

Fiscal Estimate - 2007 Session

Original Updated Corrected Supplemental

LRB Number **07-0917/1** Introduction Number **AB-0218**

Description
Adopting the Uniform Debt-Management Services Act, granting rule-making authority, and providing a penalty

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**

GPR FED PRO PRS SEG SEGS s. 20.144(1)(g)

Agency/Prepared By	Authorized Signature	Date
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Fiscal Estimate Narratives

DFI 4/3/2007

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Description Adopting the Uniform Debt-Management Services Act, granting rule-making authority, and providing a penalty					

Assumptions Used in Arriving at Fiscal Estimate

This bill updates laws governing the licensing and regulation of Adjustment Service Companies, by adopting the Uniform Debt-Management Services Act.

There are currently 104 licensed adjustment service companies. It is anticipated that the number of licensees will remain relatively static, with new licensees approximating the number who choose not to be licensed under the new requirements.

This legislation adds some additional licensing and other responsibilities to the Department. The Department will be promulgating rules as well as monitoring the dollar amounts of items such as forfeitures, fees, and bond amounts to determine if they need to be changed to reflect certain changes in the consumer price index.

License applications will require additional documentation, which will expand the depth of the Department's review, including a description of educational programs, evidence of accreditation, and a criminal background check.

In order to comply with the legislation in the timeframe required, the additional review requirements will take approximately 0.5 FTE above current resources. The estimated cost is:

0.5 Financial Examiner Salary \$21,000
Fringe Benefits (41.1%) 8,600
Supplies and Services 1,000
Total estimated cost \$30,600

Long-Range Fiscal Implications