

**FISCAL ESTIMATE FORM**

**1999 Session**

- ORIGINAL     UPDATED  
 CORRECTED     SUPPLEMENTAL

**LRB # 99-0869/1**

**INTRODUCTION # AB 831**

**Admin. Rule #**

**Subject**

Limit the Maximum Allowable Loss in Shared Revenues

**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, a minimum payment provision assures that payments to municipalities from the per capita, aidable revenues, and minimum-maximum adjustment components of shared revenues, and to counties from the aidable revenues and minimum-maximum adjustment components of shared revenues, are not less than 95% of the prior year's payments.

The bill creates a new minimum beginning in 2000 for municipalities and counties. Under the new minimum, total payments under Subchapter 1 of Chapter 79 may not decline by more than \$1 million during the 10 years ending with the current year. For municipalities, the payments included for calculating the new minimum are: the utility, per capita, aidable revenues, and minimum-maximum adjustment components of shared revenues; the small municipality shared revenue payment; the expenditure restraint payment; the exempt computers aid payment; and the new minimum created under the bill. For counties, the payments included for calculating the new minimum are: the utility, aidable revenues, and minimum-maximum adjustment components of shared revenues; the county mandate relief payment; the exempt computers aid payment; and the new minimum created under the bill. The new minimum payment would be funded from the respective aidable revenues component of shared revenues.

To estimate the proposed minimum payment in 2000, payments under current law in 2000 were compared with payments in 1991. If the bill were in effect for 2000, the proposed minimum payment would be made to two cities -- Eau Claire (\$489,300) and Green Bay (\$10,200) -- and one county, Racine (\$56,000). These payments would be funded by decreased payments to 663 other municipalities and 27 other counties.

**Long-Range Fiscal Implications:**

Agency/Prepared by: (Name & Phone No.)	Authorized Signature/Telephone No.	Date
Wisconsin Department of Revenue  Daniel P. Huegel, (608) 266-5705	Yeang-Eng Braun <i>Yeang Eng Braun</i> (608) 266-2700	3/20/00

**FISCAL ESTIMATE WORKSHEET**

Detailed Estimate of Annual Fiscal Effect

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**Subject**  
 Limit the Maximum Allowable Loss in Shared Revenue

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

**NET ANNUALIZED FISCAL IMPACT**

	<u>STATE</u>	<u>LOCAL</u>
NET CHANGE IN COSTS	\$ _____	\$ _____
NET CHANGE IN REVENUES	\$ _____	\$ see text of fiscal note

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