

Fiscal Estimate Narratives

DNR 10/2/2017

| | | | | | |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|---------------------|--------|---------------|----------|
| LRB Number | 17-4020/1 | Introduction Number | SB-401 | Estimate Type | Original |
| Description resident deer hunting license, archer hunting license, and crossbow hunting license fees imposed for a veteran who is 70 years of age or older | | | | | |

Assumptions Used in Arriving at Fiscal Estimate

This bill decreases the fee for a resident gun deer, archer and crossbow license from \$21.25 to \$14.25 issued to a resident veteran that is 70 years of age and older. In addition, this bill allows a resident veteran 70 years of age or older to obtain a crossbow license without paying a fee if that person holds a valid archer license or to obtain an archer license without paying a fee if that person holds a valid crossbow license (a.k.a. free archer or crossbow "upgrade").

The percentage of customers who purchase their hunting licenses online continues to increase. Currently, approximately 30% of license transactions are conducted online. Without an information technology interface with the Wisconsin Department of Veterans Affairs to confirm veteran status, veterans 70 years and older will not be able to utilize the online system to purchase the reduced fee deer licenses proposed in this bill. Instead, veterans will need to travel to a license agent or a DNR Service Center to present proof of veteran status, which could include documents with sensitive personal information such as Social Security Numbers.

Per the Veteran Population Projection Model 2016 (VetPop2016), which provides the latest official Veteran population projection from the Department of Veterans Affairs (VA), there were 138,787 Wisconsin veterans 70 years of age or older as of September 2015. Per the Wisconsin Interactive Statistics on Health data query system, there were 603,603 Wisconsin residents age 70 years or older in 2015. Based upon this data, approximately 23% of Wisconsin residents 70 years of age or older were veterans in 2015. This estimate assumes the proportion of Wisconsin residents age 70 years or older that are veterans is the same proportion of resident deer license buyers age 70 years or older that are veterans and deer license sales in future years will be similar to deer license sales in 2015.

I. Costs to train staff and license agents, update web pages, and modify the automated license issuance system to offer the reduced license fees to Wisconsin resident veterans 70 years of age and older.

A. Training of Customer Service Representative (CSR) staff and license agents: [10 hrs. training development * \$50/hr. (average policy advisor rate plus applicable fringe)] + [1 hour * 100 CSRs * \$24/hr. (average Customer Service Representative rate plus applicable fringe)] = \$2,900

B. Web page: 5 hrs. development * \$50/hr. (average policy advisor rate plus applicable fringe) = \$250

C. Automated license issuance system modifications: 20 hrs. * \$50/ hr. (average business analyst rate plus applicable fringe) = \$1,000

Total costs = \$4,150 first year of implementation (\$2,900 + \$250 + \$1,000)

II. Revenue

A. License fee revenue would decrease by \$7 for each resident gun deer, archer, and crossbow license issued to resident veterans 70 years of age or older.

1. Gun deer licenses sold in LY2015 resident hunters age 70 years or older = 6,221
6,221 * 0.23 (23% of Wisconsin residents) = 1,431 gun deer licenses sold to resident veterans age 70 years or older
1,431 gun deer licenses to resident veterans 70 years or older * \$7 gun deer license fee discount = \$10,017 gun deer license fee revenue decrease

2. Archer licenses sold in LY2015 resident hunters age 70 years or older = 1,730
1,730 archer licenses sold to residents 70 years or older * 0.23 * \$7 archer license fee discount = \$12,110

archer license fee revenue decrease

3. Crossbow licenses sold in LY2015 resident hunters age 70 years or older = 4,179

$4,179 * 0.23 * \$7$ crossbow license fee discount = \$6,728 crossbow license fee revenue decrease

B. License fee revenue would decrease by \$2.25 for each archer or crossbow license "upgrade".

1. Archer upgrades sold in LY 2015 to residents age 70 years or older = 202

$202 * 0.23 * \$2.25 = \104.54

2. Crossbow upgrades sold in LY 2015 to residents age 70 years or older = 472

$472 * 0.23 * 2.25 = \$224.26$

Total decrease of revenue = \$29,184 per year ($\$10,017 + \$12,110 + \$6,728 + \$104.54 + \224.26)

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2017 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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| I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): \$4,150 in one-time implementation costs | | | |
| 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 | | | |
| SEG/SEG-S | | | -29,200 |
| TOTAL State Revenues | \$ | | \$-29,200 |
| NET ANNUALIZED FISCAL IMPACT | | | |
| | <u>State</u> | <u>Local</u> | |
| NET CHANGE IN COSTS | \$ | | \$ |
| NET CHANGE IN REVENUE | \$-29,200 | | \$ |
| Agency/Prepared By | | Authorized Signature | Date |
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