Fiscal Estimate - 2021 Session

Original Updated	☐ Corrected ☐ Supple	emental			
LRB Number 21-4322/1	Introduction Number AB-06	514			
Description bargaining over wages, hours, and conditions of employment for public employees					
Fiscal Effect					
Appropriations Reve	ase Existing enues ease Existing enues enues Decrease Costs - May be absorb within agency's Decrease Costs				
Permissive Mandatory Perm 2. Decrease Costs 4. Decr	5.Types of Local Governments o	ge 🛛 Cities rs S			
Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS					
Agency/Prepared By	Authorized Signature	Date			
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Fiscal Estimate Narratives DOR 10/21/2021

LRB Number 21-4322/1	Introduction Number	AB-0614	Estimate Type	Original		
Description						
bargaining over wages, hours, and conditions of employment for public employees						

Assumptions Used in Arriving at Fiscal Estimate

Under the bill, state and municipal employees may bargain over wage increases that exceed the percentage increase in the consumer price index, employee hours and conditions of employment, and agree to a dispute settlement procedure, including binding arbitration, to resolve an impasse over the terms of a collective bargaining agreement under the Municipal Employees Act. The bill also allows for the selection of collective bargaining unit representatives with a simple majority of the employees in the unit from at least 51 percent under current law, and the bill repeals the annual certification requirement.

The department would no longer send consumer price index data to the Wisconsin Employment Relations Commission, but DOR would continue to collect the information for other programs and for economic analysis purposes.

The local fiscal effect would vary based on budget decisions made by local government officials. Under current law, local governments would still be subject to local levy limits, and the valuation factor generally limits levy increases to a percentage equal to the greater of either the percentage change in the political subdivision's January 1 equalized value due to new construction less improvements removed between the previous year and the current or zero percent. For eligible municipal governments, the expenditure restraint program also limits municipal budget increases by more than an inflation factor plus a valuation factor.

The bill could impact tax increment districts to the extent a local government could increase property tax rates.

Long-Range Fiscal Implications