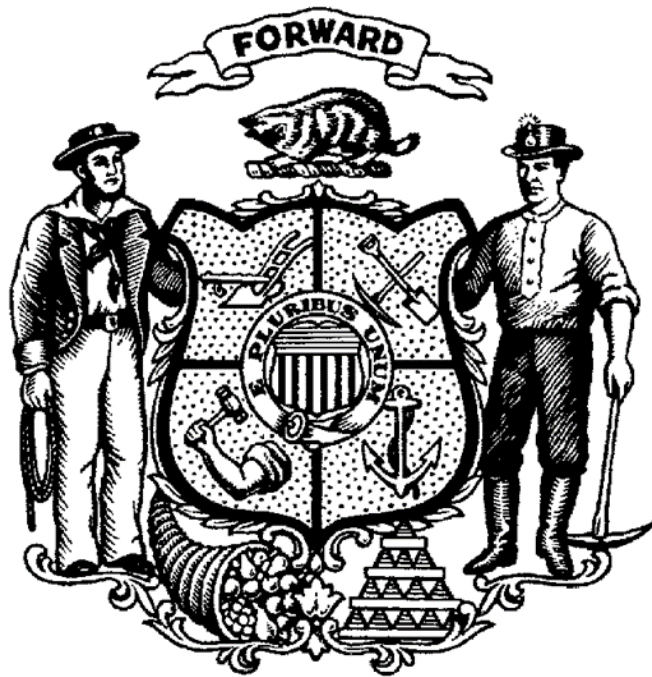


State of Wisconsin

Department of Revenue



Agency Budget Request

2025 – 2027 Biennium

September 16, 2024

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State of Wisconsin • DEPARTMENT OF REVENUE

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Tony Evers
Governor

David M. Casey
Secretary of Revenue Designee

September 16, 2024

The Honorable Tony Evers
Governor, State of Wisconsin
East Wing – State Capitol
Madison WI 53702

Dear Governor Evers:

Enclosed is the Wisconsin Department of Revenue's 2025-27 biennial budget request for your review.

Our mission is to strengthen Wisconsin through fair tax and lottery administration, while educating and serving the public, our customers and communities. Our vision is to be the premier agency in providing innovative, accessible resources and exceptional customer service built on a foundation of trust, inclusivity and creativity. Our values are integrity, knowledge, innovation, empathy, inclusivity and security.

Further, operating efficiently is one of the Department of Revenue's core goals, and we believe this budget proposal reflects our commitment to administer the state's tax laws, State and Local Finance, the Wisconsin Lottery and other DOR programs efficiently, while providing good customer service.

We look forward to working with you and the State Budget Office during the budget process.

Sincerely,

David M. Casey
Secretary of Revenue Designee

AGENCY DESCRIPTION

The department is headed by a secretary who is appointed by the Governor with the advice and consent of the Senate. The department advises the Governor and Legislature on tax policy; administers the state's tax laws, alcohol beverage laws, lottery and unclaimed property program; distributes property tax relief and local unrestricted aid payments; and oversees general administration of the property tax system. The department's activities are organized into the following five major program areas:

- The Division of Income, Sales and Excise Tax collects taxes through accepting tax payments and processing tax returns, enforces tax laws and collects taxes through audit and compliance activities, provides taxpayer assistance, conducts criminal investigations, and administers the state's debt collection and unclaimed property programs;
- The Division of State and Local Finance administers state policy and programs affecting local government finance and the state's property tax system, including establishing equalized values, supervising general administration of the local property tax, and assessing the value of manufacturing property statewide;
- The Lottery Division administers the lottery program that provides funding for the property tax credit;
- The Division of Alcohol Beverages administers Wisconsin's alcohol beverage laws and has the statutory responsibility for administering regulatory programs; promoting regulatory transparency; promoting statutory changes to create clarity, consistency, and simplicity in alcohol beverage regulatory requirements; and ensuring active, consistent enforcement of alcohol beverage laws; and
- The administrative services area includes the Secretary's Office, Office of General Counsel, Division of Enterprise Services, Division of Technology Services, and Division of Research and Policy, who provide the Executive Office and Legislature with detailed analyses of revenue and tax policy options.

The tax programs administered by the department provide revenue for the state's general fund and other segregated funds. In addition, programs administered by the department provide revenue to counties and local tax districts. The department also administers the homestead, farmland preservation, earned income and other credits, which are paid to eligible applicants from the general fund. The department also administers regulations covering the production, distribution, and control of alcohol in the state and administers the taxation and control of tobacco and vapor products.

MISSION

Strengthen Wisconsin through fair tax and lottery administration, while educating and serving the public, our customers and communities.

PROGRAMS, GOALS, OBJECTIVES AND ACTIVITIES

Program 1: Collection of Taxes

Goal: Ensure accountability through enforcement of tax laws.

Objective/Activity: Delinquent tax collections per fiscal year.

Objective/Activity: Collect debts owed to state agencies, courts, the Legislature, state authorities and local units of government (Statewide Debt Collection Program).

