

Fiscal Estimate - 2015 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 15-1292/1	Introduction Number AB-0303	
Description Prohibiting the Department of Workforce Development from requiring a job seeker to furnish his or her social security number to that department as a precondition to using the services of the job center network, including using the job center network Internet site		
Fiscal Effect State: <input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Increase Existing Revenues <input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <input type="checkbox"/> Decrease Costs		
Local: <input type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs 3. <input type="checkbox"/> Increase Revenue 5. Types of Local Government Units Affected <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities 2. <input type="checkbox"/> Decrease Costs 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts		
Fund Sources Affected Affected Ch. 20 Appropriations <input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.445 1(a)		
Agency/Prepared By DWD/ Matt Aslesen (608) 267-9058	Authorized Signature Georgia Maxwell (608) 266-2284	Date 10/26/2015

Fiscal Estimate Narratives

DWD 10/26/2015

LRB Number	15-1292/1	Introduction Number	AB-0303	Estimate Type	Original
Description Prohibiting the Department of Workforce Development from requiring a job seeker to furnish his or her social security number to that department as a precondition to using the services of the job center network, including using the job center network Internet site					

Assumptions Used in Arriving at Fiscal Estimate

The fiscal estimate assumes the Department will meet the requirements under AB-303/SB-219, meet federal performance measures required under the Workforce Innovation and Opportunities Act (WIOA), maintain compliance with the United State Department of Labor (USDOL) 2012 audit and approved Correction Plan requiring the department to track self-service activities in the Job Center of Wisconsin (JCW) system, and meet UI compliance requirements under s. 108.04. The Job Center of Wisconsin (JCW) is the public facing system of several state services systems. JCW is used by other programs within the Department. Analysis identified the numerous system applications that will be impacted and require additional costs to be incurred by the Department to ensure USDOL program compliance. This estimate assumes that compliance with the USDOL should be maintained by the Department.

Total Initial Costs \$3,755,000

Purchase and integration of Master Data Manager software with relevant DWD systems, \$2,614,000.

Staff costs for implementation, application development, and application testing, \$1,143,000.

Modifications to existing program processes to integrate with new databases and ensure compliance with USDOL, \$175,000.

The change of requirement in the JCW will also cause the Division of Unemployment Insurance to change the processes they use to request and process the collection of tax information to include claimant's date of birth and address. The initial and on-going costs are indeterminate at this time, however, they could be substantial.

The Department believes that there is no existing federal or state funding available for this project.

Long-Range Fiscal Implications

Total On-going Costs \$1,218,000

On-going Maintenance costs of new IT systems, \$348,000.

Additional on-going staff costs for additional processes needed for USDOL compliance, \$870,000.

Fiscal Estimate Worksheet - 2015 Session

Detailed Estimate of Annual Fiscal Effect

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Description Prohibiting the Department of Workforce Development from requiring a job seeker to furnish his or her social security number to that department as a precondition to using the services of the job center network, including using the job center network Internet site		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): Master Data Manger system costs, \$2,614,000. Staff implementation, application development, and application testing costs, \$1,143,000. Modification to existing processes to both integrate with new databases and ensure compliance with United States Department of Labor costs, \$175,000. Total one-time costs, \$3,755,000.		
II. Annualized Costs:	Annualized Fiscal Impact on funds from:	
	Increased Costs	Decreased Costs
A. State Costs by Category		
State Operations - Salaries and Fringes	\$1,218,000	\$
(FTE Position Changes)	(11.0 FTE)	
State Operations - Other Costs		
Local Assistance		
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$1,218,000	\$
B. State Costs by Source of Funds		
GPR	1,218,000	
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, 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	\$1,218,000	\$
NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By	Authorized Signature	Date
DWD/ Matt Aslesen (608) 267-9058	Georgia Maxwell (608) 266-2284	10/26/2015