

Fiscal Estimate Narratives

DFI 10/19/2023

LRB Number	23-0242/1	Introduction Number	AB-0474	Estimate Type	Corrected
Description employee misclassification and providing a penalty					

Assumptions Used in Arriving at Fiscal Estimate

In order to meet the DFI's requirements for providing misclassification information to the specified business entity filers, DFI would add the new language to a few communication sources including:

- DFI website pages. One or more pages that can be updated by business content authors.
- DFI automated email templates. Entity confirmation emails via CueMail for the 6 entity types specified.
- Select DFI business entity formation forms (domestic and foreign) for the 6 entity types specified.
 - o Currently there are 15 forms for Business formations and conversions/mergers.
 - The One Stop Business (OSB) Portal automated confirmation email template.
 - o Currently there are 5 forms on the Generic Online Forms Repository.
 - All paper forms related to the above would also need to be updated.

IT Labor Costs: Based on the scope of this work, this would be a small one-time project. Adding the required content to the automated email templates would be completed by both DFI IT, and the One Stop Business development team (Tyler Wisconsin). There are also business labor costs to implement the identified changes to forms and other applicable materials.

The IT costs are for 1-2 staff to identify all the locations that need to be updated, make SQL changes, and test before going live.

Business Labor Costs: This includes time for planning, identifying where new content needs to be added, and making manual updates to update standard business forms that are accessed both online and via manual email distribution.

After the one-time project is completed, there may be very small ongoing costs for material, printing, and postage costs when any hard copy communication is required. It is estimated that any increase in material costs is low and would be absorbed.

Total DFI costs to implement the new language across multiple communication sources is \$4,400.

Long-Range Fiscal Implications

None.

Fiscal Estimate Worksheet - 2023 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description
 employee misclassification and providing a penalty

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):

Expected costs of \$4,400 for IT and business labor costs.

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
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