

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19-5282/1	Introduction Number SB-711
Description priorities and criteria for the municipal flood control and riparian restoration program and amending administrative rules	
Fiscal Effect	
State:	
<input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate	
<input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations	<input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues <input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs
Local:	
<input type="checkbox"/> No Local Government Costs <input checked="" 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
5. Types of Local Government Units Affected <input checked="" type="checkbox"/> Towns <input checked="" type="checkbox"/> Village <input checked="" type="checkbox"/> Cities <input type="checkbox"/> Counties <input checked="" type="checkbox"/> Others <u>Metropolitan Sewerage District</u> <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts	
Fund Sources Affected	
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	
Affected Ch. 20 Appropriations	
Agency/Prepared By	Authorized Signature
DNR/ Paul Neumann (608) 266-0818	Paul Neumann (608) 266-0818
Date	
1/31/2020	

Fiscal Estimate Narratives

DNR 1/31/2020

LRB Number	19-5282/1	Introduction Number	SB-711	Estimate Type	Original
Description priorities and criteria for the municipal flood control and riparian restoration program and amending administrative rules					

Assumptions Used in Arriving at Fiscal Estimate

The bill provides that any of the activities listed in DNR's rules for municipal flood control (MFC) grants are eligible for those grants, and clarifies that the listed activities are not in priority order. The bill also requires DNR, when scoring applications for municipal flood control grants, to consider the cost-effectiveness of the proposed activity. In addition, if an application proposes to acquire and remove structures, the bill requires DNR, when scoring the application, to consider the loss of tax base to be an adverse impact.

State Fiscal Effect

The bill would require the Department to amend Administrative Rule NR 199 to incorporate rating and ranking criteria for the new requirements, which will also result in revisions to the application materials, scoring system, and redrafting of guidance documents. The new scoring system would need to determine how to measure the cost-effectiveness of a proposed activity, which would also include the loss of tax base as an adverse impact of acquisition and removal of structures.

Implementing the provisions of the bill will increase the workload of staff involved with the MFC grant program. One-time costs for reviewing and updating administrative code, application materials, scoring system and redrafting guidance documents would take approximately 250 hours. This would include drafting the scope statement and amended rule along with the supporting documentation needed for administrative code change approval. Appearances before the Natural Resources Board will be required for scope statement approval, authorization to hold public hearings and final approval. In addition, because this rule involves several programs (i.e., Watershed Management and Community Financial Assistance), meeting and coordination among representatives of those programs will be required. The Department's rule coordinator will be involved to assist in publication of required notices and submission of the various requests for approval. Department legal counsel will assure compliance with the requirements of ch. 227, Wis. Stats.

In summary, the Department estimates 420 total hours of staff time and one-time costs of \$23,400 to implement the changes prescribed in the bill.

Local Fiscal Effect

The local fiscal effect of the bill is indeterminate.

In order to determine cost-effectiveness and loss of tax base, local units of government applying for MFC grants will incur additional staff time and costs to furnish additional information with their applications.

A municipality's ability to compete for MFC grants will either increase or decrease based upon the type of project applications submitted as it compares to the changes prescribed in the bill.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2019 Session

Detailed Estimate of Annual Fiscal Effect

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Description priorities and criteria for the municipal flood control and riparian restoration program and amending administrative rules			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): One-time costs of \$23,400 to implement the provisions of the bill.			
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		
	SEG/SEG-S		
	TOTAL State Revenues	\$	\$
NET ANNUALIZED FISCAL IMPACT			
		<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS		\$	\$
NET CHANGE IN REVENUE		\$	\$
Agency/Prepared By		Authorized Signature	Date
DNR/ Paul Neumann (608) 266-0818		Paul Neumann (608) 266-0818	1/31/2020