



## Legislative Fiscal Bureau

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August 10, 1995

TO: Members  
Wisconsin Legislature

FROM: Bob Lang, Director

SUBJECT: Tax and Fee Modifications Included in Act 27

A number of legislators have requested that we update information concerning tax and fee changes included in the 1995-97 biennial budget, to reflect the provisions of Act 27. This memorandum responds to those inquiries.

Act 27 includes a number of tax or fee increases, decreases or changes. In addition, some new fees are created while other, existing fees are eliminated. Table 1 provides a brief description of each of the tax and fee modifications enacted in Act 27. Specifically, the table contains a summary of each statutory modification which would cause tax or fee revenues to increase or decrease. Each entry in the table includes the agency name, a summary of the proposed modification and an estimate of the revenue change due to the tax or fee modification. Items with an extensive list of changes are more fully described in attachments to this memorandum.

In Table 1, GPR represents general fund revenue, including GPR-Earned amounts. Revenue to a program revenue account is signified by PR, SEG signifies revenue to a segregated fund and Unknown means that no estimate of the revenue impact is available at this time.

In summary, the changes included in Act 27 increase taxes by \$63,380,000 (\$29,410,000 in 1995-96 and \$33,970,000 in 1996-97) and increase fees by \$120,655,100 (\$46,525,200 in 1995-96 and \$74,129,900 in 1996-97). By fund source, the tax and fee changes would provide an additional \$90,361,500 in general fund revenues, \$79,700,400 in program revenues and \$13,973,200 in segregated fund revenues. These totals do not include tax and fee modifications for which fiscal effects are not available.

The total of the net increased revenues in the 1995-97 biennium, as detailed in Table 1, is shown by fund source below:

<u>Revenue Source</u>	<u>Amount</u>
GPR	\$90,361,500
PR	79,700,400
SEG	<u>13,973,200</u>
TOTAL	\$184,035,100

The table below provides information, by revenue source, on the tax and fee modifications contained within each version of the 1995-97 state budget (dollar amounts are shown in millions).

	<u>Governor</u>	<u>Joint Finance</u>	<u>Assembly</u>	<u>Senate</u>	<u>Legislature</u>	<u>Act 27</u>
GPR	\$101.9	\$104.6	\$84.9	\$90.4	\$90.4	\$90.4
PR	69.6	79.2	79.7	79.7	79.7	79.7
SEG	<u>300.1</u>	<u>212.1</u>	<u>99.5</u>	<u>195.7</u>	<u>14.0</u>	<u>14.0</u>
TOTAL	\$471.6	\$395.9	\$264.1	\$365.8	\$184.1	\$184.1

The reason for the significant change in the SEG amounts is due to the different treatments of the budget of the Department of Transportation.

BL/dls  
Attachments

Table 1

## Tax and Fee Changes in Act 27

<b>TAXES - INCREASES</b>			
Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
Individual and Corporate	<b>Internal Revenue Code Update.</b> Provide that, beginning in tax year 1995, state individual income, corporate income and franchise and excise tax provisions referenced to the federal Internal Revenue Code would refer to the code in effect on December 31, 1994, rather than on December 31, 1993, as under current law.	\$60,000 GPR	\$60,000 GPR
Corporate Income Tax	<b>End Corporate Tax Exemption for Certain Health Care Providers.</b> Eliminate the corporate income and franchise tax exemption for certain health care providers, effective with tax years beginning on or after January 1, 1996.	\$0 GPR	\$900,000 GPR
	<b>End Exemption for Certain Interest Income.</b> Eliminate the corporate income and franchise tax exemption for: (a) interest received on bonds or notes issued by WHEDA to fund an economic development loan to finance construction, renovation or development of a professional sports and entertainment home stadium; and (b) interest received on bonds issued by a Wisconsin local exposition district.	Minimal	Minimal
Sales Tax	<b>Eliminate Sales Tax Exemption for Telephone Central Office Equipment.</b> Eliminate the sales tax exemption for certain telephone company central office equipment, effective on the first day of the second month following publication.	\$7,500,000 GPR	\$10,000,000 GPR
Utility Tax	<b>Utility Tax on Wholesale Electric Companies.</b> Impose the state gross revenue license fee on qualified wholesale electric companies, effective January 1, 1996. Currently, gross revenues from the sale of gas services are taxed at the rate of 0.97%; the tax rate on all other gross revenues is set at 3.19%. These companies would no longer be subject to local property taxes.	\$0	\$1,200,000 GPR
Excise Tax	<b>Increase Cigarette Tax.</b> Increase the tax on cigarettes from 38¢ per pack to 44¢, effective September 1, 1995.	\$22,300,000	\$22,300,000 GPR
<b>TOTALS</b>		<b>\$29,860,000</b>	<b>\$34,460,000 GPR</b>

