

Fiscal Estimate - 2013 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 13-2971/1		Introduction Number AB-0422	
Description Raffles that involve the racing of plastic or rubber ducks			
Fiscal Effect			
State:			
<input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input checked="" 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 <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		4. <input type="checkbox"/> Decrease Revenue <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 checked="" type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.505(8)(j) numeric 835			
Agency/Prepared By		Authorized Signature	
DOA/ Rachel Meek (608) 266-6497		Jana Steinmetz (608) 266-1359	
		Date	
		11/6/2013	

Fiscal Estimate Narratives

DOA 11/6/2013

LRB Number	13-2971/1	Introduction Number	AB-0422	Estimate Type	Original
Description Raffles that involve the racing of plastic or rubber ducks					

Assumptions Used in Arriving at Fiscal Estimate

Assembly Bill 422 expands the type of authorized raffles in Wisconsin to include games of chance for which tickets are sold and that use plastic or rubber ducks in a race. The bill also imposes specific requirements for conducting the race. The Department anticipates there would be an increase in license applications as a result of this legislation. However, it is difficult to quantify the number of organizations that would apply for a license.

Assembly Bill 422 also proposes eliminating the word "drawing" in a number of places throughout Chapter 563 of State Statutes and by doing so may actually change the meaning of a number of statutory provisions. Removing this language may have the unintended consequence of legalizing other forms of gambling not envisioned by the bill (i.e. Golf Ball Drops, Paddle Wheels, etc.) This would further increase the number of applications received by the Division.

The Division of Gaming would be unable to absorb the workload involved with an increase in applications and would require an additional 1.0 FTE position to work in coordination with the 1.0 FTE position currently working with the raffle applications to process applications and respond to inquiries. The estimated annual cost of this position is \$74,200. Additionally, there will be one-time costs of \$79,500 to update the charitable database program, revise forms and documents and complete initial printing of the updated forms and documents.

Current application fees are \$25 for each raffle license. The Division of Gaming processed approximately 9,500 applications in fiscal year 2012-13, resulting in revenue of \$239,000. In order to provide the revenue necessary to support the position, an increase of approximately 3,000 applications per year or an increase in the application fee would be required.

Long-Range Fiscal Implications

The amount of increased revenue as a result of increased applications is indeterminate. There would be on-going costs associated with the workload of 1.0 FTE position.

Fiscal Estimate Worksheet - 2013 Session

Detailed Estimate of Annual Fiscal Effect

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Description Raffles that involve the racing of plastic or rubber ducks			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): Changes to the Charitable Gaming Database Program \$50,550 Staff time to revise forms and documents and to assist IT staff with database changes \$25,000 Printing of initial run of all updated application materials \$4,000 TOTAL one-time cost: \$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	\$62,700	\$
	(FTE Position Changes)		
	State Operations - Other Costs	11,500	
	Local Assistance		
	Aids to Individuals or Organizations		
	TOTAL State Costs by Category	\$74,200	\$
B. State Costs by Source of Funds			
	GPR		
	FED		
	PRO/PRS	74,200	
	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	\$74,200	\$
	NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By			
DOA/ Rachel Meek (608) 266-6497		Authorized Signature	Date
		Jana Steinmetz (608) 266-1359	11/6/2013