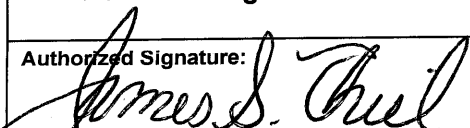


<b>1999 Session</b>		LRB Number <b>99-4580/1</b>
<b>FISCAL ESTIMATE</b> DOA-2048 N(R06/99)		Bill Number <b>AB 822</b>
<input checked="" type="checkbox"/> ORIGINAL <input type="checkbox"/> UPDATED <input type="checkbox"/> CORRECTED <input type="checkbox"/> SUPPLEMENTAL		
<b>Subject</b>		Amendment No. if Applicable
<b>The creation of a grant program to improve local roads for job preservation, granting bonding authority and making appropriations</b>		Administrative Rule Number
<b>Fiscal Effect</b>		
State: <input type="checkbox"/> No State Fiscal Effect		
Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.		<input type="checkbox"/> Increase Costs - May be possible to Absorb Within Agency's Budget <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
<input type="checkbox"/> Increase Existing Appropriation <input type="checkbox"/> Increase Existing Revenues		<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriation <input type="checkbox"/> Decrease Existing Revenues		
<input checked="" type="checkbox"/> Create New Appropriation		
Local: <input type="checkbox"/> No local government costs		
1. <input checked="" type="checkbox"/> Increase Costs <input checked="" type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenues <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5. Types of Local Governmental Units Affected: <input checked="" type="checkbox"/> Towns <input checked="" type="checkbox"/> Villages <input checked="" type="checkbox"/> Cities <input checked="" type="checkbox"/> Counties <input type="checkbox"/> Others _____
2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	4. <input type="checkbox"/> Decrease Revenues <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
<b>Fund Sources Affected</b> <input type="checkbox"/> GPR <input checked="" type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEG-S		<b>Affected Chapter 20 Appropriations</b>
<b>Assumptions Used in Arriving at Fiscal Estimate</b>		
<p><b>This bill creates a local roads grant program to preserve jobs in a local community. Under the program, DOT may award grants for the construction, repair or improvement of a local road that DOT determines is needed to support a business(es) in order to retain jobs in the vicinity of the local road. In order to qualify for a job retention grant by DOT, the community or county must show loss of a number of jobs equal to or greater than 5% of the population of a political subdivision or demonstrate that the road project is needed to retain at least 5% of the work force residing in the political subdivision.</b></p> <p><b>The bill does not allow DOT to award more than \$10 million under the program and requires the eligible municipal or county government to provide at least a 20% match.</b></p> <p><b>The bill authorizes the state to issue general obligation bonds to provide up to the \$10 million in state funds, repaid from the general fund. The bill requires that any grant awarded be paid first from available federal funds allocated by DOT and approved by the joint committee on finance. If the amount of available funds is insufficient to pay the award, the balance of the award is paid from an appropriation in the general fund. If there is still a shortage, the remainder of the award may be paid with the proceeds of the general obligation bonds.</b></p> <p><b>This bill does not appropriate any federal funds or general purpose revenue for paying grants awarded under the program.</b></p>		
<b>Long-Range Fiscal Implications</b>		
Federal funds are scarce for this purpose. If the program moves beyond the proposed \$10 million cap, the long term funding source is likely to be general obligation bonds.		
Prepared by: <b>Dennis Leong</b>	Telephone No. <b>608-266-9910</b>	Agency <b>DOT</b>
Authorized Signature: 	Telephone No. <b>608-266-8928</b>	Date <b>03/06/99</b>

**FISCAL ESTIMATE WORKSHEET**

**1999 Sessi**

Detailed Estimate of Annual Fiscal Effect  
DOA-2047 (R06/99)

LRB Number <b>99-4580/1</b>	Amendment No. if Applicab
Bill Number <b>AB 822</b>	Administrative Rule Numbe

- ORIGINAL                       UPDATED  
 CORRECTED                       SUPPLEMENTAL

**Subject**

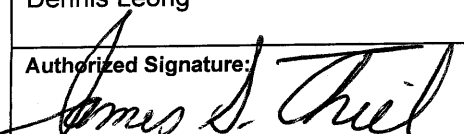
The creation of a grant program to improve local roads for job preservation, granting bonding authority and making appropriations

**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
<b>A. State Costs by Category</b>			
State Operations - Salaries and Fringes		\$ unknown	\$ -
(FTE Position Changes)		( FTE)	(- FTE)
State Operations - Other Costs			-
Local Assistance			-
Aids to Individuals or Organizations			-
TOTAL State Costs by Category		\$	\$ -
<b>B. State Costs by Source of Funds</b>		Increased Costs	Decreased Costs
GPR		\$	\$ -
FED		\$10 million	-
PRO/PRS			-
SEG/SEG-S			-
<b>III. State Revenues</b>		Increased Rev.	Decreased Rev.
Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
GPR Taxes		\$	\$ -
GPR Earned			-
FED		\$10 million	-
PRO/PRS			-
SEG/SEG-S			-
TOTAL State Revenues		\$10 million	\$ -

**NET ANNUALIZED FISCAL IMPACT**

	<u>STATE</u>	<u>LOCAL</u>
NET CHANGE IN COSTS	\$ 10 million	\$ 2 million
NET CHANGE IN REVENUES	\$ _____	\$ _____

Prepared by: Dennis Leong	Telephone No. 608-266-9910	Agency DOT
Authorized Signature: 	Telephone No. 608-266-8928	Date 03/06/00