**TAXES -- DECREASES**

Agency	Summary of Provision	Change to Revenues	
		1995-96	1996-97
Individual and Corporate Income Tax	<b>Enterprise Development Zones.</b> Create an enterprise development zones program administered by the Department of Development (DOD). DOD would be authorized to designate enterprise development zones. Only one business could claim credits in each zone and the maximum amount of credits that could be claimed by the business would be set by DOD, but could not exceed \$3 million. DOD could not designate more than 50 zones unless it received approval from the Joint Committee on Finance.	Unknown	Unknown
	<b>Development Zones -- Day Care Credit.</b> Create a nonrefundable credit against taxes due under the individual, corporate and insurance company income and franchise taxes, for employment related expenses incurred by the claimant to provide day care center benefits to a qualified dependent. The maximum amount of expenses that could be claimed would be \$1,200 for each qualifying dependent.	Unknown	Unknown
	<b>Development Zones -- Environmental Remediation Credit.</b> Create a nonrefundable credit against taxes due under the individual, corporate and insurance company income and franchise taxes, for 7.5% of the amount expended by the claimant to remove or contain environmental pollution, or to restore soil or groundwater affected by environmental pollution.	Unknown	Unknown
Corporate Income Tax	<b>Foreign Sales Corporations.</b> Federalize the treatment of foreign sales corporations (FSC) under the state corporate income and franchise tax, effective for tax years beginning on or after January 1, 1995.	Minimal	Minimal
Sales Tax	<b>Sales Tax Treatment of Automobiles Used by Dealers.</b> Modify the use tax treatment of automobiles used by dealers while being held for sale in the regular course of business to delete the use tax on the sales price of motor vehicles held for sale and used by a motor vehicle dealer. Provide, instead, that the use tax be imposed on the fair rental or lease value of the vehicle as determined under federal income tax regulations, with certain exceptions.	-\$100,000 GPR	-\$140,000 GPR
Estate Tax	<b>Estate Tax Installment Payments.</b> Allow the estate tax to be paid in installments if the estate consists largely of an interest in a closely held business and if allowed for federal estate tax purposes. Calculate interest at 12% from the date of death. This provision would first apply to transfers because of deaths that occur on the effective date of the bill.	-\$50,000 GPR	-\$50,000 GPR
Recycling Surcharge	<b>Recycling Surcharge.</b> Provide an exclusion from the recycling surcharge for corporations and insurance companies with less than \$4,000 in receipts, effective for tax years beginning on or after January 1, 1995.	-\$300,000 SEG	-\$300,000 SEG
<b>TOTALS</b>		-\$150,000 GPR -300,000 SEG	-\$190,000 GPR -300,000 SEG

## FEES -- INCREASES

Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
Administration	<b>Bureau of Justice Information Systems.</b> Increase the current \$3 automation fee by \$2 effective October 1, 1995. (The fee would be renamed the "justice information system fee" and used to support the Bureau of Justice Information Systems in DOA.)	\$866,500 PR	\$1,299,800 PR
Agriculture, Trade and Consumer Protection	<b>Pesticide Certification and Licensing.</b> Replace \$10 fee for commercial pesticide applicator certification examinations with a \$10 increase in the annual individual applicator license fee.	\$28,000 SEG	\$28,000 SEG
	<b>Wisconsin Animal Health Laboratory Services.</b> Increase fees by rule for four brucellosis tests	\$73,800 PR	\$73,800 PR
	<b>Grain Inspection Supplies and Services.</b> Fee increases for grain inspection services in Milwaukee and Superior negotiated with USDA.	\$15,100 PR	\$15,100 PR
	<b>Grain Security Program Funding.</b> Increase, by rule, the registration, inspection and audit fees paid by warehouse keepers and grain dealers.	\$46,700 PR	\$46,700 PR
	<b>Public Storage Warehouse Keepers Program.</b> Create a \$100 surcharge for any applicant that operates a public warehouse without a license.	Minimal (PR)	Minimal (PR)
	<b>Dairy Trade Regulation Fees.</b> Replace current fees charged certain dairy manufacturers and processors based on butter fat content to a fee based on pounds of dairy products produced, effective July 1, 1995.	\$139,700 PR	\$139,700 PR
Banking	<b>Annual License Fee Increases.</b> Increase certain license and investigation fees for the Office of the Commissioner of Banking, effective with renewals filed on the effective date of the bill.	\$230,000 PR	\$230,000 PR
Child Abuse and Neglect Prevention Board	<b>Increase Birth Certificate Fee to Fund Right From the Start Grant Program.</b> Increase the fee for duplicate birth certificates by \$2, effective January 1, 1996 and specify that the increase be forwarded to the State Treasurer to fund the activities of the Child Abuse and Neglect Prevention Board. Under current law, the total fee for a duplicate birth certificate is \$10. With the increase the total fee would be \$12, of which \$7 would fund the activities the Board, including the Right from the Start grant program.	\$230,000 PR	\$460,000 PR

