

### Fiscal Estimate - 2015 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>15-1560/3</b>	<b>Introduction Number</b> <b>AB-0163</b>
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**Description**  
 Elimination of the Department of Safety and Professional Services and the Department of Financial Institutions; elimination of the Educational Approval Board; creation of the Department of Financial Institutions and Professional Standards; transfer of the Veterinary Examining Board to the Department of Agriculture, Trade and Consumer Protection, providing an exemption from emergency rule procedures; requiring the exercise of rule-making authority; and making appropriations

**Fiscal Effect**

**State:**

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget
<input type="checkbox"/> Indeterminate	<input checked="" type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriations		
<input type="checkbox"/> Create New Appropriations		

**Local:**

<input checked="" type="checkbox"/> No Local Government Costs	<b>5. Types of Local Government Units Affected</b>	
<input type="checkbox"/> Indeterminate		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Counties <input type="checkbox"/> Others
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	<input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

<b>Fund Sources Affected</b>	<b>Affected Ch. 20 Appropriations</b>
<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 20.435 (1) (gm)	

<b>Agency/Prepared By</b> DHS/ Sara Koliner (608) 267-5147	<b>Authorized Signature</b> Andy Forsaith (608) 266-7684	<b>Date</b> 4/20/2015
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## Fiscal Estimate Narratives

DHS 4/20/2015

LRB Number	15-1560/3	Introduction Number	AB-0163	Estimate Type	Original
<b>Description</b> Elimination of the Department of Safety and Professional Services and the Department of Financial Institutions; elimination of the Educational Approval Board; creation of the Department of Financial Institutions and Professional Standards; transfer of the Veterinary Examining Board to the Department of Agriculture, Trade and Consumer Protection, providing an exemption from emergency rule procedures; requiring the exercise of rule-making authority; and making appropriations					

### Assumptions Used in Arriving at Fiscal Estimate

Under current law, the oversight of tattooing, body piercing, and tanning establishments is the responsibility of the Bureau of Environmental and Occupational Health (BEOH) in the Department of Health Services (DHS). The Food Safety and Recreational Licensing Section (FSRL), which oversees tattooing and body piercing establishments, and Radiation Protection Section, which oversees tanning establishments, conduct training of state and local health department (LHD) staff, provide policy interpretation, and are responsible for developing and maintaining administrative rules and statutes. The appropriation under s. 20.435(1)(gm), Wis. Stats., provides budget authority to the programs, which are funded fully by program fee revenue. Permits and licenses are issued on an annual (SFY) basis, except for the 5-year Food Manager certification.

Tanning program revenue consists solely of tanning bed licenses, which amounts to an estimated \$10,500 per year (1050 licenses at \$10 each). Currently, tanning revenue does not cover the full operating costs of the program, which is offset with other revenue from within the appropriation. The tattoo and body piercing program within FSRL generates about \$94,020 in license revenue, \$11,205 in other revenue, and \$5,779 in agent contract reimbursement, for a total of \$111,004 each year. Pre-licensing inspection fees or re-inspection fees could increase this number by 5 percent, for annual total revenue of \$116,554. FSRL revenue also includes fees associated with campground, food safety, and hospitality licensing, the total of which fully supports the section's operating costs.

Under SB 119, oversight of tattooing, body piercing and tanning establishments would be transferred to the Department of Financial Institutions and Professional Standards, resulting in the loss of associated fee revenue, which the Department estimates at \$127,054 per year. DHS expects to be able to absorb this loss of revenue within the Agency's budget because it will no longer incur the cost of regulating these establishments.

The Department does not anticipate a fiscal impact on local health departments.

### Long-Range Fiscal Implications