

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19-2006/1	Introduction Number AB-0555
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Description
 a resident lifetime fishing license, a lifetime fishing trust fund, and granting rule-making authority

Fiscal Effect

State:

No State Fiscal Effect
 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 checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs
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Local:

No Local Government Costs
 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 0 <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
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Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input type="checkbox"/> SEGS	

Agency/Prepared By DNR/ Paul Neumann (608) 266-0818	Authorized Signature Paul Neumann (608) 266-0818	Date 11/1/2019
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Fiscal Estimate Narratives

DNR 11/1/2019

LRB Number	19-2006/1	Introduction Number	AB-0555	Estimate Type	Original
Description a resident lifetime fishing license, a lifetime fishing trust fund, and granting rule-making authority					

Assumptions Used in Arriving at Fiscal Estimate

The bill creates a resident lifetime fishing license that confers the privilege of an annual fishing license. The holder of a resident lifetime fishing license must still purchase a fishing stamp if the type of fishing in which he or she will be engaged requires such a stamp. The bill establishes the fee for a resident lifetime fishing license at 30 times the fee for a resident annual fishing license, which under current law is \$19.25 plus a 75-cent issuing fee. Thus, at the current rate, a resident lifetime fishing license fee under the bill is \$577.50, plus a 75-cent issuing fee.

The bill also creates a lifetime fishing trust fund and provides that all fees from the sale of resident lifetime fishing licenses are deposited in that trust fund. The bill provides that, each fiscal year, all interest that has accrued in the lifetime fishing trust fund and a prorated amount of the money from each resident lifetime fishing license fee must be transferred from the lifetime fishing trust fund to the conservation fund. This bill allows DNR to adopt rules establishing a system for prorating resident lifetime fishing license fees for the purposes of this transfer. The bill requires that the system for prorating these fees must comply with the federal rules governing how lifetime licenses may be counted for purposes of this state qualifying for Sport Fish Restoration grant funding under the federal Dingell-Johnson Act.

A. Costs

1. The bill would require staff to modify the statewide licensing system to accommodate lifetime fishing license products and to modify license reporting to the U.S. Fish & Wildlife Service (USFWS), which is used for Sport Fish Restoration grant disbursement. It is estimated 100 hours of business analyst time would be required at an hourly salary & fringe rate of \$50 per hour, equaling \$5,000 (100 hours * \$50/hr = \$5,000).

2. Staff training would be required for this new license product. It is estimated that 10 hours of training development by a policy analyst at an average salary & fringe rate of \$50 per hour, plus 1 hour training for approximately 100 Customer Service Representatives at an average salary & fringe rate of \$24 per hour would be required, equaling \$2,900 (\$500 + \$2,400 = \$2,900).

3. Given the unique requirements associated with a lifetime approval, the Department anticipates vendor programming costs to modify the statewide licensing system may be as high as \$20,000. The Department has not formally requested a quote from the vendor, so the estimate could change.

4. If the department is required to promulgate administrative rules, staff time for that activity will be required. Approximately 400 hours of policy advisor time at an approximate rate with applicable fringe of \$50 per hour would result in a one-time cost of \$20,000 for rule-making activities (400 hrs * \$50/hr = \$20,000).

5. In summary, total one-time costs to implement this bill are estimated to be \$47,900 (\$5,000 + \$2,900 + \$20,000 + \$20,000).

B. Revenue

1. Impacts to license revenue are indeterminate, as the Department cannot estimate how many residents would purchase a lifetime fishing license.

2. Impacts to stamp revenue are also indeterminate. While lifetime fishing license holders must still purchase a stamp if the type of fishing in which he or she will be engaged requires a stamp, the number of lifetime fishing

license holders and the type of fishing in which they will engage is unknown.

3. The bill would have no impact to federal Sport Fish Restoration grant funding since the proposed language is consistent with federal requirements in 50 CFR 80 and other federal Dingell-Johnson program requirements.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2019 Session

Detailed Estimate of Annual Fiscal Effect

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Description a resident lifetime fishing license, a lifetime fishing trust fund, and granting rule-making authority			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): Total one-time implementation costs of \$47,900.			
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		
	Aids to Individuals or Organizations		
	TOTAL State Costs by Category	\$	\$
B. State Costs by Source of Funds			
	GPR		
	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, etc.)			
		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	\$	\$
	NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By Authorized Signature Date			
DNR/ Paul Neumann (608) 266-0818		Paul Neumann (608) 266-0818	11/1/2019