Objective/Activity: Use analytics to detect and prevent fraudulent returns or credits, including corrections to amount claimed for Earned Income Tax and Homestead Credits.

Objective/Activity: Enforcement cost per dollar collected.

Goal: Promote efficiency and integrity.

Objective/Activity: Growth in individual income, corporate franchise/income, and sales/use tax returns received electronically.

Objective/Activity: Average processing time for tax returns.

Goal: Provide excellent customer service.

Objective/Activity: Average hold time and answer rate for customer service call centers.

Objective/Activity: Department employees are considered professional and knowledgeable by customers.

Goal: Enforce alcohol beverage regulations (DAB).

Objective/Activity: Require enforcement agents to meet case completion standards annually.

Goal: Efficient processing of alcohol permitting applications (DAB).

Objective/Activity: Meet established permit application review standards and processing deadlines.

Program 2: State and Local Finance

Goal: Ensure equitable tax compliance, collection and property valuation.

Objective/Activity: Detect and prevent incorrect real estate transfer fee exemptions claimed, including corrections during audit to amount claimed. (FY dollar amount assessed)

Objective/Activity: Minimize the number of local governments not timely electronically filing the Municipal Financial Report.

Objective/Activity: Maintain a passing percentage of 60 percent for assessor certification exams.

Program 3: Administrative Services and Space Rental

Goal: Maintain a positive work environment.

Objective/Activity: Percentage of target group members in agency workforce.

Program 4: Unclaimed Property Program

Goal: Promote efficiency and integrity.

Objective/Activity: Process unclaimed property claims within 90-day statutory limit.

Program 8: Lottery

Goal: Achieve the highest possible revenue for property tax relief by offering entertaining and socially responsible games, while ensuring integrity and public trust.

Objective/Activity: Increase the amount available for property tax relief over the prior year.

PERFORMANCE MEASURES

2023 AND 2024 GOALS AND ACTUALS

Prog. No.	Performance Measure	Goal 2023	Actual 2023	Goal 2024	Actual 2024
1.	Collection of delinquent taxes.	\$362 million	\$333.7 million	\$362 million	\$336.3 million
1.	Enforcement cost per dollar impact.	\$0.08	\$0.0711	\$0.08	\$0.0774
1.	Fraudulent returns stopped, incorrect refunds/credits reduced or denied.	\$55 million	\$357.4 million	\$55 million	\$296.9 million
1.	Statewide debt collection program.	\$67 million	\$59.8 million	\$67 million	\$62.5 million
1.	Percentage of individual income (II), sales tax (ST) and corporate (C) returns received electronically.	91% (II) 96% (ST) 90% (C)	92% (II) 98% (ST) 85% (C)	91% (II) 96% (ST) 90% (C)	94% (II) 98% (ST) 94% (C)
1.	Taxpayer survey results (percentage of customers who rate customer service agents as professional and knowledgeable).	98% professional 98% knowledgeable	99.4% professional 99.2% knowledgeable	98% professional 98% knowledgeable	99.4% professional 99.3% knowledgeable
1.	Average processing time for individual income tax returns.	8 days	4.2 days	8 days	4.3 days
1.	Average hold time/answer rate for customer service call center.	90 second hold time 97.8% answer rate	71 second hold time 99.53% answer rate	90 second hold time 97.8% answer rate	56 second hold time 99.60% answer rate
2.	Dollar amounts assessed from real estate transfer fee audits.	\$750,000	\$920,367	\$787,500	\$557,121
2.	Number of local governments not timely electronically filing the Municipal Financial Report.	10	15	10	24
2.	Percent of assessors passing certification exams on first attempt.	60%	47%	60%	58%
3.	Percentage of target group members in agency workforce.	20%	20.8%	20%	21.5%
4.	Average number of days to process Unclaimed Property claims ¹ .	90 days	36 days	90 days	88 days
8.	Percent change in funds distributed for property tax relief from prior year.	1%	43.97%	1%	-6.04%

