

Fiscal Estimate - 2005 Session

Original Updated Corrected Supplemental

LRB Number 05s0471/2		Introduction Number ASA1-AB912	
Description Allowing individuals to restrict release of credit reports and granting rule-making authority			
Fiscal Effect			
State:			
<input checked="" type="checkbox"/> No State Fiscal Effect			
<input type="checkbox"/> Indeterminate			
<input type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Increase Existing Revenues	
<input type="checkbox"/> Decrease Existing Appropriations		<input type="checkbox"/> Decrease Existing Revenues	
<input type="checkbox"/> Create New Appropriations		<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No	
		<input type="checkbox"/> Decrease Costs	
Local:			
<input type="checkbox"/> No Local Government Costs			
<input type="checkbox"/> Indeterminate			
1. <input type="checkbox"/> Increase Costs		3. <input type="checkbox"/> Increase Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
2. <input type="checkbox"/> Decrease Costs		4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
5. Types of Local Government Units Affected			
<input type="checkbox"/> Towns		<input type="checkbox"/> Village <input type="checkbox"/> Cities	
<input type="checkbox"/> Counties		<input type="checkbox"/> Others	
<input type="checkbox"/> School Districts		<input type="checkbox"/> WTCS Districts	
Fund Sources Affected		Affected Ch. 20 Appropriations	
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS			
Agency/Prepared By		Authorized Signature	Date
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Fiscal Estimate Narratives

DATCP 1/26/2006

LRB Number	05s0471/2	Introduction Number	ASA1- AB912	Estimate Type	Updated
Description Allowing individuals to restrict release of credit reports and granting rule-making authority					

Assumptions Used in Arriving at Fiscal Estimate

This bill requires the Department to administer the law which allows an individual to prohibit a consumer reporting agency from releasing the individual's consumer report for any purpose related to the extension of credit without the individual's prior authorization.

The bill would require DATCP to promulgate rules specifying what constitutes proper identification. The rules must be consistent with any requirements under federal credit reporting law pertaining to proper identification.

Currently the Department provides information to Wisconsin consumers who are victims of identity theft on placing a credit report freeze. This bill would make a credit report freeze available to any Wisconsin consumer who is eligible for extensions of credit, potentially 4.1 million citizens.

Based on information from other states that have similar legislation, it is believed a small percentage of consumers will place a credit freeze on their information, approximately .02% or 820 consumers.

Historically, we can assume that at least 5% of those consumers would contact the Department for information and 2% will file formal written complaints that require mediation. Based on these assumptions the Department believes we will be able to absorb the increase in workload.

Finally the Department estimates an increase in workload for two-years as a result of the rule development, however it is believed these one-time costs can be absorbed.

Long-Range Fiscal Implications