

Fiscal Estimate Narratives

LAB 7/7/2003

LRB Number 03-1129/2	Introduction Number AB-416	Estimate Type Original
Subject Creating a planning and accountability mechanism for administering public subsidies to businesses		

Assumptions Used in Arriving at Fiscal Estimate

AB 416 requires that the Legislative Audit Bureau annually compile and summarize reports prepared by state and local government agencies from reports they receive from businesses awarded subsidies. The Audit Bureau summary is also to include information provided by the Department of Commerce on the Development Zone and Technology Zone programs. In addition to providing summary information, the Bureau is required to compare and evaluate the effectiveness of the subsidy programs and make recommendations to improve the programs.

It is assumed that the accumulation and analysis of information would take place in the four months from the time the reports are available (April 1) to when the Bureau's summary report must be filed (August 1). Concurrently, the Audit Bureau would perform the required evaluation of the effectiveness of the subsidy programs. It is estimated that this overall effort would require the work of several staff and be equivalent to one full-time position.

Long-Range Fiscal Implications

Increase appropriation s. 20.765(3)(c) by the cost to support one full-time equivalent position, estimated at \$54,800.

Fiscal Estimate Worksheet - 2003 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 03-1129/2		Introduction Number AB-416	
Subject			
Creating a planning and accountability mechanism for administering public subsidies to businesses			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
	State Operations - Salaries and Fringes	\$53,600	
	(FTE Position Changes)	(1.0 FTE)	
	State Operations - Other Costs	1,200	
	Local Assistance		
	Aids to Individuals or Organizations		
	TOTAL State Costs by Category	\$54,800	\$
B. State Costs by Source of Funds			
	GPR	54,800	
	FED		
	PRO/PRS		
	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, etc.)			
		Increased Rev	Decreased Rev
	GPR Taxes	\$	\$
	GPR Earned		
	FED		
	PRO/PRS		
	SEG/SEG-S		
	TOTAL State Revenues	\$	\$
NET ANNUALIZED FISCAL IMPACT			
		<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS		\$54,800	\$
NET CHANGE IN REVENUE		\$	\$
Agency/Prepared By		Authorized Signature	Date
LAB/ Jacob Klam (608) 259-9828		Jacob Klam (608) 259-9828	7/7/2003