

<input checked="" type="checkbox"/> Original <input type="checkbox"/> Updated <input type="checkbox"/> Corrected <input type="checkbox"/> Supplemental	2001 Session LRB or Bill No. -- Adm. Rule No. SENATE BILL 33 --LRB-1272/1
FISCAL ESTIMATE DOA-2048 N(R10/94)	Amendment No. if Applicable

Subject
MINIMUM WAGE

Fiscal Effect

State: No State Fiscal Effect
 Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation

<input type="checkbox"/> Increase Existing Appropriation <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Appropriation <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Create New Appropriation	<input checked="" type="checkbox"/> Increase Costs - May be possible to Absorb Within Agency's Budget <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Decrease Costs
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Local: <input type="checkbox"/> No local government costs 1. <input checked="" type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input checked="" type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenues <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenues <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5. Types of Local Government Units Affected <input checked="" type="checkbox"/> Towns <input checked="" type="checkbox"/> Villages <input checked="" type="checkbox"/> Cities <input checked="" type="checkbox"/> Counties <input type="checkbox"/> Others <input checked="" type="checkbox"/> School Districts <input checked="" type="checkbox"/> WTCS Districts
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Fund Sources Affected: <input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEG-S	Affected Ch. 20 Appropriations: 445(1)(a)
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Assumptions Used in Arriving at Fiscal Estimate

State costs: The department would need to annually update the minimum wage rates and inform employers through a mass mailing. The department would incur \$75,000 in annual costs (150,000 pieces of mail at \$0.50 per piece to cover postage, printing and materials) for the mass mailing and updating the minimum wage regulations.

Passage of the legislation will result in the department receiving an additional 200 complaints per year alleging violations of state minimum wage regulations. Part of the increased workload will be due to the substantial increase (32%) in the current minimum wage. Another part of the increased workload will result from the fact individuals will be more likely to file minimum wage complaints with the department rather than the federal government since Wisconsin's minimum wage rates will be higher than the federal rates. The department will need one additional Equal Rights Officer-Senior (\$59,400 total annual cost, including \$47,900 in salary and fringe benefits and \$11,500 for supplies and services, and one time costs of \$6,500 for equipment and office furnishings) to investigate and resolve the additional complaints each year. Additionally there will be one time costs of approximately \$2,000 to reprint other related informational materials.

Local Costs: Government units who currently employ workers at or near the present minimum wage will experience increased costs when the state minimum wage is increased with passage of this legislation. The department lacks sufficient data to determine the exact number of workers who may be affected or the total cost to various levels of government.

Adoption of this legislation will increase the annual salary of one full-time minimum wage employee from \$10,712 to \$14,144, an increase of \$3,432 (32%). The increase in annual salary for a full-time adult agricultural employee would be from \$8424 to \$13,520, an increase of \$5,096 (60%).

Long-Range Fiscal Implications
 All of the fiscal effects anticipated above would continue into the future.

Agency/Prepared by:(Name & Phone No.) DWD / Anderson, Bob 266-3345	Authorized Signature/Telephone No. 267-3200	Date 2-5-01
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FISCAL ESTIMATE WORKSHEET

2001 Session

Detailed Estimate of Annual Fiscal Effect DOA-2047(R10/94)	<input checked="" type="checkbox"/> Original	<input type="checkbox"/> Updated	LRB or Bill No./Adm Rule No. SENATE BILL 33 / LRB-1272/1	Amendment No.
	<input type="checkbox"/> Corrected	<input type="checkbox"/> Supplemental		

Subject
MINIMUM WAGE

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):
\$6,500 to equip one Equal Rights Officer-Senior position and \$2,000 to reprint informational materials related to the law change.

II. Annualized Costs:	Annualized Fiscal Impact on State funds from:	
	Increased Costs	Decreased Costs
A. State Costs by Category		
State Operations - Salaries and Fringes	\$47,900	- \$0
(FTE Position Changes)	(1.00FTE)	(- FTE)
State Operations - Other Costs	\$86,500	- \$0
Local Assistance	\$0	- \$0
Aids to Individuals or Organizations	\$0	- \$0
TOTAL State Costs by Category	\$134,400	- \$0
B. State Costs by Source of Funds	Increased Costs	Decreased Costs
GPR	\$134,400	- \$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:	\$134,400	\$0
Net Change in Revenues:	\$0	\$0

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