## FEES -- INCREASES

Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
Circuit Courts	<b>State Financing of County Court Costs.</b> Increase the \$20 court support services fee as follows: (a) on small claims actions to \$30; (b) on large claims actions (actions which involve a value of over \$5,000) to \$100; and (c) most other civil court filings and forfeiture judgements to \$40 effective October 1, 1995.	\$5,557,900 GPR	\$11,728,000 GPR
	<b>Judgement of Forfeiture Fee.</b> Increase fees for forfeiture judgements by \$5 beginning on October 1, 1995. Under current law, the fee is \$43 (of which \$7.50 is retained by the county). The total fee under the bill would be \$70, which also includes a \$20 increase for court support grants and a \$2 increase for justice information systems.	\$1,500,000 GPR	\$2,500,000 GPR
Corrections	<b>Medical and Dental Service Fees.</b> Charge inmates who earn wages at least \$2.50 for each request for medical and dental services.	\$48,800 PR	\$65,000 PR
	<b>Private Business/Prison Employment Program.</b> Collect a portion of wages earned by inmates working in private businesses in prisons and from inmates on work release.	\$400,000 PR	\$3,625,000 PR
	<b>Contract For Supervision.</b> Contract for the supervision of certain probationers and parolees, and authorize DOC or any vendor to charge an offender a fee sufficient to cover the costs (\$1,846,500 GPR in 1995-96 and \$3,692,400 GPR in 1996-97 with 100 positions annually is deleted on the basis of this change).	Unknown	Unknown
	<b>Probation and Parole Reimbursement Fee.</b> Charge certain probationers and parolees approximately \$1 per day beginning January 1, 1996.	\$2,000,000 PR	\$4,000,000 PR
	<b>Electronic Monitoring.</b> Allow juveniles, or their parent or guardian, to be charged a fee to offset the costs of electronic monitoring provided by Corrections.	Unknown	Unknown
District Attorneys	<b>Milwaukee County Prosecution Clerks.</b> Create a \$2 special prosecution clerks fee to be assessed in Milwaukee County in addition to the \$5 justice information system fee on most civil court filings and forfeiture judgements. The \$2 fee would reimburse Milwaukee County for the costs of 4.5 anti-drug and violent crime prosecution clerks.	\$126,100 PR	\$189,200 PR

**FEES -- INCREASES**

Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
Employment Relations Commission	Mediation Services Fee. Establish by rule a schedule of fees, effective January 1, 1996, for mediation, interest arbitration and grievance arbitration proceedings.	\$156,800 PR	\$313,600 PR
Ethics Board	Lobbying Fee Increases. Establish a new licensing fee of \$400 per biennium for each lobbyist who acts on behalf of two or more principals. Modify existing fees as follows: (1) provide that the \$200 lobbyist license fee be increased to \$250 and be available only for a lobbyist who represents a single principal; (2) increase, from \$300 to \$375, the fee paid by a principal for filing a registration statement with the Board regarding the principal's involvement in lobbying activities; and (3) increase, from \$100 to \$125, the fee paid by a principal for filing a statement of authorization for each lobbyist retained by the principal to lobby on the principal's behalf. Provide that these new fees are effective beginning January 1, 1997.	\$0	\$111,100 PR
Health and Social Services	State Centers -- Charges to Counties. Implement the current statutory requirement to charge counties for 10% of the rate paid by medical assistance (MA) for treating county residents at one of the State Centers for the Developmentally Disabled if an independent professional review designates the resident appropriate for community care.	\$1,768,500 GPR	\$1,518,600 GPR
	Child Support Enforcement Fees. Authorize H&SS to charge a fee to counties for expenditures for private collection agencies and attorneys retained by H&SS to enforce in-state child support obligations. H&SS would also be permitted to retain up to 50% of any federal incentive payment for such collections. These provisions currently apply only if the child support obligor resides outside of Wisconsin.	\$50,000 PR	\$100,000 PR
	Licensing Provisions for Facilities. Increase and modify the fees charged for the licensing of certain facilities, effective January 1, 1996. [See Attachment 1.]	\$84,800 PR	\$173,300 PR
	Payment of Nursing Home Monitor. Authorize H&SS to assess an owner of a nursing home or CBRF for the cost of a monitor placed in their facility.	0	0

## FEES -- INCREASES

Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
	<p><b>Certification of Treatment Facilities.</b> Modify the current provision which authorizes H&amp;SS to determine if an outpatient facility that provides treatment to persons with AODA, mental health, or developmental disabilities meets certain standards to, instead, authorize inpatient and outpatient treatment facilities to apply to H&amp;SS for certification to receive reimbursements. Current law specifies that H&amp;SS charge a fee for that determination. This proposal would modify the provision to require an annual fee for certification.</p>	Unknown	Unknown
	<p><b>Modifications to COP Program.</b> Extend the estate recovery program to regular COP recipients, beginning January 1, 1996, for services received under the COP program. In addition, require that counties impose on COP recipients a cost share percentage of 100% of the amount calculated under the uniform fee system for the recipient's cost sharing. Further, allow counties to charge a fee, based on ability to pay, for assessments and case plans under the COP program.</p>	0	\$420,000 PR
	<p><b>Assisted Living Initiative.</b> Allow the Department to establish a certification fee for assisted living facilities serving recipients under the COP-W or CIP II programs.</p>	Unknown	Unknown
	<p><b>Disease Aids Estate Recovery.</b> Establish an estate recovery program for the recovery of the cost of services provided under the disease aids program, based on procedures used in recovering amounts under the MA estate recovery program.</p>	\$42,600 GPR	\$305,800 GPR
Historical Society	<p><b>Library User Fees.</b> Permit agency to collect fees for use of the Society's main library. Exempt Society members. UW System faculty, staff and students and others exempted by rule.</p>	Unknown	Unknown
Industry, Labor and Human Relations	<p><b>Worker's Compensation Self-Insured Employers Program.</b> Administrative rules to replace a flat fee generating \$20,500 with a variable fee to cover approximately \$112,000 in administrative costs. Costs borne by all workers compensation insurance companies should see a similar decrease.</p>	\$0	\$0



