

### Fiscal Estimate - 2015 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>15-3592/2</b>	<b>Introduction Number</b> <b>AB-0578</b>	
<b>Description</b> Exclusion of a franchisor as the employer of a franchisee or of an employee of a franchisee		
<b>Fiscal Effect</b>		
<b>State:</b>		
<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		
<b>Local:</b>		
<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 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
<b>5. Types of Local Government Units Affected</b>		
<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <u>0</u> <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts		
<b>Fund Sources Affected</b> <b>Affected Ch. 20 Appropriations</b>		
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS		
<b>Agency/Prepared By</b> DWD/ Richard Chao (608) 266-7713	<b>Authorized Signature</b> Georgia Maxwell (608) 266-2284	<b>Date</b> 1/25/2016

## Fiscal Estimate Narratives

DWD 1/25/2016

LRB Number	15-3592/2	Introduction Number	AB-0578	Estimate Type	Original
<b>Description</b> Exclusion of a franchisor as the employer of a franchisee or of an employee of a franchisee					

### Assumptions Used in Arriving at Fiscal Estimate

This bill excludes a franchisor as the employer of a franchisee or of an employee of a franchisee for purposes of certain laws relating to employment. The proposed legislation requires the Division of Unemployment Insurance (UI) to gather new data when employers register and report wages.

IT system changes will be needed to record the franchisor and franchisee information upon employer registration. This will require 100 hours of IT changes at a one-time cost of \$8,500.

Compliance with the proposed legislation will require two full time staff to handle the specialized decisions resulting from the process to identify an employer. The estimated cost of two staff positions with necessary qualifications will cost \$257,000 annually.

### Long-Range Fiscal Implications

Annual staff costs of \$257,000.

## Fiscal Estimate Worksheet - 2015 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>15-3592/2</b>	<b>Introduction Number</b> <b>AB-0578</b>	
<b>Description</b> Exclusion of a franchisor as the employer of a franchisee or of an employee of a franchisee		
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>		
The proposed legislation requires the Division of Unemployment Insurance (UI) to gather new data when employers register and report wages. IT system changes will be needed to record the franchisor and franchisee information upon employer registration This will require 100 hours of IT changes at a cost of \$8,500.		
<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	\$257,000	\$
(FTE Position Changes)	(2.0 FTE)	
State Operations - Other Costs		
Local Assistance		
Aids to Individuals or Organizations		
<b>TOTAL State Costs by Category</b>	<b>\$257,000</b>	<b>\$</b>
<b>B. State Costs by Source of Funds</b>		
GPR		
FED	257,000	
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, ets.)</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	\$257,000	\$
NET CHANGE IN REVENUE	\$	\$
<b>Agency/Prepared By</b>		
<b>Authorized Signature</b>		
<b>Date</b>		
DWD/ Richard Chao (608) 266-7713	Georgia Maxwell (608) 266-2284	1/25/2016