

Fiscal Estimate - 2023 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 23-2102/1	Introduction Number AB-0449
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Description
 rural creative economy grant program and making an appropriation

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase 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"/> Indeterminate	<input type="checkbox"/> Decrease Existing Revenues	
<input type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriations		
<input checked="" type="checkbox"/> Create New Appropriations		

Local:

<input type="checkbox"/> No Local Government Costs		
<input type="checkbox"/> Indeterminate	5. Types of Local Government Units Affected	
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Counties <input type="checkbox"/> Others
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	<input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

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	20.380 (3) (dm)

Agency/Prepared By	Authorized Signature	Date
TOUR/ Robert Albrecht (608) 264-6343	Robin Malicki (608) 264-9576	10/17/2023

Fiscal Estimate Narratives

TOUR 10/17/2023

LRB Number	23-2102/1	Introduction Number	AB-0449	Estimate Type	Original
Description rural creative economy grant program and making an appropriation					

Assumptions Used in Arriving at Fiscal Estimate

2023 Assembly Bill 449 (AB-449) would create a rural creative economy grant program under s. 41.567, Wis. Stats., to be administered by the Wisconsin Arts Board under the Department of Tourism as well as a new continuing GPR appropriation, s. 20.380 (3) (dm), Wis. Stats., to fund the program.

The program would be appropriated \$500,000 GPR annually to award rural creative economy development grants on a competitive basis to for-profit and not-for-profit businesses; municipal, county, and tribal governmental agencies; and business development organizations. Any grant awarded under this program may not exceed \$50,000 and would be required to be expended solely for the benefit of rural areas of the state as defined in the bill as a city, town, or village with a population of less than 20,000, an area that is not an urbanized area as defined by the U.S. Census Bureau, or a county that has a population of less than 25,000. In order to be eligible, grantees would be required to secure funding equal to the amount of the proposed grant from non-state sources.

Under the bill, the Wisconsin Arts Board would be required to develop a matrix to evaluate the effectiveness of rural creative economy development grants awarded under the section and to submit a report on the effectiveness to the Joint Committee on Finance no later than May 1, 2025.

The Wisconsin Arts Board anticipates that the additional workload of administering the program is absorbable under current expenditure authority and staffing levels. Minimal one-time costs related to marketing the program, updating relevant materials, and developing program guidelines are also anticipated to be absorbable within current staffing levels and expenditure authority.

An increase in financial management support would also be required from the Department of Administration's Division of Enterprise Operations (DEO); the Department provides administrative and financial support to the Arts Board. Ongoing DEO personnel resources would be required, such as for: assisting the Arts Board in meeting reporting requirements, managing expenditures, and monitoring audits. DEO anticipates it would be able to absorb the workload within current staffing levels and expenditure authority.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2023 Session

Detailed Estimate of Annual Fiscal Effect

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Description rural creative economy grant program 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	500,000	
TOTAL State Costs by Category	\$500,000	\$
B. State Costs by Source of Funds		
GPR	500,000	
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	\$500,000	\$
NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By		
Authorized Signature		Date
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