



## Fiscal Estimate Narratives

PSC 10/24/01

LRB Number <b>01-3885/1</b>	Introduction Number <b>AB-575</b>	Estimate Type <b>Original</b>
<b>Subject</b> \$4,000,000 annual cap on universal service fund		

### Assumptions Used in Arriving at Fiscal Estimate

AB 575 proposes to reduce utility contributions beyond those enacted in 2001 WI ACT 16 for the Public Service Commissions portion of the Universal Services Fund by \$1 Million in the first year of the next biennium and \$2 Million in the second year of the next biennium.

The appropriation for the PSC portion of the fund in the current biennium is \$6.88 Million per year. In FY 01 the fund expended \$5.1 Million and encumbered another \$.5 Million for programs to provide various telecommunications services to eligible citizens, customers with disabilities, organizations, hospitals and clinics.

### Long-Range Fiscal Implications

Reduce USF appropriations by \$2 million beyond current law for future fiscal years after FY 04.

## Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> 01-3885/1		<b>Introduction Number</b> AB-575	
<b>Subject</b>			
\$4,000,000 annual cap on universal service fund			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>			
None			
<b>II. Annualized Costs:</b>		<b>Annualized Fiscal Impact on funds from:</b>	
		Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>			
State Operations - Salaries and Fringes		\$	
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			-2,000,000
<b>TOTAL State Costs by Category</b>		<b>\$</b>	<b>\$-2,000,000</b>
<b>B. State Costs by Source of Funds</b>			
GPR			
FED			
PRO/PRS			
SEG/SEG-S (\$4.0 Million in FY05)			-2,000,000
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</b>			
		Increased Rev	Decreased Rev
GPR Taxes		\$	\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S (\$4.0 Million in FY05)			-2,000,000
<b>TOTAL State Revenues</b>		<b>\$</b>	<b>\$-2,000,000</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>			
		<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS		\$2,000,000	\$
NET CHANGE IN REVENUE		\$2,000,000	\$
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	<b>Date</b>
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