by \$1.965 million.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2013 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description Payments to counties for designated county forest lands and distribution of amounts paid to municipalities by owners of closed managed forest lands		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): There will be a one-time revenue decrease in the forestry account of \$1.965 million from the 2014 only MFL distribution change.		
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	600,000	
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$600,000	\$
B. State Costs by Source of Funds		
GPR		
FED		
PRO/PRS		
SEG/SEG-S	600,000	
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, ets.)		
	Increased Rev	Decreased Rev
GPR Taxes	\$	\$
GPR Earned		
FED		
PRO/PRS		
SEG/SEG-S		
TOTAL State Revenues	\$	\$
NET ANNUALIZED FISCAL IMPACT		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$600,000	\$
NET CHANGE IN REVENUE	\$	\$600,000
Agency/Prepared By	Authorized Signature	Date
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