

|                               |
|-------------------------------|
| LRB or Bill No./Adm. Rule No. |
| LRB 99 - 4643/1 AB 864        |
| Amendment No. if Applicable   |

ORIGINAL       UPDATED  
 CORRECTED       SUPPLEMENTAL

**FISCAL ESTIMATE**  
 DOA-2048 N(R10/94)

Subject  
 Distribution of National Forest Income Payments

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. <input type="checkbox"/> Increase Costs<br><input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory | 3. <input type="checkbox"/> Increase Revenues<br><input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory            | 5. Types of Local Government Units Affected:<br><input checked="" type="checkbox"/> Towns <input type="checkbox"/> Villages <input type="checkbox"/> Cities<br><input type="checkbox"/> Counties <input type="checkbox"/> WTCS Districts<br><input checked="" type="checkbox"/> School Districts <input type="checkbox"/> Others |
| 2. <input type="checkbox"/> Decrease Costs<br><input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory | 4. <input checked="" type="checkbox"/> Decrease Revenues<br><input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory |  |

Fund Sources Affected

- GPR     FED     PRO     PRS     SEG     SEG-S

Affected Ch. 20 Appropriations

20.370 (5) (bx), and (5) (dd)

Assumptions Used in Arriving at Fiscal Estimate

SUMMARY OF BILL - Under current law, all money received by the state from receipts on national forest lands must be distributed to school districts in proportion to the number of acres of national forest land within the school district boundaries. This requirement for distribution was imposed by 1999 Wisconsin Act 9, the biennial budget bill. Prior to Act 9, all funds received by the state from national forest receipts were distributed to counties. Under existing law at that time, it was the duty of the county treasurer to distribute the county payment to towns in proportion to the number of acres of national forest land within each township boundary. This bill restores the law to the way it was prior to the passage of 1999 Wisconsin Act 9.

In addition, the bill requires the Secretary of the Department of Natural Resources to make a one-time distribution of \$1,805,800 to school districts that contain national forest lands within their boundaries. The bill directs that the total amount is to be taken from the general fund (GPR), and creates a one-time appropriation in the Department of Natural Resources to make the payment. The distribution to each school district must reflect the proportion of national forest acreage located within the school district.

FISCAL IMPACT - The modification to the distribution of receipts on national forest lands will decrease total revenues to Wisconsin local government by an estimated \$719,700 FED annually. It will decrease revenues to school districts by an estimated \$1,861,100, and will increase revenues to towns by an estimated \$1,141,400. These estimates are based on estimated 1999 payments, and impacts in future years will be similar.

Using national forest income payments made in December of 1997 and 1999 PILT payments that rely on the 1997 national forest income payments, the following calculations result:

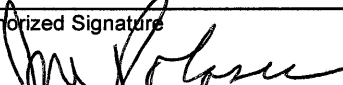
Calculations made under 1999 Wisconsin Act 1999

|  |             |
|--|-------------|
| Amount of national forest income to 29 affected school districts | \$1,861,111 |
| Amount of PILT payments to 64 affected towns                     | \$ 928,858  |
| Total to state   | \$2,789,969 |

Calculations made under conditions prior to 1999 Wisconsin Act 9

|  |             |
|--|-------------|
| Amount of national forest income payments to 64 affected towns | \$1,861,111 |
| Amount of PILT payments to 64 affected towns                   | \$ 209,125  |
| Total to state   | \$2,070,236 |

Long-Range Fiscal Implications

|        |             |                |  |                |            |
|--------|-------------|----------------|--|----------------|------------|
| Agency | Prepared By | Phone No.      | Authorized Signature   | Phone No.      | Date       |
| DNR    | Joe Polasek | (608) 266-2794 |  | (608) 266-2794 | 02/28/2000 |

**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. | Amendment No. |
| LRB 99 - 4643/1               | AB 864        |

Subject  
Distribution of National Forest Income Payments

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

This bill would provide a one-time payment of revenue to eligible school districts of \$1,805,800 GPR

| <b>II. Annualized Costs:</b>   | <b>Annualized Fiscal impact on State funds from:</b> |                        |
|--|--|------------------------|
| <b>A. State Costs by Category</b>  | <b>Increased Costs</b>                               | <b>Decreased Costs</b> |
| State Operations - Salaries and Fringes  | \$0  | \$0                    |
| (FTE Position Changes)   |  |                        |
| State Operations - Other Costs   |  |                        |
| Local Assistance   |  |                        |
| Aids to Individuals or Organizations   |  |                        |
| <b>TOTAL State Costs by Category</b>   | \$0  | \$0                    |
| <b>B. State Costs by Source of Funds</b>   | <b>Increased Costs</b>                               | <b>Decreased Costs</b> |
| GPR  | \$0  | \$0                    |
| FED  |  |                        |
| PRO/PRS  |  |                        |
| SEG/SEG-S  |  |                        |
| <b>III. State Revenues:</b>  | <b>Increased Rev.</b>                                | <b>Decreased Rev.</b>  |
| <small>Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</small> |  |                        |
| GPR Taxes  | \$0  | \$0                    |
| GPR Earned   |  |                        |
| FED  |  |                        |
| PRO/PRS  |  |                        |
| SEG/SEG-S  |  |                        |
| <b>TOTAL State Revenues</b>  | \$0  | \$0                    |

**NET ANNUALIZED IMPACT**

|                               | <u>STATE</u> | <u>LOCAL</u> |
|-------------------------------|--------------|--------------|
| <b>NET CHANGE IN COSTS</b>    | \$0          |              |
| <b>NET CHANGE IN REVENUES</b> | \$0          | (\$719,700)  |

|        |             |                |  |                |            |
|--------|-------------|----------------|--|----------------|------------|
| Agency | Prepared By | Phone No.      | Authorized Signature   | Phone No.      | Date       |
| DNR    | Joe Polasek | (608) 266-2794 |  | (608) 266-2794 | 02/28/2000 |