

Fiscal Estimate Narratives

DWD 10/18/2005

LRB Number 05-0090/3	Introduction Number AB-736	Estimate Type Original
Subject Drug-free construction sites		

Assumptions Used in Arriving at Fiscal Estimate

The department has two responsibilities under this bill. It must investigate complaints filed by persons alleging a contractor is not maintaining a bona fide drug testing program for their employees who are working on public works projects. The department anticipates it will receive no more than 10 such complaints a year and expects the average investigation to take 28 hours to complete using an Equal Rights Officer-Senior. Equal Rights Officer-Senior employees have a starting wage of \$25.379 per hour with fringe benefits. The department therefore estimates the total cost of investigating these 10 complaints to be \$7,100 and that the department can absorb this cost within its current budget.

The second responsibility under the bill for the department is to ensure employees tested for drugs are properly paid for the time spent in the testing process. The department anticipates that once this bill becomes law and employers become aware that time spent in conducting these tests by employees is work time the employers will routinely pay their employees for this time.

Local governments and the state will experience higher construction costs on public works projects with passage of this bill since employers will pass the cost of the drug testing program onto their customers. It is not possible at this time to estimate the increased costs.

Long-Range Fiscal Implications

Same as short range assumptions.

Fiscal Estimate Worksheet - 2005 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Subject			
Drug-free construction sites			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
None.			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$7,100	
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category		\$7,100	\$
B. State Costs by Source of Funds			
GPR		7,100	
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, ets.)			
		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		\$7,100	\$
NET CHANGE IN REVENUE		\$	\$
Agency/Prepared By		Authorized Signature	Date
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