

Fiscal Estimate Narratives

DOJ 8/7/2017

LRB Number	17-3401/1	Introduction Number	AB-0435	Estimate Type	Original
Description prostitution crime surcharge and making appropriations					

Assumptions Used in Arriving at Fiscal Estimate

The bill creates a \$5,000 surcharge to be imposed on persons convicted of patronizing or soliciting prostitutes, pandering or keeping a place of prostitution. Half of the surcharge revenues will be deposited in an Department of Justice appropriation that supports criminal investigations, law enforcement activities and prosecutions targeting internet crimes against children, including the activities of local government Internet Crimes Against Children (ICAC) taskforces.

Wisconsin's Uniform Crime Reporting data does not break out crimes by specific statute but includes a category of prostitution and commercialized vice arrests. Between 2012 and 2016, there were an average of 489 prostitution and commercialized vice arrests per year. Although it is difficult to estimate the number of convictions that will result from these arrests, the estimates assumes that there will be 300 convictions per year that will require the prostitution surcharge to be imposed. Of those, it is estimated that the surcharge will be paid 75 percent of the time that it is imposed. This results in \$1,125,000 in total revenue to the state per year, of which, \$562,500 will be received by the Department of Justice.

Over half of the current revenue to the Internet Crimes Against Children appropriation is passed through to local government ICAC taskforces. The remaining funding is used to indirectly support the activities of the local ICAC taskforces through training and the provision of equipment, supplies and services, and to fund state ICAC investigations and prosecutions.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2017 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description prostitution crime surcharge and making appropriations		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):		
II. Annualized Costs:		
	Annualized Fiscal Impact on funds from:	
	Increased Costs	Decreased Costs
A. State Costs by Category		
State Operations - Salaries and Fringes	\$	\$
(FTE Position Changes)		
State Operations - Other Costs		
Local Assistance		
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$	\$
B. State Costs by Source of Funds		
GPR		
FED		
PRO/PRS		
SEG/SEG-S		
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	\$	\$
GPR Earned		
FED		
PRO/PRS (Prostitution)	562,500	
SEG/SEG-S		
TOTAL State Revenues	\$562,500	\$
NET ANNUALIZED FISCAL IMPACT		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$	\$
NET CHANGE IN REVENUE	\$562,500	\$300,000
Agency/Prepared By	Authorized Signature	Date
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