

Fiscal Estimate - 2017 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 17-1679/1	Introduction Number SB-016
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Description
 entrepreneurial assistance grants and making an appropriation

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	

Agency/Prepared By WEDC/ John Parrish (608) 210-6869	Authorized Signature Amy Young (608) 210-6711	Date 2/1/2017
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Fiscal Estimate Narratives

WEDC 2/1/2017

LRB Number	17-1679/1	Introduction Number	SB-016	Estimate Type	Original
Description entrepreneurial assistance grants and making an appropriation					

Assumptions Used in Arriving at Fiscal Estimate

SB-016 directs WEDC to allocate at least \$125,000 per fiscal year from the appropriations under 20.192 to make grants for new businesses to hire student interns.

Under this bill, the corporation could make 42 or more entrepreneurial assistance grants per year.

In FY16, WEDC contracted with 77 entrepreneurial-related businesses. Assuming that the number of contracts with entrepreneurial-related businesses increases by 42 during the first year and between 12-42 each year thereafter, it is estimated that WEDC would need to hire an account manager, underwriter, and administrative assistant to meet the new statutory requirements. The estimated cost (salary and benefits) of the additional staffing requirements is \$238,000 per year.

This proposal would have a net neutral fiscal effect on the State; however, this would require WEDC to divert funding from existing programs and activities to support the statutory requirements and meet staffing costs.

Long-Range Fiscal Implications