

Fiscal Estimate - 2015 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 15-3302/1	Introduction Number SB-356
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Description
 Providing additional funding for the Transform Milwaukee Jobs program and the Transitional Jobs program and making an appropriation.

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase Existing Revenues	<input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget
<input type="checkbox"/> Indeterminate	<input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
<input type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriations		
<input checked="" type="checkbox"/> Create New Appropriations		

Local:

<input type="checkbox"/> No Local Government Costs			
<input type="checkbox"/> Indeterminate			
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue		<input type="checkbox"/> Counties <input type="checkbox"/> Others
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts

Fund Sources Affected	Affected Ch. 20 Appropriations
<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	20.437(2)(dm)

Agency/Prepared By DCF/ Joe Meeker (608) 422-6348	Authorized Signature Kim Swissdorf (608) 422-6351	Date 12/16/2015
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Fiscal Estimate Narratives

DCF 12/16/2015

LRB Number 15-3302/1	Introduction Number SB-356	Estimate Type Original
Description Providing additional funding for the Transform Milwaukee Jobs program and the Transitional Jobs program and making an appropriation.		

Assumptions Used in Arriving at Fiscal Estimate

Under current law, the Transform Milwaukee Jobs (TMJ) program and the Transitional Jobs (TJ) program require that participants over age 24 are the parent or primary relative caregiver of a child under 18. The bill expands these programs by providing \$9 million GPR in SFY 16 and \$8 million GPR in SFY 17, and eliminates the criterion that participants must be a parent or primary relative caregiver of a child under the age of 18.

Of the newly appropriated funds, 60% (\$5.4 million in SFY 16 and \$4.8 million in SFY 17) is dedicated to the expanded TMJ program. The current average cost per TMJ participant for administrative, services, and subsidy costs is \$9,000. With the funding provided under the bill, the expanded TMJ program could serve 1,133 individuals over the biennium.

Of the newly appropriated funds, 40% (\$3,600,000 in SFY 16 and \$3,200,000 in SFY 17) is dedicated to an expanded TJ program. It is estimated that one-half of the funds would serve urban areas and one-half of the funds would serve the rural counties, the subsidy cost per TJ participant will be \$10,340 in urban areas, and the subsidy cost per TJ participant will be \$8,840 in rural areas. Funding provided under the bill could serve 328 participants in urban areas and 384 participants in rural counties.

To the extent the additional funds are spent on participants over the age of 24 who are not a biological, adoptive parent or relative and primary caregiver of a child under the age of 18 whose parental rights to the child have not been terminated, these expenditures would not count towards the state TANF maintenance of effort (MOE) requirement.

Long-Range Fiscal Implications