

FISCAL ESTIMATE FORM

1999 Session

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB # ~2522/1

INTRODUCTION # AB 599

Admin. Rule #

Subject

Authorize Certain Municipal Employees to Control Certain Municipal Funds

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 Governmental 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:

Under current law, the municipal treasurer deposits and disburses municipal funds.

Under the bill, a municipality may enact an ordinance allowing an official or an employee of the municipality's fire, emergency medical technician (EMT) or first responder department to deposit in a municipal account funds that are raised by volunteers or employees of, or are donated to, the fire, EMT or first responder department. An ordinance enacted under the bill may give an employee of the fire, EMT or first responder department exclusive control over expenditures of the funds but the ordinance may impose restrictions on the type and amount of funds that may be deposited and the amount and purpose of expenditures. Under the bill, the funds remain municipal funds.

Based on discussions with the Wisconsin Towns Association and the Department of Revenue (DOR), fire, EMT and first responder departments currently raise and spend funds without municipal oversight. According to the Wisconsin Towns Association, a municipal ordinance under the bill would likely require that a fire, EMT, or first responder department employee with control over department funds be bonded. According to a major provider of official bonds to Wisconsin municipal officers, a \$25,000 official bond for a treasurer costs about \$70 per year. Assuming a bond for a fire, EMT or first responder department employee costs the same as a treasurer's official bond, municipal bonding costs would increase by about \$70 per year for each municipality that enacts an ordinance under the bill.

According to the DOR, auditing costs can be minimized by requiring more than one signature to effect expenditures. Assuming that municipal ordinances under the bill would require multiple signatures for expenditures, auditing costs would be minimal.

Long-Range Fiscal Implications:

Agency/Prepared by: (Name & Phone No.)	Authorized Signature/Telephone No.	Date
Wisconsin Department of Revenue Blair P. Kruger, (608) 266-1310	Yeang-Eng Braun (608) 266-2700 <i>Yeang Eng Braun</i>	8/30/99

FISCAL ESTIMATE WORKSHEET

Detailed Estimate of Annual Fiscal Effect

1999 Session

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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 Fringe	\$	\$ -
(FTE Position Changes)	(FTE)	(- FTE)
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	\$ _____	\$ see text of fiscal note
NET CHANGE IN REVENUES	\$ _____	\$ _____

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