



City of Milwaukee Fiscal Impact Statement

A	Date	<u>5/2/2013</u>	File Number	<u>111222</u>	<input checked="" type="checkbox"/> Original	<input type="checkbox"/> Substitute
	Subject	This statement relates solely to the following version: SUBSTITUTE 2. A substitute ordinance relating to the issuance of new public passenger vehicle permits for taxicabs, the frequency of vehicle inspections, and vehicle standards and equipment requirement.				

B	Submitted By (Name/Title/Dept./Ext.)	<u>Richard Pfaff, Manager, Legislative Reference Bureau, x2267</u>
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C	This File	<input checked="" type="checkbox"/> Increases or decreases previously authorized expenditures.
		<input type="checkbox"/> Suspends expenditure authority.
		<input checked="" type="checkbox"/> Increases or decreases city services.
		<input type="checkbox"/> Authorizes a department to administer a program affecting the city's fiscal liability.
		<input checked="" type="checkbox"/> Increases or decreases revenue.
		<input type="checkbox"/> Requests an amendment to the salary or positions ordinance.
		<input type="checkbox"/> Authorizes borrowing and related debt service.
		<input type="checkbox"/> Authorizes contingent borrowing (authority only).
	<input type="checkbox"/> Authorizes the expenditure of funds not authorized in adopted City Budget.	

D	Charge To	<input checked="" type="checkbox"/> Department Account	<input type="checkbox"/> Contingent Fund
		<input type="checkbox"/> Capital Projects Fund	<input type="checkbox"/> Special Purpose Accounts
		<input type="checkbox"/> Debt Service	<input type="checkbox"/> Grant & Aid Accounts
		<input type="checkbox"/> Other (Specify) _____	

E	Purpose	Specify Type/Use	Expenditure	Revenue
	Salaries/Wages		\$0.00	\$0.00
			\$0.00	\$0.00
	Supplies/Materials	Inspection Stickers, Mailings	\$1,000.00	\$0.00
			\$0.00	\$0.00
	Equipment		\$0.00	\$0.00
		Lottery Entries (a)	\$0.00	\$50,000.00
	Services	New Taxicab Permits (b)	\$0.00	\$17,500.00
		Renewal Taxicab Permits-- New Permits (c)	\$0.00	\$0.00
	Other	Renewal Taxicab Permits-- Existing Permits (d)	\$0.00	\$62,400.00
			\$0.00	\$0.00
	TOTALS		\$1,000.00	\$129,900.00

F

Lottery

(a) 250 applicants x 2 entries per applicant = 500 entries x \$100 per entry = \$50,000.

New Permits

(b) 50 new permits issued Year 1 x \$350 per each new permit = \$17,500. See note (e) and (g).

(c) Year 1: No renewal permit revenue for initial permit period. See note (f).

Existing Permits

(d) 320 renewal permits (relating to existing permits) filed annually x \$195 (amount of increase in renewal permit fee) = \$62,400. See note (g).

Assumptions used in arriving at fiscal estimate.

G

For expenditures and revenues which will occur on an annual basis over several years check the appropriate box below and then list each item and dollar amount separately.

Issuance of New Permits: Year 1 = \$17,500; thereafter, \$17,500 (aggregated amount over 5 years) for an average revenue estimate of \$3,500 annually beginning Year 2. See note (e).

1-3 Years 3-5 Years

Annual Renewal of New Permits: \$132,750 (aggregated amount over 6 years) for an average revenue estimate of \$22,125 annually beginning Year 2. See note (f) and (g).

1-3 Years 3-5 Years

Annual Renewal of 320 Existing Permits x \$195 (amount of increase in renewal permit fee) = \$62,400 annually. See note (g).

1-3 Years 3-5 Years

Inspection Stickers, Mailing Expense: \$1,000, annually.

H

List any costs not included in Sections D and E above.

Does not include cost or workload estimates related to DPW administering and performing the 2 annual inspections required under SUBSTITUTE 2.

I

(e) 100 new permits to be issued. Year 1: 50 new permits. Year 2 to 6 Projection: 10 additional permits issued each year for 5 years beginning Year 2. 100 total new permits over 6 years x \$350 per each new permit = \$35,000.

(f) Annual renewal of the 100 new permits = Year 2: 50 renewal permits; Y3: 60; Y4: 70; Y5: 80; Y6: 90; Y7: 100.

Calculations: (50+60+70+80+90+100) = 450 x \$295 (full renewal fee) = \$132,750, for a 6-year average revenue estimate of \$22,125 annually beginning Year 2.

(g) Revenue estimates are potentially underestimated by \$20 per each new or renewal permit (up to \$8,400 annually in Year 6; maximum of 420 permits x \$20) by making no assumptions related to the number of permitted vehicles registered to an address outside the city and, therefore, not eligible for \$20 reduction in new and renewal permit fees.

Additional information.

J

This Note Was requested by committee chair.