

Fiscal Estimate Narratives

SWIB 11/7/2017

LRB Number	17-4608/1	Introduction Number	AB-0640	Estimate Type	Original
Description creating the innovation fund and economic development programs funded by that fund, establishing the Innovation Fund Council, authorizing the State of Wisconsin Investment Board to provide certain advice and services to state agencies and others, and making appropriations					

Assumptions Used in Arriving at Fiscal Estimate

This bill authorizes, but does not require, the State of Wisconsin Investment Board (SWIB) to provide advice or services to any other state agency or authority of Wisconsin state government, at their request. The advice or services may be provided for any purpose, including economic development in this state and relate to managing or administering money and property controlled by the agency or authority.

The bill provides that the scope of any advice or services provided to a state agency or authority shall be defined by agreement between SWIB and the agency or authority.

The bill provides that any agreement between SWIB and an agency or authority must require the cost of any advice or services provided by SWIB to be paid by the agency or authority and credited to SWIB's appropriation under s. 20.536 (1)(k), stats. The bill also provides that any agreement between SWIB and an agency or authority for advice or services may authorize SWIB to make assessments against the money and property controlled by the agency or authority or charge the agency or authority for the cost of any advice or services provided.

The costs SWIB would it occur in providing advice or services under this bill are indefinite because they depend upon what agreements are entered into between SWIB and other agencies and authorities in the future. However, the bill requires that SWIB be reimbursed for the costs of any advice, services or facilities provided.

The bill also provides that the Executive Director of SWIB shall designate a member of the 11 member Innovation Fund Council that is created by the bill Because the Trustees of the Investment Board are authorized to establish SWIB's operating budget, it is assumed the costs of this requirement can be accomodated.

Long-Range Fiscal Implications