## FEES -- INCREASES

Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
	<b>Fuel Testing Fees.</b> Authorize DILHR to establish a fee schedule for performing certain petroleum product testing services that are requested by other agencies and the public but are not required under the petroleum inspection program.	\$25,000 PR	\$25,000 PR
	<b>Migrant Camp Fees.</b> Delete the statutory cap on migrant camp fees. DILHR could increase these fees by administrative rule.	Unknown	Unknown
<b>Information Technology Investment Fund</b>	<b>Information Technology Investment Fund Vendor Fees.</b> Require any person providing materials, supplies, equipment or contractual services to the state having an aggregate value of over \$500 to pay an annual fee, determined by DOA by rule. Also, allow DOA to charge a subscription service fee for information concerning state procurement opportunities. Revenues from these fees would be deposited in the Fund. Require that DOA attempt to ensure that gross revenues from these two fees total \$5 million per year.	\$5,000,000 SEG	\$5,000,000 SEG
<b>Insurance</b>	<b>Listing Fees for Company Appointments.</b> Increase the maximum insurance agent listings (appointments) fee from \$5 to \$8 for resident agents and from \$15 to \$24 for non-resident agents, and extend these fees to apply to renewals of appointments. The actual amount of these fees are set by OCI by rule and the fees are billed by OCI to insurers on an annual basis. It is OCI's intent to set the fees at the new increased maximum level.	\$1,418,600 PR	\$1,418,600 PR
	<b>Licensing Renewal Fees.</b> Increase insurance agents licensure renewal fees. Through administrative rules which establish the fees, it is anticipated that OCI will increase the biennial amount paid by resident agents from \$10 to \$15 and the biennial fee paid by non-resident agents from \$30 to \$37.	\$300,000 PR	\$0
	<b>Duplicate License Fee.</b> Establish a \$5 fee for issuance of duplicate intermediary's license.	\$18,000 PR	\$18,000 PR
	<b>Miscellaneous Fee Increases.</b> Modify statutory fees charged by OCI to finance the agency's operations. (see Attachment 2)	\$234,900 PR	\$234,900 PR

**FEES -- INCREASES**

Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
	<b>Fees for Approval of Continuing Education Courses.</b> Establish the following fees for approvals of agent preclicensing and continuing education courses or programs: (1) an amount to be set by the Commissioner, not to exceed \$500, for approval of an organization to offer preclicensing or continuing education courses; (2) an amount to be set by the Commissioner, but not more than \$100 annually, for continuing approval beginning the year after the year in which initial approval is received; and (3) an amount to be set by the Commissioner, not to exceed \$25 per credit hour, for initial approval and/or subsequent modification of each course offered by a preclicensing or continuing education organization.	Unknown	Unknown
	<b>HIRSP Assessment Fees for Fraternal.</b> Provide that the insurance statutes governing the health insurance risk-sharing plan (HIRSP), including insurer assessments used to partially finance HIRSP, apply to fraternal insurers. By extending OCI's authority to assess insurers for HIRSP costs to fraternal, base level assessments to the industry would be spread among a larger number of insurers.	\$0	\$0
Justice	<b>Legal Services Restitution and Cost Recovery.</b> Authorize courts to award DOJ the costs of investigation and prosecution (including attorney fees) in cases involving medical assistance fraud, unfair trade practices, antitrust and environmental pollution actions.	\$266,600 GPR	\$888,500 GPR
	<b>Search Fee Increases.</b> Increases criminal history search fees from \$2 to \$5 for governmental requests and from \$10 to \$13 for all other requests: (search fees paid by nonprofit organizations would remain at \$2.) Increase applicant fingerprint fees from \$2 to \$10.	\$383,300 PR	\$562,100 PR
	<b>Penalty Assessment Increase.</b> Increase the penalty assessment on court fines and forfeitures from 22% to 23% effective October 1, 1995.	\$271,000 PR	\$550,000 PR

## FEES -- INCREASES

Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
Legislature	<b>Revised Legislative Documents Subscription Fee.</b> Effective January 1, 1997, increase the subscription fee and legislative documents from 20% of the actual printing costs of such materials to a statutory fixed fee level of \$500 for the complete service. These fee increases would be credited under DOA which administers the subscription service.	\$0	\$85,400 GPR
Natural Resources	<b>MacKenzie Environmental Center.</b> Authorize DNR to collect fees for the use of the Center.	\$40,000 PR	\$40,000 PR
	<b>Environmental Education Fees.</b> Authorize DNR to charge teachers a fee for programs designed to help teachers incorporate environmental education into their courses.	Unknown	Unknown
	<b>State Park Vehicle Admission Fees.</b> Increase state park vehicle admission fees (see Attachment 3).	\$290,700 SEG	\$612,000 SEG
	<b>Disabled Person Fishing License.</b> Create a \$7 resident disabled person annual fishing license.	\$78,200 SEG	\$156,300 SEG
	<b>Bonus Deer Hunting Permits.</b> Create a \$3 nonrefundable processing fee for an application for a bonus deer hunting permit.	Unknown	Unknown
	<b>Licensing Automation and Handling Fees.</b> Allow DNR to create a handling fee to cover the costs associated with issuing licenses that are requested by mail, telephone or electronic means. Limit the fee to the actual amount of any credit card transaction fees, mailing costs and staffing necessary to provide the service.	\$0 SEG	\$380,000 SEG
	<b>Wild Ginseng Licenses.</b> Create separate wild ginseng harvester and dealer licenses for residents and nonresidents and establish three different classes for resident dealer licenses. Increase these license fees (see Attachment 4).	Unknown	Unknown
	<b>Boat Registration Fee Increases.</b> Increase boat registration fees (see Attachment 5). Boats are registered and fees are assessed once every two years.	\$1,395,000 SEG	\$1,705,000 SEG

