



## Fiscal Estimate Narratives

HEAB 4/27/2010

LRB Number	<b>09-4710/2</b>	Introduction Number	<b>SB-708</b>	Estimate Type	<b>Original</b>
<b>Description</b> Authorized foods under the food stamp program; a deductible and coinsurance under BadgerCare Plus; a minimum copayment and maximum child care hours under Wisconsin Shares; drug testing for eligibility for public assistance; eliminating income eligibility requirements for enrollment in a private school participating in the Milwaukee Parental Choice Program; changing eligibility requirements for persons or families of low and moderate income to receive, directly or indirectly, certain housing, housing assistance, grants, loans, or benefits from the Wisconsin Housing and Economic Development Authority, the Department of Commerce, and local housing authorities; consideration of the income and assets of a person for purposes of receiving low-income energy assistance; consideration of the income and assets of both parents of a student under 22 years of age for purposes of awarding a grant or scholarship to such a student; prohibiting new claims under the earned income tax credit; increasing the individual income tax personal exemption for dependents; granting rule-making authority; and providing a penalty					

### Assumptions Used in Arriving at Fiscal Estimate

It would be impossible to administer this bill without additional resources. The FAFSA (Free Application for Federal Student Aid) does not currently collect information on both parents if they are not together.

If this bill were to pass as written, HEAB would need to somehow identify which students are from homes where there are single parents/stepparents/other. We would have to contact each student and ask for additional information. We would have to have an additional 2 FTE staff to do this and additional phone lines dedicated to just this project. While email is helpful, people are warned to not respond to emails asking for financial information. We would need money to re—code our computer system as this new information would be coming from a source other than the FAFSA. This would be a very costly process, both in time and in additional funds.

### Long-Range Fiscal Implications

## Fiscal Estimate Worksheet - 2009 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
  Supplemental

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<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>  It would be impossible to administer this bill without additional resources. The FAFSA (Free Application for Federal Student Aid) does not currently collect information on both parents if they are not together. If this bill were to pass as written, HEAB would need to somehow identify which students are from homes where there are single parents/stepparents/other. We would have to contact each student and ask for additional information. We would have to have more staff to do this and additional phone lines dedicated to just this project. While email is helpful, people are warned to not respond to emails asking for financial information. We would need money to re—code our system as this new information would be coming from a source other than the FAFSA. This would be a very costly process, both in time and in additional funds.		
<b>II. Annualized Costs:</b>		
	<b>Annualized Fiscal Impact on funds from:</b>	
	Increased Costs      Decreased Costs	
<b>A. State Costs by Category</b>		
State Operations - Salaries and Fringes	\$144,000	\$
(FTE Position Changes)		
State Operations - Other Costs	78,500	
Local Assistance		
Aids to Individuals or Organizations		
<b>TOTAL State Costs by Category</b>	<b>\$222,500</b>	<b>\$</b>
<b>B. State Costs by Source of Funds</b>		
GPR	222,500	
FED		
PRO/PRS		
SEG/SEG-S		
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</b>		
	Increased Rev	Decreased Rev
GPR Taxes	\$	\$
GPR Earned		
FED		

PRO/PRS		
SEG/SEG-S		
<b>TOTAL State Revenues</b>	<b>\$</b>	<b>\$</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$222,500	\$
NET CHANGE IN REVENUE	\$	\$
<b>Agency/Prepared By</b>		
<b>Authorized Signature</b>		<b>Date</b>
HEAB/ Sherrie Nelson (608) 267-2944		4/27/2010
Sherrie Nelson (608) 267-2944		