

Fiscal Estimate - 2005 Session

- Original Updated Corrected Supplemental

LRB Number 05-1162/4		Introduction Number AB-520	
Subject Job preservation			
Fiscal Effect			
State:			
<input type="checkbox"/> No State Fiscal Effect			
<input checked="" 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 checked="" 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 checked="" type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS			
Agency/Prepared By DOA/ Dawn Soletski (608) 266-6497		Authorized Signature Martha Kerner (608) 266-1359	
		Date 7/6/2005	

Fiscal Estimate Narratives

DOA 7/7/2005

LRB Number	05-1162/4	Introduction Number	AB-520	Estimate Type	Original
Subject					
Job preservation					

Assumptions Used in Arriving at Fiscal Estimate

This bill requires that the Department of Commerce annually compile a list of businesses with a net job loss in Wisconsin of at least 50 employees in the previous calendar year. Under the bill, any companies certified on the list would be ineligible to enter into procurement contracts or receive tax credits or grants from any state agency or local governmental unit for seven years.

If enacted, this bill requires state agencies and local units of government to review the list of ineligible vendors on the Department of Commerce's website before entering into any of the above mentioned contract types. If there is a compelling reason to do so (i.e. sole source vendor), agencies would need to request that the Department of Commerce submit a waiver request on the agency or local governments' behalf to the Department of Administration and the Joint Finance Committee for approval.

This bill also requires the Department of Administration to review all waiver requests submitted by the Department of Commerce.

The State Bureau of Procurement would likely be the program area in DOA that would be required to review the list of ineligible vendors related to DOA's internal agency procurements and review waiver requests submitted by the Department of Commerce. It is not known how many waivers might be submitted by the Department of Commerce on behalf of state and local governmental units, therefore, it is difficult to predict the impact this would have on the Department. If the number of waiver requests is excessive, a portion of 1.0 FTE may be required to review and process them.

The fiscal impact of this bill on local units of government is likewise difficult to estimate. If the bill requirements disqualify a large number of frequently used or sole source vendors, local governments may have to spend a substantial amount of time and money on requests for bids and requests for waivers.

Long-Range Fiscal Implications

Unknown.