## FEES -- INCREASES

Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
	<b>Water Regulation and Wetlands Protection Fees.</b> Modify the water regulation (including dam regulation) fee structure from one based on the estimated project cost to one that would reflect DNR staff time in issuing the permit or approval (see Attachment 6). Create a \$25 fee for any person requesting a hearing on whether to issue a water regulation permit or other approval. Create a \$100 fee for determining whether a project complies with DNR water quality standards for wetlands. Create fees for wetland maps as follows: (a) \$5 for a paper copy; (b) \$10 for an aerial photograph; and (c) \$15 for a digital database covering one township. Convert current water regulation permit fees (estimated at \$32,000 annually) from GPR-Earned to program revenue.	-\$32,000 GPR 194,800 PR	-\$32,000 GPR 194,800 PR
	<b>Convert Hazardous Waste Management Funding.</b> Administrative rules to increase hazardous waste plan review and license fees.	\$62,800 PR	\$62,800 PR
	<b>Hazardous Waste Manifest Review.</b> Administrative rules to increase fees to fund contract for hazardous waste manifest review.	\$80,000 PR	\$80,000 PR
	<b>Air Emissions Credits Fee.</b> Allow DNR to assess a fee, by rule, for air pollution emission credits certified by DNR.	Unknown	Unknown
	<b>Septic Servicing License Fee.</b> Septic servicing license fee changed from a \$25 annual fee to \$50 two-year fee for licenses issued after June 30, 1997. Total fees collected should not change.	\$0	\$0
<b>Personnel Commission</b>	<b>Appeals and Complaints Filing Fee.</b> Establish a filing fee (estimated by the agency to be \$50 per case) to be paid by each person under ss. 230.44(1)(a)&(b) or 230.45(1)(c)&(e), filing an appeal with the Commission, effective January 1, 1996.	\$12,100 GPR	\$24,200 GPR
<b>Public Defender</b>	<b>Modifications to the Public Defender Program.</b> Expand authority to recoup costs consistent with a defendant's ability to pay for his or her defense, to collect from the parents of juvenile defendants and to review tax returns and other financial documents.	\$3,385,900 PR	\$4,232,400 PR

## FEES -- INCREASES

Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
Public Service Commission	<b>Remainder Assessment of Railroads.</b> Effective July 1, 1995, increase from 1.0% to 1.75%, the amounts which may be assessed against the total gross operating revenues of railroads derived from intrastate operations to support regulatory functions of the Office of the Commissioner of Railroads.	\$18,200 GPR 182,000 PR	\$0
	<b>Stray Voltage Program Fees.</b> Establish by rule an "other service" fee, established at a reasonable amount, not to exceed actual costs, chargeable to electric utilities to recover the costs of developing standardized testing procedures for stray voltage, offering training courses for public utility workers and inspecting public utility stray voltage programs. Repeal the requirement that a fee, not to exceed \$100, must be charged to farmers for on-farm stray voltage investigations and instead provide that the PSC may establish by rule a reasonable fee not to exceed \$300 per farm. Repeal the provision setting a \$500 maximum on the fee to be assessed electric cooperatives for such investigations in their service areas and instead provide that the fee shall be established by rule and shall be reasonable.	Unknown	Unknown
Regulation and Licensing	<b>Social Worker Training Certificate Fees.</b> Provide for the issuance of a social worker training certificate and establish a \$10 apprentice fee for the certificate.	Unknown	Unknown
	<b>Revised Initial and Renewal Licensing Fees.</b> Increase from \$34 to \$39 the initial credential fee which first time applicants subject to regulation by the agency must pay in order to become a licensed professional. Increase from \$36 to \$41 the non-variable component of the biennial license renewal fee for regulated professions and increase the variable portion of such fees based on the proportionate share of enforcement costs attributable to the regulated profession (see Attachment 7).	\$2,496,500 PR	\$1,212,500 PR

**FEES -- INCREASES**

Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
	<b>Phase-Out of Inactive Status Real Estate Licensees.</b> Eliminate the \$15 fee currently required when real estate licensees change from inactive to active status. Require instead that the inactive licensee pay the appropriate biennial renewal fee amount (if inactive for less than 5 years) or the appropriate initial credential and required examination fees (if inactive for more than 5 years).	Unknown	Unknown
	<b>Miscellaneous Fee Revisions.</b> Make several miscellaneous fee changes, effective July 1, 1996, except as indicated: (a) delete the current \$50 reciprocal credential fee charged for persons practicing in Wisconsin who are also licensed in other jurisdictions and establish that the fee be the same as the biennial renewal fee charged for the profession [in some cases, the renewal fee rate would be higher than the current \$50 reciprocal fee, in other cases, it would be lower]; (b), establish a single \$25 late fee rather than the two-tiered \$5 or \$25 late fee depending on whether the renewal is more or less than 30 days late; (c) increase the credential replacement fee from \$5 to \$10; and (d) on the effective date of the bill authorize R&L to establish a credit card service fee to cover the costs associated with allowing the use of a credit card to pay required credentialing fees.	Unknown	Unknown
<b>Revenue</b>	<b>Business Tax Registration.</b> Establish a centralized business tax registration system. DOR would be required to develop a system through which a business taxpayer could use a single application for all licenses, permits and certificates. The Department would also be required to develop a registration fee schedule that reflected traditional differentials in fees and costs for the businesses, with the minimum registration fee established at \$20 and the minimum renewal fee at \$10. DOR would be directed to submit the schedule and an estimate of the point at which revenues generated by the fees exceeded the costs of administering the fee system to the Joint Committee on Finance at its first meeting under s. 13.10 in 1995-96. A two-year renewal cycle would be established for all permits. The proposed fee schedule would be effective on January 1, 1996, and the renewal fee cycle would begin on January 1, 1998.	Unknown	Unknown

