

Fiscal Estimate - 2015 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 15-3293/1	Introduction Number SB-415
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Description
 Fraud in obtaining economic development benefits from the Wisconsin Economic Development Corporation and providing a criminal penalty

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate
 Increase Existing Appropriations
 Increase Existing Revenues
 Increase Costs - May be possible to absorb within agency's budget
 Decrease Existing Appropriations
 Decrease Existing Revenues

 Yes No
 Create New Appropriations
 Decrease Costs

Local:

No Local Government Costs
 Indeterminate

1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5. Types of Local Government Units Affected <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
2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	4. <input type="checkbox"/> Decrease Revenue <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 type="checkbox"/> SEG <input type="checkbox"/> SEGS	

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Fiscal Estimate Narratives

WEDC 12/10/2015

LRB Number	15-3293/1	Introduction Number	SB-415	Estimate Type	Original
Description Fraud in obtaining economic development benefits from the Wisconsin Economic Development Corporation and providing a criminal penalty					

Assumptions Used in Arriving at Fiscal Estimate

This bill establishes penalties for applicants who commit certain fraudulent activities in the pursuit of obtaining financial or other assistance from the Wisconsin Economic Development Corporation (WEDC). If an applicant intentionally commits economic development benefits fraud, the applicant organization and its affiliates and successors shall be ineligible to apply for economic development benefits for seven years.

In order to meet the statutory requirements, WEDC would need to modify internal processes to maintain consistency with the particular definitions ("economic development benefits" and "economic development benefits fraud") in the bill. WEDC would also need to procure or develop a tool to track organizations (including all its affiliates and successors) who intentionally commit economic development benefits fraud. Currently, WEDC staff are not aware of such a tool that could meet these requirements and therefore, the cost of such a tool is indeterminate. The bill would require additional staff and technology resources to administer. Since no additional funding is provided in the bill, the costs would require WEDC to redirect existing resources.

Long-Range Fiscal Implications