Wisconsin Department of Administration Division of Executive Budget and Finance DOA-2048 (R07/2000)

## Fiscal Estimate - 2001 Session

| ☑ Original ☐ Updated  | Corrected   | Supplemental                         |  |  |  |  |
|---|---|--------------------------------------|--|--|--|--|
| LRB Number <b>01-0068/1</b>   | Introduction Number AE  | 3-402                                |  |  |  |  |
| Subject   |   |                                      |  |  |  |  |
| Prohibit county or municipality from contracting with tax delinquent businesses   |   |                                      |  |  |  |  |
| Fiscal Effect   |   |                                      |  |  |  |  |
| Appropriations Decrease Existing Appropriations Reversible Appropriations Create New Appropriations  Local: No Local Government Costs Indeterminate | absorb within age absorb within age   Tyes  Decrease Costs  5.Types of Local Go | No                                   |  |  |  |  |
| Permissive Mandatory Permi.  2. Decrease Costs 4. Decre Permissive Mandatory Permi  | ssive Mandatory ease Revenue  Towns Counties  School                            | Village Cities Others WTCS Districts |  |  |  |  |
| Fund Sources Affected  Affected Ch. 20 Appropriations  GPR FED PRO PRS SEG SEGS   |   |                                      |  |  |  |  |
| Agency/Prepared By  | Authorized Signature  | Date                                 |  |  |  |  |
| DOR/ Blair Kruger (608) 266-1310  | Dennis Collier (608) 266-5773   | 5/31/01                              |  |  |  |  |

## Fiscal Estimate Narratives DOR 5/31/01

| LRB Number 01-0068/1  | Introduction Number | AB-402 | Estimate Type | Original |  |
|---|---------------------|--------|---------------|----------|--|
| Subject   |                     |        |               |          |  |
| Prohibit county or municipality from contracting with tax delinquent businesses |                     |        |               |          |  |

## **Assumptions Used in Arriving at Fiscal Estimate**

The bill prohibits a tax delinquent person from entering into a public contract with a political subdivision, defined to include a city, village, town or county.

Under the bill, contractors would self-police themselves regarding their eligibility to enter into public contracts with political subdivisions; it would not require political subdivisions to check for contractors' tax liabilities. Since the bill does not require an action by a political subdivision, it would not affect the political subdivision's costs or revenues.

Assuming contractors and political subdivisions may request clearances from the Department, the Department estimates that the annual cost to check the records of 250 persons contracting with political subdivisions for outstanding tax liabilities would be about \$3,000 (\$2,900 salary and \$100 postage).

**Long-Range Fiscal Implications** 

## Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

| LRB Number 01-0068/1 Introduction Number AB-402  Subject  Prohibit county or municipality from contracting with tax delinquent businesses  I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include annualized fiscal effect):  II. Annualized Costs:  Annualized Fiscal Impact on fure increased Costs in Decrea increased Costs in Decrea increased Costs in Decrea increased Costs in Decrea in Costs in Changes in Costs in Changes in Costs | )          |
|--|------------|
| Prohibit county or municipality from contracting with tax delinquent businesses  I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include annualized fiscal effect):  II. Annualized Costs:  Annualized Fiscal Impact on fure increased Costs in | •          |
| II. Annualized Costs:  Annualized Fiscal Impact on ful Increased Costs Decrea  A. State Costs by Category  State Operations - Salaries and Fringes \$2,900  (FTE Position Changes)  State Operations - Other Costs 100  Local Assistance  Aids to Individuals or Organizations   | _          |
| A. State Costs by Category  State Operations - Salaries and Fringes \$2,900  (FTE Position Changes)  State Operations - Other Costs 100  Local Assistance  Aids to Individuals or Organizations  | e in       |
| A. State Costs by Category  State Operations - Salaries and Fringes \$2,900  (FTE Position Changes)  State Operations - Other Costs 100  Local Assistance  Aids to Individuals or Organizations  |            |
| State Operations - Salaries and Fringes \$2,900 (FTE Position Changes) State Operations - Other Costs 100 Local Assistance Aids to Individuals or Organizations  | ased Costs |
| (FTE Position Changes) State Operations - Other Costs 100 Local Assistance Aids to Individuals or Organizations  |            |
| State Operations - Other Costs 100  Local Assistance Aids to Individuals or Organizations  |            |
| Local Assistance Aids to Individuals or Organizations  |            |
| Aids to Individuals or Organizations   |            |
| <u> </u>   |            |
| TOTAL State Costs by Category \$3,000  |            |
|  | \$         |
| B. State Costs by Source of Funds  |            |
| GPR 3,000  |            |
| FED  |            |
| PRO/PRS  |            |
| SEG/SEG-S  |            |
| III. State Revenues - Complete this only when proposal will increase or decrease state re<br>(e.g., tax increase, decrease in license fee, ets.)   |            |
|  | eased Rev  |
| GPR Taxes \$   | \$         |
| GPR Earned   |            |
| FED  |            |
| PRO/PRS  |            |
| SEG/SEG-S  | _          |
| TOTAL State Revenues \$  | \$         |
| NET ANNUALIZED FISCAL IMPACT   | 1 1        |
| State  | Local      |
| NET CHANGE IN DEVENUE \$3,000  | \$         |
| NET CHANGE IN REVENUE \$   | \$         |
| Agency/Prepared By Authorized Signature  |            |
| DOR/ Blair Kruger (608) 266-1310 Dennis Collier (608) 266-5773   | Date       |