## FEES -- INCREASES

Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
	<b>Delinquent Tax Collection Program.</b> Increase the delinquent tax administrative fee from the greater of \$25 or 4.5% of the delinquent balance due to the greater of \$35 or 6.5%, effective December 31, 1995. Impose an additional fee equal to the greater of \$10 or 2% on delinquent balances on December 31, 1995.	\$2,442,700 PR	\$4,077,600 PR
	<b>Investment and Local Impact Fund Administration.</b> Impose an annual assessment on all mining operations that had gross proceeds based on the company's share of total gross proceeds to fund the Investment and Local Impact Fund Board's administrative expenses.	\$36,200 PR	\$41,400 PR
<b>Secretary of State</b>	<b>Uniform Commercial Code Expedited Services.</b> Impose a \$25 service fee for requests for expedited searches for information from Uniform Commercial Code filings, effective July 1, 1996.	\$46,300 GPR 13,700 PR	\$92,800 GPR 13,900 PR
	<b>Limited Liability Company Annual Reports, Dissolutions and Revocations.</b> Impose a \$50 filing fee for foreign LLCs. Applications for reinstatement after revocation would be \$10. Increase the initial filing fee for domestic LLCs from \$90 to \$130. These fees would be effective January 1, 1996.	\$30,000 GPR	\$60,000 GPR
<b>Supreme Court</b>	<b>Circuit Court Automation Project.</b> Eliminate the December 31, 1995, sunset date on court automation fees.	\$2,396,700 PR	\$4,793,400 PR
<b>University of Wisconsin System</b>	<b>General Tuition Increase.</b> Increase tuition to reflect cost increases related to standard budget adjustments, utilities and building depreciation and to offset GPR budget reductions. The impact of salary and fringe benefit increases for UW staff is not reflected in these figures.	\$10,820,000 PR	\$16,569,000 PR
	<b>Special Fee Increases - Non UW-Madison Students.</b> Increase tuition by 1% in 1995-96 and an additional 1% in 1996-97 for all UW students except those attending UW-Madison to supplement funds provided in the general computer access program to increase the number of labs, lab hours, and computers and supply support services for these labs. On average, the special fee per student would be \$21 in 1995-96 and \$42 in 1996-97.	\$1,961,000 PR	\$4,041,500 PR

**FEES -- INCREASES**

Agency	Summary of Provision	Additional Revenues	
		1995-96	1996-97
	<b>Special Fee Increases - UW-Madison Students.</b> Increase tuition for all UW-Madison students by an average of \$10 in 1995-96 and an additional \$5 in 1996-97. Tuition was increased for these students by 1% in 1993-94 and an additional 1.5% in 1994-95 as a special fee to provide additional services in instructional technology, student advising and undergraduate education. The 2.5% special fee will continue in the 1995-97 biennium. Because the surcharge will be applied to a higher tuition base, the amount raised will increase accordingly.	\$320,800 PR	\$441,700 PR
	<b>Application Fee.</b> Increase application fee for all students by \$3 (to \$28 for undergraduates and \$38 for graduate students). Require that the funds generated by the increase be provided to the higher education location program in UW-Extension.	\$200,000 PR	\$200,000 PR
<b>Veterans Affairs</b>	<b>Burial Fees at Southeastern Wisconsin State Veterans Cemetery.</b> Create fees to be determined by the DVA (the agency expects the fees to range from \$300 to \$450 in 1995-97), for burial at the new state veterans cemetery (operations to begin June 1, 1996).	\$25,500 PR	\$360,000 PR
<b>TOTALS</b>		\$9,210,200 GPR 31,777,700 PR 6,791,900 SEG	\$17,171,300 GPR 50,431,900 PR 7,881,300 SEG



