

Fiscal Estimate - 2013 Session

Original Updated Corrected Supplemental

LRB Number 13-4267/1	Introduction Number SB-628
Description Regulation of raffles	
Fiscal Effect	
State: <input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input 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 type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs 3. <input type="checkbox"/> Increase Revenue 5. Types of Local Government Units Affected <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities 2. <input type="checkbox"/> Decrease Costs 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <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 checked="" type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	
Agency/Prepared By DOA/ Debra G. Miller (608) 266-5877	Authorized Signature Colleen Holtan (608) 266-1359
Date 3/5/2014	

Fiscal Estimate Narratives

DOA 3/5/2014

LRB Number	13-4267/1	Introduction Number	SB-628	Estimate Type	Original
Description Regulation of raffles					

Assumptions Used in Arriving at Fiscal Estimate

2013 SB 628 makes numerous changes to provisions regarding raffles. Raffles are currently defined as a game of chance in which tickets or calendars are sold and a drawing for prizes is held. Raffles are further defined as either a calendar raffle (for which a drawing is held and a prize awarded on each date specified in a calendar) or a single-event raffle (a drawing is made from a container for a prize or group of prizes). Generally, charitable organizations may conduct raffles. The Department currently issues Type A (tickets are sold for calendar raffles, and in advance and on the day of the event for single-event raffles), and Type B (tickets are sold only on the day of the event) raffles licenses.

SB 628 makes the following changes to current statutory provisions:

1. Removes current limits on raffle ticket prices. The current limit is \$100 for type A single-event and \$10 for each day purchased for a calendar raffle, and \$10 for a type B single-event raffle ticket.
2. Increases the number of raffles allowed during a 12-month period from 200 to 365.
3. Removes the authority of the Department to promulgate rules regarding the conduct of raffles. Many provisions related to the administration of raffles that are currently codified by administrative rule would be added to Chapter 563, Wis. Stats.
4. Increases the number of days prior to a raffle conducted under a type A license during which tickets may be sold from 270 to one year.
5. Allows tickets sold under a type B raffle to be sold prior to the raffle if tickets are not delivered to purchasers until the day of the drawing.
6. Provides for passive approval of license applications if the application is not approved within a certain number of days.
7. Eliminates the requirement that licensees submit an annual report to the Department detailing the number of raffles conducted in the prior year and the related gross receipts, expenses and net profits. Licensees would still be required to prepare and have the information available, and would provide the report to the Department only under certain circumstances.

Statutory provisions regarding raffles are administered by the Department. The Department does not anticipate a change in the number of raffle licenses resulting from SB 628. The Department estimates that SB 628 would result in one-time costs of \$79,550 to educate/communicate with licensees and prospective licensees regarding the new raffle provisions; update the charitable database program; and revise and re-print forms and documents. In addition, the Department estimates there would be a cost to update processes related to oversight and audit of raffles; however, that cost is indeterminate and may be absorbed within the Department's budget.

Note: AB 422 would amend the regulation of raffles that involve the racing of plastic or rubber ducks. The Department estimates that AB 422 would require one-time costs of \$79,550 for purposes similar to those required in SB 628. Should both bills become law, the Department estimates that the one-time cost of implementing both bills would be \$79,550. Should only one of the bills become law, the one-time cost for SB 628 would remain \$79,550.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2013 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 13-4267/1		Introduction Number SB-628	
Description Regulation of raffles			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
\$79,550			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes	\$		\$
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category	\$		\$
B. State Costs by Source of Funds			
GPR			
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			
	<u>State</u>		<u>Local</u>
NET CHANGE IN COSTS	\$		\$
NET CHANGE IN REVENUE	\$		\$
Agency/Prepared By			
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		Colleen Holtan (608) 266-1359	
			Date
			3/5/2014