

Original Updated
 Corrected Supplemental

1999 Session

LRB or Bill No. -- Adm. Rule No.

LRB 1136/2

AB 128

Amendment No. if Applicable

FISCAL ESTIMATE
DOA-2048 N(R10/94)

Subject

W-2, FINANCIAL ELIGIBILITY

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation

- Increase Existing Appropriation Increase Existing Revenues
 Decrease Existing Appropriation Decrease Existing Revenues
 Create New Appropriation

Increase Costs - May be possible to Absorb
Within Agency's Budget Yes No

Decrease Costs

Local: No local government costs

1. Increase Costs
 Permissive Mandatory
2. Decrease Costs
 Permissive Mandatory

3. Increase Revenues
 Permissive Mandatory
4. Decrease Revenues
 Permissive Mandatory

5. Types of Local Government Units Affected
 Towns Villages Cities
 Counties Others
 School Districts WTCS Districts

Fund Sources Affected:

GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations:

Assumptions Used in Arriving at Fiscal Estimate

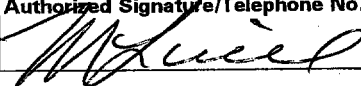
This bill would require Wisconsin Works (W-2) agencies to exempt income earned by minor dependent children of W-2 participants and dependent children under the age of 22 who have a statutorily defined disability when determining financial eligibility for W-2 benefits. In December 1998, 94 dependent children of W-2 participants had earned income, including 2 children who also received Supplemental Security Income (SSI). Most dependent children with earned income do not earn enough to endanger their family's eligibility for cash assistance. The average monthly earnings by dependent children of W-2 participants in December 1998 was \$436.

Assuming that twenty percent of those dependent children that have earned income earn enough to make the family ineligible for W-2 cash assistance, this bill would increase the statewide W-2 cash caseload by 19 cases. Multiplying the 19 cases by the monthly cash benefit amount and then by twelve months, the annual fiscal impact of this bill would be \$125,400. There is no direct fiscal impact to the state as the W-2 contracts are for a fixed amount with the W-2 agencies and include the cost of benefits. Any increased benefit cost due to this policy would be absorbed by the local W-2 agency.

There may be additional costs to modify information systems in order to implement this policy change. The amount of those potential costs is not known at this time.

Long-Range Fiscal Implications

Agency/Prepared by:(Name & Phone No.)
DWD / Nikolay, Bob (266-9475)

Authorized Signature/Telephone No.


Date
1/29/99

**FISCAL ESTIMATE
WORKSHEET**

1999 Session

Detailed Estimate of Annual Fiscal Effect
DOA-2047(R10/94)

Original Updated
 Corrected Supplemental

LRB or Bill No./Adm Rule No.
LRB 1136/2 AB 128

Amendment No.

Subject
W-2, FINANCIAL ELIGIBILITY

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):

II. Annualized Costs:	Annualized Fiscal Impact on State funds from:	
	Increased Costs	Decreased Costs
A. State Costs by Category		
State Operations - Salaries and Fringes	\$0	- \$0
(FTE Position Changes)	(FTE)	(- FTE)
State Operations - Other Costs	\$0	- \$0
Local Assistance	\$0	- \$0
Aids to Individuals or Organizations	\$0	- \$0
TOTAL State Costs by Category	\$0	- \$0
B. State Costs by Source of Funds	Increased Costs	Decreased Costs
GPR	\$0	- \$0
FED	\$0	- \$0
PRO/PRS	\$0	- \$0
SEG/SEG-S	\$0	- \$0
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	\$0	- \$0
GPR Earned	\$0	- \$0
FED	\$0	- \$0
PRO/PRS	\$0	- \$0
SEG/SEG-S	\$0	- \$0
TOTAL State Revenues:	\$0	- \$0

NET ANNUALIZED FISCAL IMPACT

	<u>STATE</u>	<u>LOCAL</u>
Net Change in Costs:	\$0	\$125,400
Net Change in Revenues:	\$0	\$0

Agency/Prepared by:(Name & Phone No.)
DWD / Nikolay, Bob (266-9475)

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Date

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