**FEES -- DECREASES**

Agency	Summary of Provision	Change to Revenues	
		1995-96	1996-97
<b>Agriculture, Trade and Consumer Protection</b>	<b>Unlicensed Operator Surcharges.</b> Replace the current \$100 surcharge amounts assessed retail food establishments, milk distributors and bulk milk tank operator who operate without a license with the lesser of \$100 or twice the annual license fee.	Minimal (PR)	Minimal (PR)
<b>Banking</b>	<b>Notification Fee Adjustment.</b> Base the fee on the average monthly outstanding balances of the preceding calendar year reporting period of persons or organizations making consumer credit sales, consumer leases, and consumer loans originated in Wisconsin, rather than on the volume of transactions made at interest rates over 12%. The fee could not exceed 5 cents per \$1,000 of average balances. The minimum fee would be \$25 and the maximum fee would be \$1,500.	Unknown	Unknown
<b>Circuit Courts</b>	<b>Filing Fees for Revision of Child Support.</b> Eliminate the \$30 filing fee for a stipulated (agreed) revision of child or family support.	Unknown	Unknown
<b>Cost Containment Commission</b>	<b>Repeal of the Cost Containment Commission and Capital Expenditure Review.</b> Eliminate the Cost Containment Commission and repeal the capital expenditure review program for hospitals, ambulatory surgery centers and home health agencies. This elimination would also delete the fees charged by the Commission for capital expenditure reviews.	-\$400,000 PR	-\$400,000 PR
<b>Insurance</b>	<b>Fee for Substituted Service of Process.</b> Increase the fee for substituted service of process from \$5 to \$10 but reduce use of fee by requiring that each insurer maintain, in the state, a registered agent for service of process. Provide that only if an insurer fails to maintain an agent for service of process, or if the agent cannot be found, a substituted service of process may be made on the Commissioner, in which case litigants would pay a fee of \$10.	-\$58,500 PR	-\$58,500 PR
<b>Natural Resources</b>	<b>Youth Small Game License.</b> Establish an \$8 reduced-fee resident small game license for youths aged 12 through 17.	\$0	-\$100,000 SEG
	<b>Waste Tire Fee.</b> Eliminate the \$2 per tire fee assessed on the owner of a motor vehicle being registered for the first time, effective June 30, 1997.	\$0	\$0

**FEES -- DECREASES**

Agency	Summary of Provision	Change to Revenues	
		1995-96	1996-97
Public Defender	<b>Discovery Materials and General Court Documents.</b> Limit the current \$1.00 or \$1.25 per page charge for copies of general court documents and discovery materials provided at the request of the Public Defender to the actual cost of photocopying the material.	Unknown	Unknown
Regulation and Licensing	<b>Change to Biennial Fee for Charitable Organizations and Professional Fund-Raisers.</b> Delete the \$50 annual registration fee for professional fund-raisers and professional fund-raising counsels and establish a new biennial renewal fee of \$41, effective September 1, 1996.	Unknown	Unknown
University of Wisconsin System	<b>Student Athletic Fee.</b> The \$20 segregated student fee for UW-Madison Intercollegiate Athletics is expected to be discontinued at the end of the 1994-95 academic year by the Board of Regents.	-\$796,100 PR	-\$796,100 PR
<b>TOTALS</b>		-\$1,254,600 PR	-\$1,254,600 PR -100,000 SEG

ATTACHMENT 1

HEALTH AND SOCIAL SERVICES  
LICENSING PROVISIONS FOR FACILITIES

Facility	Current Fee	Act 27 Fee
Day care center licensed to serve nine or more children	\$25 plus \$5 per child	\$25 plus \$7 per child
Adult family homes	None	\$75
Child welfare agency that is licensed to place children in foster homes and group homes	\$200	\$210
Residential care (child care institutions and group homes)	\$75 plus \$10 per child	\$100 plus \$15 per resident
Community-based residential facility (CBRF)*	\$75 plus \$10 per resident	\$170 plus \$22 per resident
Shelter care provider	None	\$50 plus \$15 per resident

\*Current fee is annual; Act 27 fee is biennial.

Note: The current biennial licensing fee of \$50 for day care centers licensed to serve four to eight children remains unchanged.

ATTACHMENT 2

INSURANCE  
MISCELLANEOUS STATUTORY FEE INCREASES

Fee	Previous Fee	Act 27 Fee
Filing fees prior to initial licensing:		
Domestic and nondomestic insurers	\$100	\$400
Rate service organizations	100	400
Motor clubs	100	400
Fees for issuing certificate of operating authority:		
Domestic and nondomestic insurers	100	400
Rate service organizations	100	400
Motor clubs	100	400
Annual continuation of certificate of operating authority:		
Domestic and nondomestic insurers	25	100
Motor clubs	25	100
Filing of annual statement:		
Domestic and nondomestic insurers	25	100
Rate service organizations	25	100
Motor clubs	25	100
Certification of authenticity, approval, or compliance of annual statements, examination reports, certificates of authority and articles and bylaws:		
First certification of a single document	None	10
Duplicate certification requested together with first	None	5

ATTACHMENT 3

NATURAL RESOURCES  
STATE PARK VEHICLE ADMISSION FEES

	Current <u>Fee</u>	Act 27 <u>Fee</u>	<u>Change</u>	
			<u>Amount</u>	<u>Percent</u>
<b>Resident</b>				
Annual	\$15.00	\$18.00	\$3.00	20.0%
Additional Annual	7.50	9.00	1.50	20.0
Daily Auto	4.00	5.00	1.00	25.0
Daily Bus	8.00	10.00	2.00	25.0
Senior Annual	6.50	9.00	2.50	38.5
Senior Daily	2.00	3.00	1.00	50.0
<b>Nonresident</b>				
Annual	24.00	25.00	1.00	4.2
Additional Annual	12.00	12.50	0.50	4.2
Daily Auto	6.00	7.00	1.00	16.7
Daily Bus	12.00	14.00	2.00	16.7

ATTACHMENT 4

NATURAL RESOURCES  
WILD GINSENG LICENSES

	Previous <u>Fee</u>	Act 27 <u>Fee</u>	<u>Change</u>	
			<u>Amount</u>	<u>%</u>
Harvester:				
Resident	\$5	\$15	\$10	200%
Nonresident	5	30	25	500
Resident Dealer:				
Class A	100	100	0	0
Class B	100	500	400	400
Class C	100	1,000	900	900
Nonresident Dealer	100	1,000	900	900

