

## Fiscal Estimate - 2011 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>11-1776/1</b>	<b>Introduction Number</b> <b>SB-012 (JR1)</b>	
<b>Description</b> State finances, the Medical Assistance program, granting bonding authority, and making appropriations		
<b>Fiscal Effect</b>		
<b>State:</b>		
<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 type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input checked="" type="checkbox"/> Decrease Existing Appropriations <input checked="" type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <input type="checkbox"/> Decrease Costs		
<b>Local:</b>		
<input type="checkbox"/> No Local Government Costs <input 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		
<b>Fund Sources Affected</b>		
<input checked="" type="checkbox"/> GPR <input checked="" type="checkbox"/> FED <input type="checkbox"/> PRO <input checked="" type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input type="checkbox"/> SEGS Multiple		
<b>Affected Ch. 20 Appropriations</b>		
<b>Agency/Prepared By</b>	<b>Authorized Signature</b>	<b>Date</b>
DOA/ Kirsten Grinde (608) 266-1040	Martha Kerner (608) 266-1359	4/1/2011

## Fiscal Estimate Narratives

DOA 4/1/2011

LRB Number 11-1776/1	Introduction Number SB-012 (JR1)	Estimate Type Original
<b>Description</b> State finances, the Medical Assistance program, granting bonding authority, and making appropriations		

### Assumptions Used in Arriving at Fiscal Estimate

January 2011 Special Session SB 12 adjusts fiscal year 2010-11 appropriations to address immediate shortfalls. The bill increases appropriations to the Departments of Corrections (\$21.5 million) and Health Services (\$176.5 million). Temporary Assistance for Needy Families (TANF) block grant funding is allocated under the bill to fund the state's earned income credit (\$37 million PR-F / PR-S), resulting in a commensurate reduction in GPR funding for that program.

A requirement of the Department of Administration Secretary to lapse \$200 million in the 2009-11 biennium is reduced by \$79 million under the bill. Additional bonding authority is authorized in the bill to allow restructuring of principal payments on outstanding general obligation bonds.

### Long-Range Fiscal Implications

Restructuring of principal payments on general obligation bonds will increase debt service costs by \$7.4 million in FY12 and \$22.1 million in FY13 through FY21.

**Fiscal Year 2010-11 Fiscal Effect**

	<b>GPR Increase</b>	<b>GPR Decrease</b>	<b>Total GPR</b>	<b>SEG Increase</b>	<b>PR Increase</b>	<b>All Funds</b>
<b>Departmental Revenues</b>						
Tribal Gaming						
Other						
Reduce 2007 Act 20 Lapse	(\$79,000,000)		(\$79,000,000)			(\$79,000,000)
<b>Total Available</b>	<b>(\$79,000,000)</b>	<b>\$0</b>	<b>(\$79,000,000)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$79,000,000)</b>
<b>Expenditures</b>						
Gross Appropriations						
Department of Corrections	\$19,537,900		\$19,537,900			\$19,537,900
Medicaid Appropriation Changes	\$142,200,000		\$142,200,000	\$6,700,000		\$148,900,000
Medicaid Administration	\$21,000,000		\$21,000,000			\$21,000,000
Income Maintenance	\$6,500,000		\$6,500,000			\$6,500,000
Medicaid-Milwaukee Indigent Care	\$6,800,000		\$6,800,000			\$6,800,000
EITC - Increased TANF		(\$37,000,000)	(\$37,000,000)		\$37,000,000	\$0
Less Estimated Lapses						
Reduce DOC Fuel/Utilities Lapse	\$2,000,000		\$2,000,000			\$2,000,000
Debt Service Restructuring		(\$165,000,000)	(\$165,000,000)			(\$165,000,000)
<b>Total Expenditures/Net Appropriations</b>	<b>\$198,037,900</b>	<b>(\$202,000,000)</b>	<b>(\$3,962,100)</b>	<b>\$6,700,000</b>	<b>\$37,000,000</b>	<b>\$39,737,900</b>
<b>Balance</b>	<b>(\$277,037,900)</b>	<b>\$202,000,000</b>	<b>(\$75,037,900)</b>	<b>(\$6,700,000)</b>	<b>(\$37,000,000)</b>	<b>(\$118,737,900)</b>

## Fiscal Estimate Worksheet - 2011 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
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<b>LRB Number</b> 11-1776/1	<b>Introduction Number</b> SB-012 (JR1)	
<b>Description</b> State finances, the Medical Assistance program, granting bonding authority, and making appropriations		
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>		
Net fiscal year 2010-11 GPR appropriations are decreased by \$4.0 million. GPR-Earned in fiscal year 2010-11 is reduced by \$79 million. Under the bill, the estimated gross general fund balance is estimated to be \$83.8 million on June 30, 2011. Federal appropriations are increased by \$37 million in fiscal year 2010-11. Segregated fund appropriations are increased by \$6.7 million in fiscal year 2010-11. State health insurance premium costs will be reduced by \$28 million between July 1, 2011, and December 31, 2011.		
<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	\$	\$
(FTE Position Changes)		
State Operations - Other Costs	22,100,000	
Local Assistance		
Aids to Individuals or Organizations		
<b>TOTAL State Costs by Category</b>	<b>\$22,100,000</b>	<b>\$</b>
<b>B. State Costs by Source of Funds</b>		
GPR	22,100,000	
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	\$22,100,000	\$
NET CHANGE IN REVENUE	\$	\$
<b>Agency/Prepared By</b>	<b>Authorized Signature</b>	<b>Date</b>