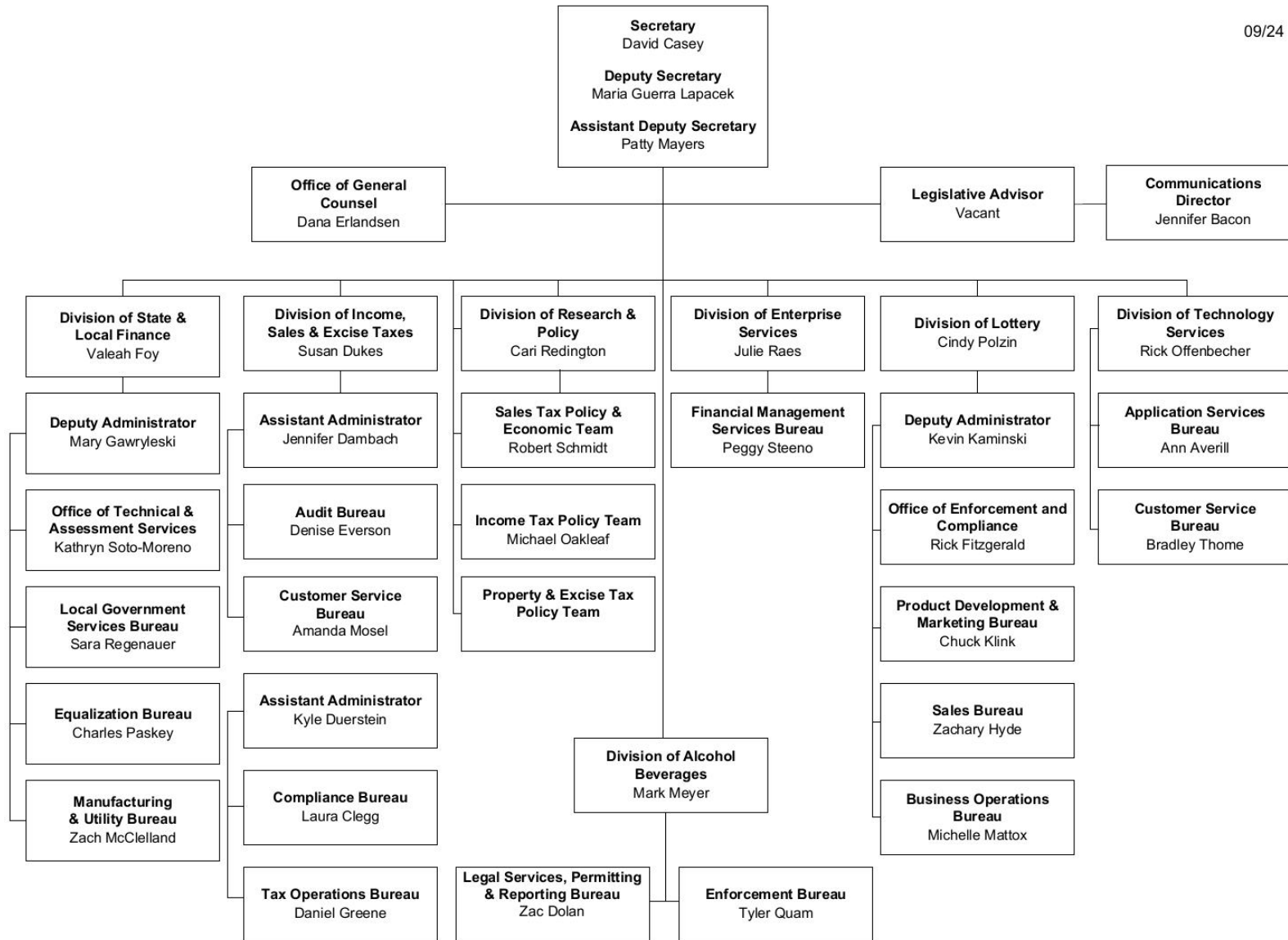
Note: Based on fiscal year.

1. Reflects an updated measure of the Unclaimed Property goal based on average processing time rather than percentage of claims completed within 90 days.

2025, 2026, AND 2027 GOALS

Prog. No.	Performance Measure	Goal 2025	Goal 2026	Goal 2027
1.	Delinquent tax collections.	\$346 million	\$346 million	\$346 million
1.	Enforcement cost per dollar impact.	\$0.08	\$0.08	\$0.08
1.	Fraudulent returns stopped, incorrect refunds/credits reduced or denied.	\$69.5 million	\$69.5 million	\$69.5 million
1.	Statewide debt collection program.	\$60 million	\$60 million	\$60 million
1.	Percentage of individual income (II) sales tax (ST) and corporate (C) returns received electronically.	92% (II) 97% (ST) 90% (C)	92% (II) 97% (ST) 90% (C)	92% (II) 97% (ST) 90% (C)
1.	Taxpayer survey results (percentage of customers who rate customer service agents as professional and knowledgeable).	98% professional 98% knowledgeable	98% professional 98% knowledgeable	98% professional 98% knowledgeable
1.	Average processing time for individual income tax returns.	4 days	4 days	4 days
1.	Average hold time/answer rate for customer service call center.	90 second hold time 97.8% answer rate	90 second hold time 97.8% answer rate	90 second hold time 97.8% answer rate
1.	Closed cases per Enforcement Agent annually (DAB).	75	75	75
1.	Permit application cycle time for permits requiring inspection and permits not requiring inspection (DAB).	16 days (inspection) 8 days (non-inspection)	16 days (inspection) 8 days (non-inspection)	16 days (inspection) 8 days (non-inspection)
2.	Real estate transfer fee audits completed.	750	900	1,200
2.	Dollar amounts assessed from real estate transfer fee audits	\$750,000	\$750,000	\$750,000
2.	Number of local governments not timely filing the Municipal Financial Report.	10	10	10
2.	Percentage of assessors passing certification exams on first attempt.	60%	60%	60%
3.	Percentage of target group members in agency workforce.	20%	22%	22%
4.	Average number of days to process Unclaimed Property Claims.	90 days	90 days	90 days
8.	Percent change in funds distributed for property tax relief from prior year.	1%	1%	1%

Note: Based on fiscal year.



