

### Fiscal Estimate — 1999 Session

- Original       Updated  
 Corrected       Supplemental

LRB Number 1999 LRB-3778/2	Amendment Number if Applicable
Bill Number 1999 SB 394	Administrative Rule Number

**Subject**

Job retention programs, productivity enhancement training tax credit; applied technology centers; etc.

**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 Chapter 20 Appropriations**

**Assumptions Used in Arriving at Fiscal Estimate**

This bill contains two sets of provisions that would affect the Wisconsin Technical College System:

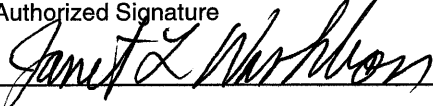
1. The first set of provisions would concerns district authority to make expenditures to purchase or build facilities to operate as applied technology centers. One provision would extend the sunset provision for capital expenditures for this purpose from JAN. 1, 2002 to Jan. 1, 2003. A second provision is intended to clarify the the \$5,000,000 cap on capital expenditures for this purpose by districts does not include moneys received from gifts, grants or federal funds. Neither of these provisions would increase the costs of the districts or the state agency.

2. The second set of provisions concerns the development and operation of a job skills development program. Each technical college district would be required to develop and offer such a program to employers in the district. Because the program is aimed at employers of persons with gross incomes at or below 200% of the poverty line, \$200,000 in TANF funds would be authorized to fund the acquisition of curriculum, professional development for trainers, and other program development and start-up costs. Operational costs would be funded through revenues from s. 38.14 contracts between technical college districts and employers for the actual training. Assuming that the contract rates were set at the appropriate level, revenues from employers should fund the entire cost of districts in operating the program.

These provisions also require the state board to supervise and establish minimum requirements for the program. In addition, the state board is required to work with a variety of stakeholders to develop standards for assessing the job retention skills. These tasks could be accomplished by redeploying existing staff at the state agency. The state agency assumes that the level of time and effort associated with establishing and supervising the program would be no more than one-quarter professional FTE and associated supplies and expenses.

**Long-Range Fiscal Implications**

None

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**Fiscal Estimate Worksheet — 1999 Session**  
 Detailed Estimate of Annual Fiscal Effect

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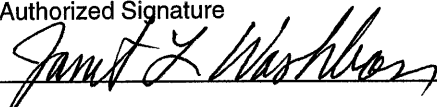
**One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):**

None

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	\$	0	\$ - 0
(FTE Position Changes)		( 0.00 FTE )	(- 0.00 FTE )
State Operations — Other Costs		0	- 0
Local Assistance		0	- 0
Aids to Individuals or Organizations		0	- 0
<b>Total State Costs by Category</b>	\$	0	\$ - 0
<b>B. State Costs by Source of Funds</b>			
GPR	\$	0	\$ - 0
FED		0	- 0
PRO/PRS		0	- 0
SEG/SEG-S		0	- 0
State Revenues		<b>Increased Revenue</b>	<b>Decreased Revenue</b>
GPR Taxes	\$	0	\$ - 0
GPR Earned		0	- 0
FED		0	- 0
PRO/PRS		0	- 0
SEG/SEG-S		0	- 0
<b>Total State Revenues</b>	\$	0	\$ - 0

**Net Annualized Fiscal Impact**

	<u>State</u>	<u>Local</u>
Net Change in Costs	\$ 0	\$ 0
Net Change in Revenues	\$ 0	\$ 0

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