



Legislative Fiscal Bureau

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Joint Committee on Finance

Paper #574

Transfer Regulation of Certain Professions and Organizations to the Department of Financial Institutions (DSPS -- Departmentwide and Professional Regulation)

[LFB 2013-15 Budget Summary: Page 157, #6 and Page 415, #7]

CURRENT LAW

The Department of Safety and Professional Services (DSPS) regulates and issues credentials to multiple professions and organizations that do business in Wisconsin, including charitable organizations, professional fund-raisers, fund-raising counsel, professional employer organizations (PEOs), and professional employer groups (PEGs).

GOVERNOR

Transfer the regulation of charitable organizations, professional fund-raisers, fund-raising counsel, PEOs, and PEGs from DSPS to the Department of Financial Institutions (DFI).

MODIFICATION

Decrease estimates of PR fee revenue (PR-REV) by \$311,800 (-\$340,800 in DSPS and \$29,000 in DFI) in 2013-14, and by \$334,900 (-\$366,700 in DSPS and \$31,800 in DFI) in 2014-15. Increase estimates of fee revenue that will be transferred to the general fund (GPR-Earned) by \$28,000 (-\$1,000 in DSPS and \$29,000 in DFI) in 2013-14, and decrease GPR-Earned estimates by \$8,900 (-\$40,700 in DSPS and \$31,800 in DFI) in 2014-15.

Explanation: Under the bill, DFI would regulate and collect credential fees from charitable organizations, professional fund-raisers, fund-raising counsel, PEOs, and PEGs. DFI and DSPS each have a different requirement for transferring fee revenue to the general fund -- DSPS transfers 10% of all fee revenue it collects, and DFI annually transfers all unexpended from the agency's general program operations appropriation.

The administration's PR-REV and GPR-Earned estimates for DSPS and DFI do not

reflect the effect of the Governor's proposal to transfer the regulation of certain professions from DSPS to DFI. This modification revises estimates of fee revenue that will be collected by these agencies, and fee revenue that will be deposited to the general fund.

	DSPS	Change to Bill DFI	Total
PR-REV	- \$707,500	\$60,800	- \$646,700
GPR-Earned	- 41,700	60,800	19,100

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