Agency Total by Fund Source

Department of Revenue

2527 Biennial Budget

Source of Funds		ANNUAL SUMMARY						BIENNIAL SUMMARY			
		Prior Year Total	Adjusted Base	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE	Base Year Doubled (BYD)	Biennial Request	Change From (BYD)	Change From BYD %
GPR	S	\$209,921,893	\$212,334,600	\$217,011,700	\$217,017,600	952.15	952.15	\$424,669,200	\$434,029,300	\$9,360,100	2.20%
Total		\$209,921,893	\$212,334,600	\$217,011,700	\$217,017,600	952.15	952.15	\$424,669,200	\$434,029,300	\$9,360,100	2.20%
PR	S	\$18,747,251	\$23,415,800	\$25,004,700	\$25,181,500	147.50	147.50	\$46,831,600	\$50,186,200	\$3,354,600	7.20%
Total		\$18,747,251	\$23,415,800	\$25,004,700	\$25,181,500	147.50	147.50	\$46,831,600	\$50,186,200	\$3,354,600	7.20%
SEG	S	\$22,598,051	\$25,656,300	\$26,298,000	\$26,303,300	102.65	102.65	\$51,312,600	\$52,601,300	\$1,288,700	2.50%
Total		\$22,598,051	\$25,656,300	\$26,298,000	\$26,303,300	102.65	102.65	\$51,312,600	\$52,601,300	\$1,288,700	2.50%
Grand Total		\$251,267,195	\$261,406,700	\$268,314,400	\$268,502,400	1,202.30	1,202.30	\$522,813,400	\$536,816,800	\$14,003,400	2.70%

Agency Total by Program

Department of Revenue

2527 Biennial Budget

		ANNUAL SUMMARY					BIENNIAL SUMMARY			
Source of Funds	Prior Year Total	Adjusted Base	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE	Base Year Doubled (BYD)	Biennial Request	Change From (BYD)	Change From BYD %
01 Collection of taxes										
Non Federal										
GPR	\$72,464,489	\$74,864,900	\$75,902,100	\$75,902,100	695.65	695.65	\$149,729,800	\$151,804,200	\$2,074,400	1.39%
S	\$72,464,489	\$74,864,900	\$75,902,100	\$75,902,100	695.65	695.65	\$149,729,800	\$151,804,200	\$2,074,400	1.39%
PR	\$13,937,884	\$14,683,200	\$15,828,200	\$15,956,500	123.95	123.95	\$29,366,400	\$31,784,700	\$2,418,300	8.23%
S	\$13,937,884	\$14,683,200	\$15,828,200	\$15,956,500	123.95	123.95	\$29,366,400	\$31,784,700	\$2,418,300	8.23%
SEG	\$2,061,206	\$3,199,300	\$3,223,900	\$3,228,000	22.00	22.00	\$6,398,600	\$6,451,900	\$53,300	0.83%
S	\$2,061,206	\$3,199,300	\$3,223,900	\$3,228,000	22.00	22.00	\$6,398,600	\$6,451,900	\$53,300	0.83%
Total - Non Federal	\$88,463,579	\$92,747,400	\$94,954,200	\$95,086,600	841.60	841.60	\$185,494,800	\$190,040,800	\$4,546,000	2.45%
S	\$88,463,579	\$92,747,400	\$94,954,200	\$95,086,600	841.60	841.60	\$185,494,800	\$190,040,800	\$4,546,000	2.45%
PGM 01 Total	\$88,463,579	\$92,747,400	\$94,954,200	\$95,086,600	841.60	841.60	\$185,494,800	\$190,040,800	\$4,546,000	2.45%
GPR	\$72,464,489	\$74,864,900	\$75,902,100	\$75,902,100	695.65	695.65	\$149,729,800	\$151,804,200	\$2,074,400	1.39%
S	\$72,464,489	\$74,864,900	\$75,902,100	\$75,902,100	695.65	695.65	\$149,729,800	\$151,804,200	\$2,074,400	1.39%
PR	\$13,937,884	\$14,683,200	\$15,828,200	\$15,956,500	123.95	123.95	\$29,366,400	\$31,784,700	\$2,418,300	8.23%
S	\$13,937,884	\$14,683,200	\$15,828,200	\$15,956,500	123.95	123.95	\$29,366,400	\$31,784,700	\$2,418,300	8.23%

Agency Total by Program

Department of Revenue

2527 Biennial Budget

Source of Funds	Prior Year Total	ANNUAL SUMMARY					BIENNIAL SUMMARY			
		Adjusted Base	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE	Base Year Doubled (BYD)	Biennial Request	Change From (BYD)	Change From BYD %
01 Collection of taxes										
SEG	\$2,061,206	\$3,199,300	\$3,223,900	\$3,228,000	22.00	22.00	\$6,398,600	\$6,451,900	\$53,300	0.83%
S	\$2,061,206	\$3,199,300	\$3,223,900	\$3,228,000	22.00	22.00	\$6,398,600	\$6,451,900	\$53,300	0.83%
TOTAL 01	\$88,463,579	\$92,747,400	\$94,954,200	\$95,086,600	841.60	841.60	\$185,494,800	\$190,040,800	\$4,546,000	2.45%
S	\$88,463,579	\$92,747,400	\$94,954,200	\$95,086,600	841.60	841.60	\$185,494,800	\$190,040,800	\$4,546,000	2.45%

