

Fiscal Estimate Narratives

DOA 3/20/2014

LRB Number 13-4044/1	Introduction Number SB-544	Estimate Type Corrected
Description Addition to the 2013-15 Authorized State Building Program		

Assumptions Used in Arriving at Fiscal Estimate

2013 SB 544 enumerates an additional project to the 2013-15 Authorized State Building Program. The project is the Wisconsin Veterans Home at King - John R. Moses Skilled Nursing Facility, and would be supported by \$28,000,000 in general fund borrowing and \$52,000,000 in program revenue borrowing.

SB 544 does not make appropriations for the project's borrowing. Based on the absence of an appropriation, there is no fiscal impact to the State Building Program. The administrative workload for the Department in implementing the project would be provided for with existing resources.

In the event that appropriations are made for the project's borrowing, the annual fiscal impact of the project to the State Building Program is estimated to be \$700,000 GPR and \$1,300,000 PR in the first year, and \$2,246,800 GPR and \$4,172,600 PR in the subsequent twenty (20) fiscal years. This estimate is based on initial estimates of one debt service payment in the first year, a 20-year borrowing term, and a 5% interest rate.

Long-Range Fiscal Implications