

Fiscal Estimate - 2017 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 17-5218/1	Introduction Number AB-0007 (JR8)	
Description pay for success contracting, establishment of pay for success trust fund, and making an appropriation		
Fiscal Effect		
State:		
<input type="checkbox"/> No State Fiscal Effect <input checked="" type="checkbox"/> Indeterminate		
<input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations	<input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs
Local:		
<input type="checkbox"/> No Local Government Costs <input checked="" type="checkbox"/> Indeterminate		
1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease 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
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		
Agency/Prepared By	Authorized Signature	Date
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Fiscal Estimate Narratives

DWD 2/1/2018

LRB Number 17-5218/1	Introduction Number AB-0007 (JR8)	Estimate Type Original
Description pay for success contracting, establishment of pay for success trust fund, and making an appropriation		

Assumptions Used in Arriving at Fiscal Estimate

The bill authorizes the Department of Administration to contract with a private service provider for payments to provide social, employment or correctional services to individuals. The bill also creates a nonlapsible trust fund to be known as the "pay for success trust fund," from which payments under the contract are to be made. DOA may not execute a contract unless DOA determines that the contract is expected to result in significant performance improvements or significant budgetary savings for the state or a local governmental unit.

Nonstatutory provisions require the Departments of Health Services, Corrections, Children and Families, and Workforce Development to submit, after study, reports to the legislature concerning the programs these departments administer and advise whether and how the kind of contracting provided under the bill could be utilized as an alternative to current funding models for those agencies' provisions of program services.

The Department of Workforce Development estimates additional, indeterminate staff time and costs to prepare the report required under the bill.

Long-Range Fiscal Implications

The long-range fiscal implications of the proposed bill are indeterminate at this time.