

Fiscal Estimate - 2017 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 17-5265/1	Introduction Number AB-0975
Description increasing the expenditure restraint program payment for the city of Cudahy	
Fiscal Effect	
State:	
<input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate	
<input checked="" type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations	<input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs
Local:	
<input type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate	
1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory
5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts	
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"/> SEGS 20.835(1)(c)	
Affected Ch. 20 Appropriations	
Agency/Prepared By	Authorized Signature
DOR/ Craig Steinfeldt (608) 266-5705	Jamie Adams (608) 266-6785
Date	
3/1/2018	

Fiscal Estimate Narratives

DOR 3/1/2018

LRB Number 17-5265/1	Introduction Number AB-0975	Estimate Type Original
Description increasing the expenditure restraint program payment for the city of Cudahy		

Assumptions Used in Arriving at Fiscal Estimate

The expenditure restraint payment (ERP) provides unrestricted aid to qualifying municipalities that limit growth in spending. A municipality qualifies for an ERP payment if the property tax rate is at least five mills, and the municipal budget does not exceed the prior year's budget by more than an inflation factor plus the valuation factor. For the 2018 distribution, the inflation factor was 0.90 percent for the 12 month period ending September 30, 2016, and the valuation factor was based on net new construction during 2015 for purposes of establishing 2016 equalized values.

Under current law, the City of Cudahy did not qualify for an ERP payment in the 2018 distribution. Cudahy had an inflation factor plus valuation factor of 0.90 percent, while Cudahy's budget increase was 2.70 percent. If Cudahy would have qualified for an ERP payment, the payment would have been approximately \$347,500 and reduced the payment amounts for the other 328 qualifying municipalities.

The bill provides Cudahy with an ERP payment of \$342,000 for the 2018 distribution. The Cudahy payment does not impact ERP payments for other recipients. Under the bill, the total costs for the 2018 ERP program are estimated at \$59,653,700.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2017 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 17-5265/1	Introduction Number AB-0975	
Description increasing the expenditure restraint program payment for the city of Cudahy		
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	342,000	
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$342,000	\$
B. State Costs by Source of Funds		
GPR	342,000	
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, ets.)		
	Increased Rev	Decreased Rev
GPR Taxes	\$	\$
GPR Earned		
FED		
PRO/PRS		
SEG/SEG-S		
TOTAL State Revenues	\$	\$
NET ANNUALIZED FISCAL IMPACT		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$342,000	\$
NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By		
Authorized Signature		Date
DOR/ Craig Steinfeldt (608) 266-5705		Jamie Adams (608) 266-6785
		3/1/2018