

Fiscal Estimate - 2005 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 05-0298/1	Introduction Number SB-116
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Subject
 Telephone solicitations, fines, exemptions, private actions

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate
 Increase Existing Appropriations
 Decrease Existing Appropriations
 Create New Appropriations

Increase Existing Revenues
 Decrease Existing Revenues

Increase Costs - May be possible to absorb within agency's budget
 Yes No
 Decrease Costs

Local:

No Local Government Costs
 Indeterminate

1. Increase Costs
 Permissive Mandatory
 2. Decrease Costs
 Permissive Mandatory

3. Increase Revenue
 Permissive Mandatory
 4. Decrease Revenue
 Permissive Mandatory

5. Types of Local Government Units Affected

Towns Village Cities
 Counties Others
 School Districts WTCS Districts

Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input checked="" type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.115(8)(jm)	

Agency/Prepared By	Authorized Signature	Date
DATCP/ Jim Rabbitt (608) 224-4965	Barb Knapp (608) 224-4746	4/6/2005

Fiscal Estimate Narratives

DATCP 4/7/2005

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Subject					
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Assumptions Used in Arriving at Fiscal Estimate

This bill will allow qualified cellular telephones to be added to the No-Call list. It is assumed that there are two cellular telephone numbers for every "hard wired" telephone number thus the list and administration and enforcement efforts will increase by 200%.

Administration of current no-call law is funded by fees charged to telemarketers who are required to register with the department and obtain a copy of the list. Under this bill and existing rules those annual fees are collected in quarterly installments which may be reduced or waived if the program fund exceeds program needs. The department has waived two quarters of the past year's fees and the first quarter of the current year. It is assumed that all additional costs associated with this bill can be absorbed by increasing the spending authority and collecting additional quarterly installments of the current registration fees.

It is assumed that the size of the no-call list will increase by approximately 2.8 million numbers. The department has a contract with a vendor to maintain the web site and toll free number by which consumer can register their number on the list. The vendor also compiles the list and ships it to telemarketers who register with the department. The cost to add cellular numbers to the list is estimated at \$300,000. This cost can be recouped by increased spending authority in the existing account.

Additionally, No-Call complaints are expected to increase. The department anticipates an additional 3,000 complaints annually, resulting in approximately 100 in-depth investigations. The current list is administered by 5.5 FTE. The department anticipates an additional 3.0 FTE will be necessary to process the increase in compliance efforts. Additional spending authority from existing funds will cover the expenses associated with these positions.

Long-Range Fiscal Implications

Administration of this law will require authorization for 3.0 FTE employees and increased expenditure authority of \$469,100 from the existing No-Call account.

Fiscal Estimate Worksheet - 2005 Session

Detailed Estimate of Annual Fiscal Effect

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Subject			
Telephone solicitations, fines, exemptions, private actions			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
Office setup, desks, telephones, computers, and supplies \$30,000.			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$131,600	
(FTE Position Changes)		(3.0 FTE)	
State Operations - Other Costs		337,500	
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category		\$469,100	\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS		469,100	
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		469,100	
SEG/SEG-S			
TOTAL State Revenues		\$469,100	\$
NET ANNUALIZED FISCAL IMPACT			
		State	Local
NET CHANGE IN COSTS		\$469,100	\$
NET CHANGE IN REVENUE		\$469,100	\$
Agency/Prepared By		Authorized Signature	Date
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