Agency Total by Program

Department of Revenue

2527 Biennial Budget

		ANNUAL SUMMARY					BIENNIAL SUMMARY				
Source of Funds	Prior Year Total	Adjusted Base	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE	Base Year Doubled (BYD)	Biennial Request	Change From (BYD)	Change From BYD %	
02 State and local finance											
Non Federal											
GPR	\$11,435,894	\$11,721,000	\$12,559,100	\$12,559,100	94.75	94.75	\$23,442,000	\$25,118,200	\$1,676,200	7.15%	
S	\$11,435,894	\$11,721,000	\$12,559,100	\$12,559,100	94.75	94.75	\$23,442,000	\$25,118,200	\$1,676,200	7.15%	
PR	\$1,586,458	\$1,804,900	\$1,932,200	\$1,932,200	14.50	14.50	\$3,609,800	\$3,864,400	\$254,600	7.05%	
S	\$1,586,458	\$1,804,900	\$1,932,200	\$1,932,200	14.50	14.50	\$3,609,800	\$3,864,400	\$254,600	7.05%	
SEG	\$553,836	\$1,101,900	\$1,022,700	\$1,023,800	8.75	8.75	\$2,203,800	\$2,046,500	(\$157,300)	-7.14%	
S	\$553,836	\$1,101,900	\$1,022,700	\$1,023,800	8.75	8.75	\$2,203,800	\$2,046,500	(\$157,300)	-7.14%	
Total - Non Federal	\$13,576,188	\$14,627,800	\$15,514,000	\$15,515,100	118.00	118.00	\$29,255,600	\$31,029,100	\$1,773,500	6.06%	
S	\$13,576,188	\$14,627,800	\$15,514,000	\$15,515,100	118.00	118.00	\$29,255,600	\$31,029,100	\$1,773,500	6.06%	
PGM 02 Total	\$13,576,188	\$14,627,800	\$15,514,000	\$15,515,100	118.00	118.00	\$29,255,600	\$31,029,100	\$1,773,500	6.06%	
GPR	\$11,435,894	\$11,721,000	\$12,559,100	\$12,559,100	94.75	94.75	\$23,442,000	\$25,118,200	\$1,676,200	7.15%	
S	\$11,435,894	\$11,721,000	\$12,559,100	\$12,559,100	94.75	94.75	\$23,442,000	\$25,118,200	\$1,676,200	7.15%	
PR	\$1,586,458	\$1,804,900	\$1,932,200	\$1,932,200	14.50	14.50	\$3,609,800	\$3,864,400	\$254,600	7.05%	
S	\$1,586,458	\$1,804,900	\$1,932,200	\$1,932,200	14.50	14.50	\$3,609,800	\$3,864,400	\$254,600	7.05%	

Agency Total by Program

Department of Revenue

2527 Biennial Budget

Source of Funds	Prior Year Total	ANNUAL SUMMARY					BIENNIAL SUMMARY			
		Adjusted Base	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE	Base Year Doubled (BYD)	Biennial Request	Change From (BYD)	Change From BYD %
02 State and local finance										
SEG	\$553,836	\$1,101,900	\$1,022,700	\$1,023,800	8.75	8.75	\$2,203,800	\$2,046,500	(\$157,300)	-7.14%
S	\$553,836	\$1,101,900	\$1,022,700	\$1,023,800	8.75	8.75	\$2,203,800	\$2,046,500	(\$157,300)	-7.14%
TOTAL 02	\$13,576,188	\$14,627,800	\$15,514,000	\$15,515,100	118.00	118.00	\$29,255,600	\$31,029,100	\$1,773,500	6.06%
S	\$13,576,188	\$14,627,800	\$15,514,000	\$15,515,100	118.00	118.00	\$29,255,600	\$31,029,100	\$1,773,500	6.06%

