

Fiscal Estimate - 2009 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 09-4710/2	Introduction Number SB-708	
Description 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		
Fiscal Effect State: <input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input checked="" type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Increase Existing Revenues <input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <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"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <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	Date
COMM/ Tarna Gahan-Hunter (608) 267-9382	Louie Cornelius (608) 266-8629	5/13/2010

Fiscal Estimate Narratives

COMM 5/13/2010

LRB Number	09-4710/2	Introduction Number	SB-708	Estimate Type	Original
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Assumptions Used in Arriving at Fiscal Estimate

2009 SB 708 requires the Department of Commerce to impose limits on eligibility and housing for low-income families and individuals seeking housing, assistance, and benefits from the Department.

The bill creates the following limitations related to Commerce:

1. A person or family of low- or moderate-income must be restricted to housing in which the square footage is less than 50 percent of the average square footage for a rental unit of average rental value in the county in which the person or family resides.
2. A low- or moderate-income person or family may not receive assistance from Commerce if they have assets worth more than \$2,000 in cash equity value or a vehicle worth more than \$10,000 in cash equity value. This provision does not apply to a person who is disabled or over the age of 62.
3. No adult may spend the night in the home of a low- or moderate-income person or family who receives housing or utility assistance from the Department of Commerce if the income of that adult was not considered in determining the eligibility of the person or family to receive housing, assistance or benefits. Any person who violates this prohibition is guilty of a class A misdemeanor.

This bill also requires local housing authorities to impose similar limitations on eligibility.

The provisions in 2009 SB 708 will have a fiscal effect on the Department. In order to meet the requirements in the bill, the Department will need to hire 1.0 FTE Community Services Technician to perform training and monitoring to ensure that local grantees are complying with the law.

Community Services Technician-Annual Costs (1.0 FTE)

Wages (\$20.00 per hour) \$41,600
Fringe Benefits \$18,700
Supplies and Services \$10,000
One-Time Costs* \$8,000
Total \$78,300

*Includes computer and workstation.

The Department is unable to determine if the bill will have a fiscal effect at the local level.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2009 Session

Detailed Estimate of Annual Fiscal Effect

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I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): \$8,000 for a computer and workstation.		
II. Annualized Costs:	Annualized Fiscal Impact on funds from:	
	Increased Costs Decreased Costs	
A. State Costs by Category		
State Operations - Salaries and Fringes	\$60,300	\$
(FTE Position Changes)	(1.0 FTE)	
State Operations - Other Costs	10,000	
Local Assistance		
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$70,300	\$
B. State Costs by Source of Funds		
GPR	70,300	
FED		
PRO/PRS		
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		
SEG/SEG-S		
TOTAL State Revenues	\$	\$
NET ANNUALIZED FISCAL IMPACT		
	State	Local
NET CHANGE IN COSTS	\$70,300	\$

NET CHANGE IN REVENUE		\$	\$
Agency/Prepared By	Authorized Signature	Date	
COMM/ Tarna Gahan-Hunter (608) 267-9382	Louie Cornelius (608) 266-8629	5/13/2010	