

Fiscal Estimate Narratives
COMM 2/20/2006

LRB Number 05-3731/2	Introduction Number AB-979	Estimate Type Original
Description Grants to businesses that locate in extremely depressed areas, providing an exemption from emergency rule procedures, granting rule-making authority, and making an appropriation		

Assumptions Used in Arriving at Fiscal Estimate

This bill creates the Super Employment and Economic Development Zone Grants program within the Department. Under this program, the Department may award grants to businesses that locate in areas designated as extremely depressed and create at least 100 qualifying jobs. Under the bill, at least 90 percent of the jobs created must pay a family-supporting wage, and the business must attempt to fill at least 75 percent of the positions with people who reside in the designated depressed area.

The Department is likely to be able to absorb this program given its current staffing allocation. Under this bill, the Department is required to promulgate administrative rules to define eligible costs, extremely depressed areas, family-supporting wages and qualifying jobs. In addition, the Department must designate extremely depressed areas in Wisconsin. The Department will be required to develop application forms and guidelines, research and designate extremely depressed areas, underwrite grants, perform required reporting activities, monitor grant recipients for compliance, provide assistance to potential recipients, answer questions and publicize the program.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2005 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description Grants to businesses that locate in extremely depressed areas, providing an exemption from emergency rule procedures, granting rule-making authority, and making an appropriation			
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	\$		
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations	5,000,000		
TOTAL State Costs by Category	\$5,000,000		\$
B. State Costs by Source of Funds			
GPR	5,000,000		
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			
	State	Local	
NET CHANGE IN COSTS	\$5,000,000		\$
NET CHANGE IN REVENUE	\$		\$
Agency/Prepared By		Authorized Signature	Date
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