Agency Total by Program

Department of Revenue

2527 Biennial Budget

		ANNUAL SUMMARY					BIENNIAL SUMMARY			
Source of Funds	Prior Year Total	Adjusted Base	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE	Base Year Doubled (BYD)	Biennial Request	Change From (BYD)	Change From BYD %
03 Administrative services and space rental										
Non Federal										
GPR	\$37,296,710	\$37,023,900	\$39,825,700	\$39,831,600	161.75	161.75	\$74,047,800	\$79,657,300	\$5,609,500	7.58%
S	\$37,296,710	\$37,023,900	\$39,825,700	\$39,831,600	161.75	161.75	\$74,047,800	\$79,657,300	\$5,609,500	7.58%
PR	\$1,211,847	\$3,004,700	\$3,055,300	\$3,055,300	0.60	0.60	\$6,009,400	\$6,110,600	\$101,200	1.68%
S	\$1,211,847	\$3,004,700	\$3,055,300	\$3,055,300	0.60	0.60	\$6,009,400	\$6,110,600	\$101,200	1.68%
Total - Non Federal	\$38,508,557	\$40,028,600	\$42,881,000	\$42,886,900	162.35	162.35	\$80,057,200	\$85,767,900	\$5,710,700	7.13%
S	\$38,508,557	\$40,028,600	\$42,881,000	\$42,886,900	162.35	162.35	\$80,057,200	\$85,767,900	\$5,710,700	7.13%
PGM 03 Total	\$38,508,557	\$40,028,600	\$42,881,000	\$42,886,900	162.35	162.35	\$80,057,200	\$85,767,900	\$5,710,700	7.13%
GPR	\$37,296,710	\$37,023,900	\$39,825,700	\$39,831,600	161.75	161.75	\$74,047,800	\$79,657,300	\$5,609,500	7.58%
S	\$37,296,710	\$37,023,900	\$39,825,700	\$39,831,600	161.75	161.75	\$74,047,800	\$79,657,300	\$5,609,500	7.58%
PR	\$1,211,847	\$3,004,700	\$3,055,300	\$3,055,300	0.60	0.60	\$6,009,400	\$6,110,600	\$101,200	1.68%
S	\$1,211,847	\$3,004,700	\$3,055,300	\$3,055,300	0.60	0.60	\$6,009,400	\$6,110,600	\$101,200	1.68%
TOTAL 03	\$38,508,557	\$40,028,600	\$42,881,000	\$42,886,900	162.35	162.35	\$80,057,200	\$85,767,900	\$5,710,700	7.13%
S	\$38,508,557	\$40,028,600	\$42,881,000	\$42,886,900	162.35	162.35	\$80,057,200	\$85,767,900	\$5,710,700	7.13%

Agency Total by Program

Department of Revenue

2527 Biennial Budget

Source of Funds	Prior Year Total	ANNUAL SUMMARY					BIENNIAL SUMMARY				
		Adjusted Base	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE	Base Year Doubled (BYD)	Biennial Request	Change From (BYD)	Change From BYD %	
04 Unclaimed property program											
Non Federal											
PR	\$2,011,062	\$3,923,000	\$4,189,000	\$4,237,500	8.45	8.45	\$7,846,000	\$8,426,500	\$580,500	7.40%	
S	\$2,011,062	\$3,923,000	\$4,189,000	\$4,237,500	8.45	8.45	\$7,846,000	\$8,426,500	\$580,500	7.40%	
Total - Non Federal	\$2,011,062	\$3,923,000	\$4,189,000	\$4,237,500	8.45	8.45	\$7,846,000	\$8,426,500	\$580,500	7.40%	
S	\$2,011,062	\$3,923,000	\$4,189,000	\$4,237,500	8.45	8.45	\$7,846,000	\$8,426,500	\$580,500	7.40%	
PGM 04 Total	\$2,011,062	\$3,923,000	\$4,189,000	\$4,237,500	8.45	8.45	\$7,846,000	\$8,426,500	\$580,500	7.40%	
PR	\$2,011,062	\$3,923,000	\$4,189,000	\$4,237,500	8.45	8.45	\$7,846,000	\$8,426,500	\$580,500	7.40%	
S	\$2,011,062	\$3,923,000	\$4,189,000	\$4,237,500	8.45	8.45	\$7,846,000	\$8,426,500	\$580,500	7.40%	
TOTAL 04	\$2,011,062	\$3,923,000	\$4,189,000	\$4,237,500	8.45	8.45	\$7,846,000	\$8,426,500	\$580,500	7.40%	
S	\$2,011,062	\$3,923,000	\$4,189,000	\$4,237,500	8.45	8.45	\$7,846,000	\$8,426,500	\$580,500	7.40%	

