

Fiscal Estimate Narratives

DWD 11/15/2019

LRB Number	19-3818/4	Introduction Number	SB-529	Estimate Type	Original
Description marketing of employment and training opportunities to former University of Wisconsin System students and making an appropriation					

Assumptions Used in Arriving at Fiscal Estimate

This bill requires the Department of Workforce Development (DWD) to develop a packet that contains information describing four types of available employment and training opportunities: registered apprenticeship programs, opportunities at technical colleges, opportunities in nursing programs, and information provided by the local workforce investment boards. DWD must provide the packets, updated when necessary, with current information to the Board of Regents of the University of Wisconsin System before the beginning of each semester or session of the University of Wisconsin System for mailing to former students of the system that have not graduated.

Under the bill DWD is responsible for compiling, preparing and printing the packets. The bill requires that the cost of these activities is paid from s. 20.445(1)(a), an annual GPR appropriation. In addition to the material that DWD develops, the packets may include materials describing qualifying programs offered by private organizations. If DWD includes materials from private organizations in the mailings, then DWD may charge these organizations for the cost of compiling and printing materials, plus the proportional cost of mailing the materials, which DWD will collect on behalf of the Board of Regents. The bill creates statute 20.445(1)(gL), a continuing PRO appropriation, to allow DWD to receive and expend funds collected from these private organizations. The cost of processing payments from participating private organizations may be absorbed within DWD's fiscal resources.

For the purposes of this estimate DWD assumes that the materials will be updated twice per year, prior to the beginning of the fall and spring semester, and that 13,000 eligible individuals will receive the mailings. DWD's staff resources under s. 20.445(1)(a) are fully committed to ongoing programs and thus 320 hours of Limited Term Employee (LTE) staff time will be required to initially select, compose, compile, design and vet the materials for the first mailing. Total one-time costs for the LTE are estimated to be \$14,100 consisting of \$10,300 for salary and fringe, with an hourly wage \$30.00/hour and fringe at 7.65%, plus \$3,800 for other operations costs such as computer, internet/phone, supplies and administrative support services. The staff costs associated with reviewing and updating the packet, once the initial content and design are established, are estimated to be minimal and can be absorbed within the agency's resources. Total printing costs are estimated at \$2,000 per instance for a two-page two-sided information packet, or \$4,000 annually.

This bill contains a sunset provision to provide for repeal on the first day of the fourth year after the date of the publication.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2019 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description marketing of employment and training opportunities to former University of Wisconsin System students and making an appropriation		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): Total one-time costs for an LTE to develop the initial packet in the first year are estimated to be \$14,100.		
II. Annualized Costs:	Annualized Fiscal Impact on funds from:	
	Increased Costs Decreased Costs	
A. State Costs by Category		
State Operations - Salaries and Fringes	\$0	\$
(FTE Position Changes)	(0.0 FTE)	
State Operations - Other Costs	4,000	
Local Assistance	0	
Aids to Individuals or Organizations	0	
TOTAL State Costs by Category	\$4,000	\$
B. State Costs by Source of Funds		
GPR	4,000	
FED	0	
PRO/PRS	0	
SEG/SEG-S	0	
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	\$4,000	\$
NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By	Authorized Signature	Date
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