



State of Wisconsin

LEGISLATIVE REFERENCE BUREAU

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STEPHEN R. MILLER
CHIEF

December 17, 2007

MEMORANDUM

To: Representative Schneider

From: Christopher Sundberg, Legislative Attorney, (608) 266-9739

Subject: Technical Memorandum to **2007 AB 534** (LRB-2752/2) by **DOR**

We received the attached technical memorandum relating to your bill. This copy is for your information and your file.

If you wish to discuss this memorandum or the necessity of revising your bill or preparing an amendment, please contact me.

MEMORANDUM

December 5, 2007

TO: Christopher T. Sundberg
Legislative Reference Bureau

FROM: Paul Ziegler
Department of Revenue

SUBJECT: Technical Memorandum on AB0534

The proposed legislation prohibits the sale of cigarettes containing nicotine. The penalty for violation is a fine not to exceed \$10,000.

The proposed legislation is effective the day after publication. This effective date creates significant compliance problems. Since the department will need to develop administrative rules, guidelines, and plans for the removal of the contraband product from the state, the department recommends an effective date of the first day of the third month beginning after publication.

The proposed legislation makes no provision for the funding of the costs involved in administering the activities required. If the author wishes to provide funding, appropriation language could be developed and costs allocated in the following manner:

	Chapter 20	Amount	FTE
one-time	s. 20.566 (1) (a)	\$ 549,000	0.0
annual	s. 20.566 (1) (a)	\$ 1,061,800	13.0

If you have any questions regarding this technical memorandum, please contact Jacek Cianciara at (608) 266-8133

cc: Representative Schneider