Agency Total by Program

Department of Revenue

2527 Biennial Budget

		ANNUAL SUMMARY					BIENNIAL SUMMARY			
Source of Funds	Prior Year Total	Adjusted Base	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE	Base Year Doubled (BYD)	Biennial Request	Change From (BYD)	Change From BYD %
08 Lottery										
Non Federal										
GPR	\$88,724,800	\$88,724,800	\$88,724,800	\$88,724,800	0.00	0.00	\$177,449,600	\$177,449,600	\$0	0.00%
S	\$88,724,800	\$88,724,800	\$88,724,800	\$88,724,800	0.00	0.00	\$177,449,600	\$177,449,600	\$0	0.00%
SEG	\$19,983,009	\$21,355,100	\$22,051,400	\$22,051,500	71.90	71.90	\$42,710,200	\$44,102,900	\$1,392,700	3.26%
S	\$19,983,009	\$21,355,100	\$22,051,400	\$22,051,500	71.90	71.90	\$42,710,200	\$44,102,900	\$1,392,700	3.26%
Total - Non Federal	\$108,707,809	\$110,079,900	\$110,776,200	\$110,776,300	71.90	71.90	\$220,159,800	\$221,552,500	\$1,392,700	0.63%
S	\$108,707,809	\$110,079,900	\$110,776,200	\$110,776,300	71.90	71.90	\$220,159,800	\$221,552,500	\$1,392,700	0.63%
PGM 08 Total	\$108,707,809	\$110,079,900	\$110,776,200	\$110,776,300	71.90	71.90	\$220,159,800	\$221,552,500	\$1,392,700	0.63%
GPR	\$88,724,800	\$88,724,800	\$88,724,800	\$88,724,800	0.00	0.00	\$177,449,600	\$177,449,600	\$0	0.00%
S	\$88,724,800	\$88,724,800	\$88,724,800	\$88,724,800	0.00	0.00	\$177,449,600	\$177,449,600	\$0	0.00%
SEG	\$19,983,009	\$21,355,100	\$22,051,400	\$22,051,500	71.90	71.90	\$42,710,200	\$44,102,900	\$1,392,700	3.26%
S	\$19,983,009	\$21,355,100	\$22,051,400	\$22,051,500	71.90	71.90	\$42,710,200	\$44,102,900	\$1,392,700	3.26%
TOTAL 08	\$108,707,809	\$110,079,900	\$110,776,200	\$110,776,300	71.90	71.90	\$220,159,800	\$221,552,500	\$1,392,700	0.63%
S	\$108,707,809	\$110,079,900	\$110,776,200	\$110,776,300	71.90	71.90	\$220,159,800	\$221,552,500	\$1,392,700	0.63%

Agency Total by Program

Department of Revenue

2527 Biennial Budget

AGENCY TOTAL	\$251,267,195	\$261,406,700	\$268,314,400	\$268,502,400	1,202.30	1,202.30	\$522,813,400	\$536,816,800	\$14,003,400	2.68%
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Agency Total by Decision Item

Department of Revenue

2527 Biennial Budget

Decision Item	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
2000 Adjusted Base Funding Level	\$261,406,700	\$261,406,700	1,184.80	1,184.80
3001 Turnover Reduction	(\$2,160,300)	(\$2,160,300)	0.00	0.00
3002 Removal of Noncontinuing Elements from the Base	(\$2,362,300)	(\$3,149,700)	(38.00)	(38.00)
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$5,057,900	\$5,057,900	0.00	0.00
3005 Reclassifications and Semiautomatic Pay Progression	\$114,300	\$122,400	0.00	0.00
3010 Full Funding of Lease and Directed Moves Costs	(\$800)	\$5,500	0.00	0.00
3011 Minor Transfers Within the Same Alpha Appropriation	\$0	\$0	0.00	0.00
5001 Convert 38 Project Positions to Permanent	\$2,362,300	\$3,149,700	38.00	38.00
5002 Convert SLF Project Positions to Permanent	\$196,800	\$196,800	2.00	2.00
5003 SDC Collections Positions	\$668,700	\$795,900	8.00	8.00
5004 Municipal Sales Tax Enforcement	\$0	\$0	5.00	5.00
5009 Unclaimed Property Administration	\$204,000	\$250,400	2.50	2.50
5010 Targeted Operational Improvements	\$2,269,600	\$2,269,600	0.00	0.00
5011 Mandatory GPR Postage Increases	\$158,600	\$158,600	0.00	0.00
5012 Mandatory PR Postage Increases	\$278,900	\$278,900	0.00	0.00
5013 Lottery Investigator Vehicles	\$120,000	\$120,000	0.00	0.00
TOTAL	\$268,314,400	\$268,502,400	1,202.30	1,202.30

GPR Earned

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes

DATE 09/16/2024

Revenue	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Refund Prior Year Expenditure	\$0	\$500	\$500	\$500
Recovery-Prior Year Homestead	\$318,791	\$375,000	\$375,000	\$375,000
Recovery-Prior Year Misc Credit	\$5,714,112	\$3,717,100	\$3,717,100	\$3,717,100
Mixcellaneous Revenues	\$160,431	\$150,400	\$150,400	\$150,400
Penalty, Interest, Forfeitures	\$325,311	\$341,600	\$341,600	\$341,600
Delinquent Collection Fees	\$19,332,800	\$19,000,000	\$19,000,000	\$19,000,000
Other Revenues	(\$6,123)	\$19,900	\$19,900	\$19,900
Lapse from Appr 131 Liquor Tax & Alcohol Enforc Admin 20.566(1)(ha)	\$720,409	\$915,800	\$1,136,300	\$1,203,500
Lapse from Appr 130 County Sales & Use Tax Admin 20.566(1)(g)	\$8,321,499	\$2,163,700	\$1,731,300	\$1,725,200
Lapse from Appr 124 Business Tax Registration 20.566(1)(gb)	\$430,210	\$487,000	\$263,900	\$229,800
Lapse from Appr 132 Debt Collection 20.566(1)(h)	\$4,289,541	\$5,596,600	\$5,541,000	\$5,328,100
TOTAL	\$39,606,981	\$32,767,600	\$32,277,000	\$32,091,100

