

Fiscal Estimate - 2009 Session

Original Updated Corrected Supplemental

LRB Number 09-4458/1		Introduction Number AB-0888	
Description Employment eligibility verification requirements for state and local government employees and state procurement and construction contracts			
Fiscal Effect			
State:			
<input checked="" type="checkbox"/> No State Fiscal Effect			
<input 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"/> Counties		<input type="checkbox"/> Cities	
<input type="checkbox"/> School Districts		<input type="checkbox"/> Others	
		<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 type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS			
Agency/Prepared By		Authorized Signature	
DOA/ Dawn Soletski (608) 266-6497		Martha Kerner (608) 266-1359	
		Date	
		3/25/2010	

Fiscal Estimate Narratives

DOA 3/25/2010

LRB Number	09-4458/1	Introduction Number	AB-0888	Estimate Type	Original
Description Employment eligibility verification requirements for state and local government employees and state procurement and construction contracts					

Assumptions Used in Arriving at Fiscal Estimate

If enacted, this bill prohibits state agencies from contracting for materials, services, or construction work with companies that do not use the Federal employment eligibility verification program (E-verify) for verifying the employment eligibility of its employees.

The Department of Administration (DOA) estimates that the direct costs to modify contract language, verify affidavits of compliance, and incorporate new terms into requests for proposals and bids could be absorbed by department staff. However, it should be noted that this bill may reduce the overall number of vendors in the competitive process. If vendors decided not to use the E-verify system, they would be unable to bid on state contracts and, therefore, the pool of bidders and competition would decrease, potentially increasing the low bid for contracts and projects. The cost impact at this time, however, is indeterminate.

The fiscal impact on local governments is indeterminate. Local units of government should be able to use the E-verify system to verify the employment eligibility of new employees with minimal additional workload. However, it is not possible for DOA to estimate the work effort local units of government will have to employ to meet the requirements regarding verifying the work eligibility of existing employees.

Long-Range Fiscal Implications

Unknown.