

Fiscal Estimate - 2017 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 17-2121/1	Introduction Number AB-0123
-----------------------------	------------------------------------

Description
 the information technology block grant program, the broadband expansion grant program, waiving certain fees and appraisals, and making appropriations

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate
 Increase Existing Appropriations
 Increase Existing Revenues
 Decrease Existing Appropriations
 Decrease Existing Revenues
 Create New Appropriations

Increase Costs - May be possible to absorb within agency's budget
 Yes No
 Decrease Costs

Local:

No Local Government Costs
 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	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
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	

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 20.395(3)(jh)	

Agency/Prepared By DOT/ Cody White (608) 266-8370	Authorized Signature Amy Bayer (608) 264-8423	Date 5/3/2017
-------------------------------------------------------------	---------------------------------------------------------	-------------------------

Fiscal Estimate Narratives

DOT 5/3/2017

LRB Number	17-2121/1	Introduction Number	AB-0123	Estimate Type	Original
Description the information technology block grant program, the broadband expansion grant program, waiving certain fees and appraisals, and making appropriations					

Assumptions Used in Arriving at Fiscal Estimate

Since its inception in FY 1996, WisDOT has collected \$4,335,931 in longitudinal occupation and installation fees for telecommunications facilities located within highways, which is a FY average of \$197,088. The 10-year average over FY 2006-2016 is \$172,045. Per the Public Service Commission's underserved map (attached map), WisDOT estimates that up to 50% of its controlled-access highways (CAHs) may be affected by the bill. Many of the CAHs identified in underserved areas already have fiber installed on them via WisDOT-approved permits.

On average, WisDOT receives 10-15 requests/year from telecommunications service providers to install fiber on its CAHs. Of those requests, about 90% are charged the fee. In lieu of the occupation fee, WisDOT may receive resources in the form of unused fiber and/or conduit. On larger (longer) projects, both the telecommunications service providers and WisDOT find it advantageous to enter into a shared resource project. Therefore, most of the shorter requests for occupation on CAH involve fees.

Ten-year average for longitudinal occupation and installation fees collected = \$172,045.

Up to 50% of CAH's may be affected by the bill.

90% of the requests to install fiber on CAH's per year are charged a fee.

$$\$172,045 \times 0.9 \times 0.5 = \$77,400$$

WisDOT estimates that this bill will result in WisDOT collecting approximately \$75,000 less revenue per year.

Long-Range Fiscal Implications

Will result in decreased revenue going forward.

Presented by the Wisconsin Broadband Office

AREAS UNDERSERVED FOR INTERNET ACCESS



Learn more about the Wisconsin Broadband Office at www.link.wisconsin.gov

0 10 20 40 Miles

Map Drafted: 1/6/2017 PSC ID: DbpmBbCovC1

Disclaimer: This map attempts to highlight areas of the state that are underserved for fixed internet access, but does not guarantee that said coverage does or does not exist in specific locations.



Wisconsin Broadband Office, Public Service Commission of Wisconsin

www.link.wisconsin.gov PSCStateBroadbandOffice@wisconsin.gov



Fiscal Estimate Worksheet - 2017 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 17-2121/1	Introduction Number AB-0123	
Description the information technology block grant program, the broadband expansion grant program, waiving certain fees and appraisals, and making appropriations		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):		
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	0	-75,000
SEG/SEG-S		
TOTAL State Revenues	\$0	\$-75,000
NET ANNUALIZED FISCAL IMPACT		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$	\$
NET CHANGE IN REVENUE	\$-75,000	\$
Agency/Prepared By		
Authorized Signature		
Date		
DOT/ Cody White (608) 266-8370	Amy Bayer (608) 264-8423	5/3/2017