

### Fiscal Estimate - 2017 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> 17-2122/1	<b>Introduction Number</b> AB-0526
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**Description**  
 registration of fantasy contest operators, requiring the exercise of rule-making authority, and providing a penalty

**Fiscal Effect**

**State:**

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

**Local:**

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

<b>Fund Sources Affected</b>	<b>Affected Ch. 20 Appropriations</b>
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input checked="" type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

<b>Agency/Prepared By</b>	<b>Authorized Signature</b>	<b>Date</b>
DFI/ Kortney Anderson (608) 261-9559	Kortney Anderson (608) 261-9559	10/9/2017

## Fiscal Estimate Narratives

DFI 10/9/2017

LRB Number	17-2122/1	Introduction Number	AB-0526	Estimate Type	Original
<b>Description</b> registration of fantasy contest operators, requiring the exercise of rule-making authority, and providing a penalty					

### Assumptions Used in Arriving at Fiscal Estimate

This bill creates a new statutory chapter covering "§Fantasy Games," requiring fantasy game operators to register with the Department of Financial Institutions and pay a fee. The legislation lists requirements for fantasy game operators and provides specified penalties should the department find the fantasy game operator not meet the requirements or be in violation of the requirements.

The industry of fantasy games, including daily fantasy sports, is evolving with growth in both the number of participants and fees. It is indeterminate at this time the number of operators who will register immediately or in the future.

Analysis indicates three new forms/products will need to be created to support this line of business:

Fantasy Contest Operator Authorization Form

Fantasy Contest Operator Initial Registration Form

Fantasy Contest Operator Annual Registration Form

IT estimates that creation of the forms (paper-based) and products, along with modifications to incorporate these changes into the enterprise will be 575 hours of IT staff time ( $575 * \$75/\text{hour} = \$43,125.00$ ), with an additional 72 hours of business staff time ( $72 * \$30/\text{hour} = \$2,160.00$ ) during project execution. This estimate is not for an automated solution and does not include on-line filing or auto-filing capabilities, this estimate is only for a minimum viable product. The total cost of the minimum viable implementation is \$45,285.00

The costs associated with responding to questions from the industry and consumers, and other actions as warranted are unknown at this time.

### Long-Range Fiscal Implications