ATTACHMENT 5

NATURAL RESOURCES  
BOAT REGISTRATION FEE INCREASES

<u>Boat Type</u>	<u>Current Fee</u>	<u>Act 27 Fee</u>	<u>Change</u>	
			<u>Amount</u>	<u>Percent</u>
<b>Nonfleet Boats</b>				
Nonpowered Sailboat	\$6.50	\$10.00	\$3.50	53.8%
Motorboats under 16 feet	6.50	11.00	4.50	69.2
Motorboats 16 feet < 26 feet	8.50	16.00	7.50	88.2
Motorboats 26 feet < 40 feet	10.50	30.00	19.50	185.7
Motorboats 40 feet or more	12.50	50.00	37.50	300.0
<b>Fleet Boats</b>				
Fleet Fee	\$9.00	\$18.00	\$9.00	100.0%
Nonpowered Sailboat	3.25	5.00	1.75	53.8
Motorboats under 16 feet	3.25	5.50	2.25	69.2
Motorboats 16 feet < 26 feet	4.25	8.00	3.75	88.2
Motorboats 26 feet < 40 feet	5.25	15.00	9.75	185.7
Motorboats 40 feet or more	6.25	25.00	18.75	300.0

ATTACHMENT 6

NATURAL RESOURCES  
WATER REGULATION AND WETLANDS PROTECTION FEES

<u>Previous Structure</u>		<u>Act 27 Structure</u>	
<u>Project Cost</u>	<u>Fee</u>	<u>Workload</u>	<u>Fee</u>
\$0 to \$500	\$15	0 to 3 hours	\$30
\$500 to \$2,000	20		
\$2,000 to \$5,000	30	3 to 9 hours	100
\$5,000 to \$10,000	60		
More than \$10,000	75	More than 9 hours	300



## ATTACHMENT 7

### REGULATION AND LICENSING CURRENT AND PROPOSED LICENSE RENEWAL FEES

Credential Type	Renewal Fee			Credential Type	Renewal Fee		
	Current	Proposed	Change		Current	Proposed	Change
Accountant, Certified Public	\$44	\$47	\$3	Hearing Instrument Specialist	\$179	\$287	\$108
Accountant, Corp. or Partnership	36	41	5	Independent Clinical Social Worker	36	50	14
Acupuncturist	36	95	59	Independent Social Worker	36	41	5
Advanced Practice Nurse Prescriber	0	41	41	Land Surveyor	54	73	19
Advanced Practice Social Worker	36	47	11	Landscape Architect	36	41	5
Aesthetician	54	70	16	Loan Originator	155	94	-61
Aesthetics Establishment	111	116	5	Loan Solicitor	210	105	-105
Aesthetics Instructor	85	117	32	Manicuring Establishment	36	41	5
Aesthetics School	36	74	38	Manicuring Instructor	90	138	48
Aesthetics Specialty School	36	41	5	Manicuring School	102	85	-17
Animal Technician	42	42	0	Manicuring Specialty School	36	41	5
Appraiser, Real Estate, General	58	82	24	Manicurist	42	52	10
Appraiser, Real Estate, Residential	49	82	33	Marriage and Family Therapist	36	63	27
Appraiser, Real Estate, Licensed	57	49	-8	Mortgage Banker	330	486	156
Architect	40	46	6	Nurse, Licensed Practical	40	49	9
Architectural or Engineering Corp.	36	41	5	Nurse, Registered	40	46	6
Auction Company	37	41	4	Nurse-Midwife	36	41	5
Auctioneers	37	41	4	Nursing Home Administrator	63	114	51
Audiologist	59	41	-18	Occupational Therapist	37	42	5
Barber or Cosmetologist	42	48	6	Occupational Therapy Assistant	36	41	5
Barbering or Cosmetology Establish.	36	41	5	Optometrist	66	69	3
Barbering or Cosmetology Instructor	101	83	-18	Pharmacist	78	76	-2
Barbering or Cosmetology Manager	40	52	12	Pharmacy	36	41	5
Barbering or Cosmetology School	100	78	-22	Physical Therapist	40	45	5
Cemetery Authority	271	372	101	Physician	111	102	-9
Cemetery Preneed Seller	44	59	15	Physician's Assistant	36	48	12
Cemetery Salesperson	42	65	23	Podiatrist	79	187	108
Certified Dietitian	36	41	5	Private Detective	120	212	92
Chiropractor	106	151	45	Private Detective Agency	36	41	5
Dental Hygienist	36	41	5	Private Practice School Psychologist	36	65	29
Dentist	67	96	29	Professional Counselor	36	53	17
Designer of Engineering Systems	36	41	5	Professional Geologist	36	41	5
Drug Distributor	36	41	5	Psychologist	82	124	42
Drug Manufacturer	36	41	5	Real Estate Broker	74	106	32
Electrologist	50	56	6	Real Estate Corporation	46	72	26
Electrology Establishment	36	41	5	Real Estate Partnership	46	69	19
Electrology Instructor	107	73	-34	Real Estate Salesperson	55	70	15
Electrology School	107	63	-44	Respiratory Care Practitioner	38	42	4
Electrology Specialty School	36	41	5	Social Worker	36	43	7
Engineer, Professional	36	43	7	Speech-Language Pathologist	41	46	5
Funeral Director	80	94	14	Time Share Salesperson	36	102	66
Funeral Establishment	36	41	5	Veterinarian	67	80	13