Fiscal Estimate - 2023 Session

☒ Original   ☐ Updated   ☐ Corrected   ☐ Supplemental

LRB Number **23-5522/2**	Introduction Number **AB-1068**

Description
use of artificial intelligence by state agencies and staff reduction goals

Fiscal Effect

State:
☐ No State Fiscal Effect
☒ Indeterminate

☐ Increase Existing Appropriations
☐ Decrease Existing Appropriations
☐ Create New Appropriations

☐ Increase Existing Revenues
☐ Decrease Existing Revenues

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

Local:
☐ No Local Government Costs
☐ Indeterminate

1. ☐ Increase Costs
   ☐ Permissive ☐ Mandatory
2. ☐ Decrease Costs
   ☐ Permissive ☐ Mandatory

3. ☐ Increase Revenue
   ☐ Permissive ☐ Mandatory
4. ☐ Decrease Revenue
   ☐ Permissive ☐ Mandatory

5. Types of Local Government Units Affected
☐ Towns   ☐ Village   ☐ Cities
☐ Counties   ☐ Others
☐ School Districts   ☐ WTCS Districts

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
ECB 2/9/2024

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Description use of artificial intelligence by state agencies and staff reduction goals		

Assumptions Used in Arriving at Fiscal Estimate

2023 Assembly Bill 1068 would create ss. 16.42(4)(b)3. and 16.503, Wis. Stats. that would require agencies to establish work reduction goals beginning with their FY31-33 budget requests based on their FY24 FTE. This bill also requires agencies, beginning in FY26, to submit reports identifying work efficiencies that could be made using artificial intelligence (AI) tools that will facilitate staff reduction goals.

Additionally, this bill requires agencies to undergo an LAB audit of AI tools use and provide summaries of their: guidelines for AI use; policies and practices that ensure privacy of personally identifiable information collected or used; and policies and practices for evaluating data collected and used with AI tools including their performance, effectiveness, and results.

Under the bill, the Educational Communications Board (ECB) would be required in alternating years to prepare and submit the required report under s. 16.503 starting in 2026; to develop and submit an FTE reduction proposal under s. 16.42(4)(b)3. beginning in the FY31-33 biennium; and to comply with LAB audit requirements. ECB anticipates that it would be able administratively to absorb these costs of compliance within the agency's current position and expenditure authority.

At this time, ECB cannot responsibly state that efficiencies could be gained from AI tools to the degree that authorized positions could be eliminated. The agency is unable to estimate future fiscal impact from the use of AI. If enacted, ECB would comply with reporting requirements and provide justification as required under s. 16.503(2)(c) when position reductions are not possible.

Long-Range Fiscal Implications