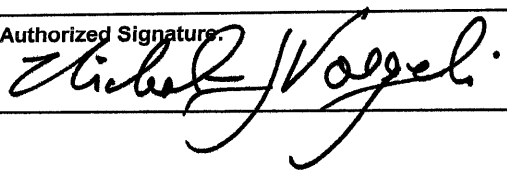


1999 Session		LRB Number 4141/2
FISCAL ESTIMATE DOA-2048 N(R06/99)		Bill Number SB 332
<input checked="" type="checkbox"/> ORIGINAL <input type="checkbox"/> UPDATED <input type="checkbox"/> CORRECTED <input type="checkbox"/> SUPPLEMENTAL		
Subject Expansion of the EdVest Wisconsin College Savings Program		Amendment No. if Applicable Administrative Rule Number
Fiscal Effect 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 Existing Appropriation <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Appropriation <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Create New Appropriation		<input checked="" 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"/> Decrease Costs
Local: <input type="checkbox"/> No local government costs		
1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenues <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenues <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5. Types of Local Governmental Units Affected: <input type="checkbox"/> Towns <input type="checkbox"/> Villages <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others _____ <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
Fund Sources Affected <input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input type="checkbox"/> SEG-S		Affected Chapter 20 Appropriations 20.585(2)(s)
Assumptions Used in Arriving at Fiscal Estimate <p>The bill would increase costs in three areas:</p> <ol style="list-style-type: none"> 1) Staff assistance to the new board, 2) Administration of the vendor contract 3) Administration of new program accounts generated by the program improvements authorized in the bill <p>All three areas are likely to be highly variable as to workload and costs. However, all costs should be recoverable through a combination of enrollment fees, investment income and reimbursement by the vendor. The affected SEG appropriation will need increased expenditure authority to match the growth in revenues available for administrative costs, including marketing.</p> <p>Initially, an increase of \$75,000 SEG should be adequate to cover costs associated with 1,000 new accounts (@ \$50/account) plus reimbursable costs through the vendor. Periodic s.16.515 requests for additional expenditure authority will be necessary thereafter, dependent upon account activity.</p>		
Long-Range Fiscal Implications		
Prepared by: Marty Olle	Telephone No. 264-7886	Agency State Treasurer's Office
Authorized Signature: 	Telephone No. 6-7982	Date 11 Jan 00