

Fiscal Estimate Narratives

R&L 9/8/2003

LRB Number 03-1010/1	Introduction Number AB-403	Estimate Type Original
Subject Uniform athlete agents act		

Assumptions Used in Arriving at Fiscal Estimate

LRB 03-1010/1 directs the Department of Regulation and Licensing (DRL) to license and regulate student athlete agents. It is estimated that there are about 1300 athlete agents in practice in the United States. For the purposes of this estimate, we will assume that approximately 100 agents will apply for license in Wisconsin.

To implement and administer the provisions of this bill, the agency would require additional resources to support IT system modifications and support, rulemaking efforts, and an increased workload in the areas of credentialing and enforcement. The fiscal impact is detailed below:

TOTAL ONE TIME COSTS,

Administrative Rulemaking

\$12,080

(80 hours paralegal @\$27 per hour = \$2160

160 hours legal counsel @\$53 per hour = \$8480

40 hours program manager @ \$36 per hour = \$1440)

Printing and Mailing Costs, Application Forms and Code Books

\$500

Information Technology Costs –

Modifications to Processing Systems & Website

\$2400

(80 hours @\$30 per hour = \$2400)

Phone System Modifications

\$2000

(Modifications to Interactive Voice Response System - \$500

Modifications to Automatic Call Distribution System - \$500

One additional ISDN line and phone - \$1000)

Furniture, Hardware, Software for One FTE

\$5000

(\$2500 computer, \$2500 furniture)

TOTAL ANNUALIZED COSTS,

Position Needed to Administer New Program Responsibilities

.50 FTE, \$31,900

.50 FTE represents hours required annually to process 100 license requests, issue 100 licenses, renew 50 licenses, screen, investigate, and resolve an estimated twelve complaints annually, and provide legal counsel response to practice questions posed by student athletes and agent applicants and licensees.

• Credentialing

Process 100 License Applications = 100 Program Assistant 3 hours

Issue 100 Licenses = 100 Program Assistant 3 hours

Renew 50 Licenses = 50 Program Assistant 3 hours

• Enforcement – Screen, Investigate and Resolve 12 Complaints per Year
(6 closed after investigation, 6 resolved by stipulation or hearing.)

Intake and Screening = 48 PA3 hours

48 Legal Counsel hours

Investigation 72 investigator hours
Stipulation/Hearing 96 Legal Counsel hours
• Executive Review of Policy Issues
40 hours

Supplies and Materials Associated with One FTE
\$1200 annually

IT System Support
\$8700 annually

ANNUALIZED REVENUE

100 agents would pay \$53 every other year for licenses. Annualized revenues would be \$2,650 per year. \$265 would go to GPR-Earned and \$2,385 would be revenue to pay for the costs of the regulation.

*Salary calculations include 38.92% fringe.

Local Costs:

If an athlete agent is charged with a felony under this law, county prosecutors may have to prosecute the charge. The Department of Regulation and Licensing has no data estimating how many felony charges might result from this regulation.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2003 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 03-1010/1		Introduction Number AB-403	
Subject			
Uniform athlete agents act			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
\$21,980			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$31,900	
(FTE Position Changes)		(0.5 FTE)	
State Operations - Other Costs		9,900	
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category		\$41,800	\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS		41,800	
SEG/SEG-S			
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, ets.)			
		Increased Rev	Decreased Rev
GPR Taxes		\$	\$
GPR Earned		265	
FED			
PRO/PRS (PRO)		2,385	
SEG/SEG-S			
TOTAL State Revenues		\$2,650	\$
NET ANNUALIZED FISCAL IMPACT			
		State	Local
NET CHANGE IN COSTS		\$41,800	\$
NET CHANGE IN REVENUE		\$2,650	\$
Agency/Prepared By		Authorized Signature	Date
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