

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19-4689/2	Introduction Number AB-0607
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Description
 funding for service award payments and making an appropriation

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 type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input checked="" type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriations		
<input type="checkbox"/> Create New Appropriations		

Local:

<input type="checkbox"/> No Local Government Costs		
<input type="checkbox"/> Indeterminate		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
		<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 checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.505 (4) (er)	

Agency/Prepared By DOA/ Robert Albrecht (608) 264-6343	Authorized Signature Colleen Holtan (608) 266-1359	Date 12/9/2019
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Fiscal Estimate Narratives

DOA 12/9/2019

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Assumptions Used in Arriving at Fiscal Estimate

The sum sufficient GPR appropriation under s. 20.505 (4)(er) Wis. Stats., Service Award Program; State Awards, is authorized for making state match payments for the Service Award Program under s. 16.25, Wis. Stats. The Service Award Program provides a tax-deferred benefit to volunteer firefighters and emergency medical responders as a 2:1 match to annual municipal contributions up to a maximum statutorily-defined rate for local volunteer fire fighters, responders and emergency practitioners. This program is administered by the Department of Administration's (DOA) Division of Intergovernmental Relations (DIR).

Under current law, the appropriation's sum sufficiency is limited to \$2,500,000 as specified in s. 20.505 (4)(er), Wis. Stats. 2019 Assembly Bill 607 (AB 607) would increase this statutory maximum limit by \$305,700 to \$2,805,700 in FY 2019-20, and by \$400,000 to \$2,900,000 in FY 2020-21, to accommodate increased state match payments. The increases are based upon actual and estimated increases to the state match rate as determined in accordance with s. 16.25 (3)(d)1, Wis. Stats., and actual and estimated increases in the number of program participants, which is in part a result of the 2017 Wisconsin Act 59 changes to the program. The FY 2019-20 increase includes an amount of \$45,700 for the purpose of providing additional state match payments to program participants who received a prorated state match amount for program year 2018, paid with FY 2018-19 expenditure authority. (AB 607, Section 3, Nonstatutory provisions.) The proration of program year 2018 payments was necessary because the moneys appropriated under s. 20.505 (4)(er), were not sufficient to fully fund the contributions required to be paid by the Department for that program year. That is, the total state match requested exceeded the \$2,500,000 statutory limit by \$45,700.

The Department anticipates amounts paid under the nonstatutory provisions of the bill would be paid simultaneously with the program year 2019 (FY 2019-20) payment to reduce administrative burden and cost for both the Department and the vendors. The vendors with which the state currently contracts for the administration of the program do not anticipate there will be significant costs associated with processing this supplemental payment.

Excepting the execution of the non-statutory provision above, AB 607 does not assign any new responsibilities to the Department in the administration of the program, and any administrative costs associated with implementing the new statutory limit are absorbable within current operations.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2019 Session

Detailed Estimate of Annual Fiscal Effect

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Description funding for service award payments and making an appropriation			
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	305,700		
TOTAL State Costs by Category	\$305,700		\$
B. State Costs by Source of Funds			
GPR	305,700		
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, ets.)			
		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		\$305,700	\$
NET CHANGE IN REVENUE		\$	\$
Agency/Prepared By		Authorized Signature	Date
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