

FISCAL ESTIMATE
DOA-2048 N(R10/94)

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB or Bill No./Adm. Rule No.
LRB-2413/3 SB 197
Amendment No. if Applicable

Subject

Health Trust Board and Grant Program Funded By Tobacco Settlement

Fiscal Effect

State: No State Fiscal Effect

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

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

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

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 the November 1998 Attorneys General Master Tobacco Settlement, it is estimated that Wisconsin will receive \$5.9 billion through 2025. This bill requires that the first \$50 million received annually be deposited into a segregated fund. This fund may only be used for the costs associated with providing grants to organizations for activities related to smoking cessation and tobacco use reduction. In addition, the bill creates an independent board that will develop and administer this competitive grant program.

The board created will be the Health Trust Board and will be comprised of the attorney general; two senators and two representatives from the assembly (one from each party in each house); the secretary of health and family services; the superintendent of public instruction; one physician with expertise in oncology, smoking cessation or public health; one student from the University of Wisconsin System; two high school students; five representatives of organizations that have as their primary organizational mission reducing the health or economic consequences of tobacco use or ameliorating the effects of tobacco use and reducing incidence of particular diseases or health conditions associated with tobacco use; one local health officer; and one person who is a minority group member.

In addition to the UW System student, one or more of the remaining board positions may be filled by individuals associated with the UW System. These are not paid positions, and the quarterly meeting expenses would be provided for out of the segregated fund. Thus, board membership would have no fiscal impact on the system. It may be that certain departments, programs or institutes within the system may be eligible for and be awarded grants under this initiative. That type of benefit is not possible to predict.

Long-Range Fiscal Implications

Agency/Prepared by: (Name & Phone No.)

University of Wisconsin System

Authorized Signature/Telephone No.



2-6423

Date

4/13/99