

Fiscal Estimate Narratives

DOA 5/21/01

LRB Number 01-2120/2	Introduction Number AB-364	Estimate Type Original
Subject Require DOA review of all annexations		

Assumptions Used in Arriving at Fiscal Estimate

Under current law, the department of administration "may", with 20 days of receipt of information related to a proposed annexation, issue an opinion if it determines that annexation is against the public interest.

AB-364 changes mandate that within 20 days of receipt of the annexation the department of administration "shall" provide a written notice to the affected town clerk and city or village clerk advising whether an annexation is "in" the public interest or is "against" the public interest and the reasons why.

Approximately 85% of the annexations submitted for review are non-controversial and are not deemed to be "against the public interest." In these cases, the town and city/village clerks receive a form letter to that effect.

The remaining 15% are controversial or deemed to be "against the public interest." These require detailed written responses which address public interest concerns as well as those expressed by local government or citizens.

To prepare individual written explanations justifying the department opinion for all annexations that are non-controversial and not deemed to be "against the public interest" annexations will require an estimated 3 hours of additional staff time per response for data gathering, handling phone and written inquiries, analysis and drafting. With 375 annexations per year, that results in approximately one 0.50 FTE program and planning analyst 4 or \$25,800 annually (\$16,200 salary, \$6,100 fringe, \$3,500 supplies and services).

Long-Range Fiscal Implications

Unknown.

Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 01-2120/2		Introduction Number AB-364	
Subject			
Require DOA review of all annexations			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
\$6,500 (\$4,000 for modular systems furniture work station, \$2,500 for personal computer hardware and software.)			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes	\$22,300	0	
(FTE Position Changes)	(0.5 FTE)	(0.0 FTE)	
State Operations - Other Costs	3,500	0	
Local Assistance	0	0	
Aids to Individuals or Organizations	0	0	
TOTAL State Costs by Category	\$25,800	\$0	
B. State Costs by Source of Funds			
GPR	25,800	0	
FED	0	0	
PRO/PRS	0	0	
SEG/SEG-S	0	0	
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	\$0	\$0	
GPR Earned	0	0	
FED	0	0	
PRO/PRS	0	0	
SEG/SEG-S	0	0	
TOTAL State Revenues	\$0	\$0	
NET ANNUALIZED FISCAL IMPACT			
	<u>State</u>	<u>Local</u>	
NET CHANGE IN COSTS	\$25,800	\$0	
NET CHANGE IN REVENUE	\$0	\$0	
Agency/Prepared By		Authorized Signature	Date
DOA/ Tara Brunner (608) 266-0016		Paul McMahon (608) 266-1359	5/21/01