GPR Earned

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	02	State and local finance
DATE	09/10/2024	

Revenue	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Manufacturing-Fees, Forfeit & Penalties	\$281,308	\$196,100	\$196,100	\$196,100
Manufacturing Appeals & Refunds	\$10,200	\$8,900	\$8,900	\$8,900
Managed Forest Land Fee	\$14,614	\$10,400	\$10,400	\$10,400
Room Tax Report Penalty	\$2,200	\$2,200	\$2,200	\$2,200
Refund Prior Year Expenditure	\$0	\$100	\$100	\$100
Services & Copy Sales	\$0	\$200	\$200	\$200
TOTAL	\$308,322	\$217,900	\$217,900	\$217,900

GPR Earned

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	03	Administrative services and space rental
DATE	09/10/2024	

Revenue	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Services	\$123,582	\$74,100	\$74,100	\$74,100
Miscellaneous Revenues	\$0	\$100	\$100	\$100
Refund Prior Year Expenditure	\$0	\$1,000	\$1,000	\$1,000
TOTAL	\$123,582	\$75,200	\$75,200	\$75,200

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	19	Admin liquor tax & alcohol bev

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$18,007	\$20,400	\$38,300	\$54,600
Revenue	\$161,562	\$170,200	\$185,300	\$200,400
Total Revenue	\$179,569	\$190,600	\$223,600	\$255,000
Expenditures	\$159,241	\$152,300	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$158,800	\$158,800
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$6,500	\$6,500
Compensation Reserve	\$0	\$0	\$2,300	\$4,600
Wisconsin Retirement System	\$0	\$0	\$100	\$100
Health Insurance Reserves	\$0	\$0	\$1,300	\$2,300
Total Expenditures	\$159,241	\$152,300	\$169,000	\$172,300
Closing Balance	\$20,328	\$38,300	\$54,600	\$82,700

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	20	Collections by the department

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$1,348,951	\$1,374,700	\$1,526,200	\$1,563,400
Total Revenue	\$1,348,951	\$1,374,700	\$1,526,200	\$1,563,400
Expenditures	\$1,348,951	\$1,374,700	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$1,432,300	\$1,432,300
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	(\$14,700)	(\$14,700)
3005 Reclassifications and Semiautomatic Pay Progression	\$0	\$0	\$16,800	\$16,800
Compensation Reserve	\$0	\$0	\$19,500	\$39,400
Wisconsin Retirement System	\$0	\$0	\$100	\$200
Health Insurance Reserves	\$0	\$0	\$22,200	\$39,400
5012 Mandatory PR Postage Increases	\$0	\$0	\$50,000	\$50,000
Total Expenditures	\$1,348,951	\$1,374,700	\$1,526,200	\$1,563,400
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	21	Gifts and grants

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	(\$534,836)	\$275,600	\$275,600	\$275,600
Revenue	\$810,371	\$0	\$0	\$0
Total Revenue	\$275,535	\$275,600	\$275,600	\$275,600
Expenditures	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Closing Balance	\$275,535	\$275,600	\$275,600	\$275,600

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	24	Business tax registration

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$169,731	\$198,700	\$190,400	\$209,900
Revenue	\$2,367,949	\$2,382,900	\$2,382,900	\$2,382,900
Statutory Lapse to the General Fund	(\$430,210)	(\$487,000)	(\$263,900)	(\$229,800)
Total Revenue	\$2,107,470	\$2,094,600	\$2,309,400	\$2,363,000
Expenditures	\$1,908,779	\$1,904,200	\$0	\$0
5012 Mandatory PR Postage Increases	\$0	\$0	\$50,000	\$50,000
2000 Adjusted Base Funding Level	\$0	\$0	\$1,979,000	\$1,979,000
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$12,700	\$12,700
3005 Reclassifications and Semiautomatic Pay Progression	\$0	\$0	\$2,800	\$2,800
Compensation Reserve	\$0	\$0	\$25,900	\$52,300
Wisconsin Retirement System	\$0	\$0	\$200	\$300
Health Insurance Reserves	\$0	\$0	\$28,900	\$51,100
Total Expenditures	\$1,908,779	\$1,904,200	\$2,099,500	\$2,148,200
Closing Balance	\$198,691	\$190,400	\$209,900	\$214,800

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	25	Coll under MTC audit program

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Total Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	26	Administration of local taxes

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$14,655	\$17,600	\$15,800	\$18,800
Revenue	\$1,227,851	\$1,290,000	\$1,330,000	\$1,360,000
Statutory Lapse to the General Fund	(\$1,049,864)	(\$1,134,500)	(\$1,139,600)	(\$1,167,500)
Total Revenue	\$192,642	\$173,100	\$206,200	\$211,300
Expenditures	\$175,128	\$157,300	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$163,700	\$163,700
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$18,500	\$18,500
Compensation Reserve	\$0	\$0	\$2,400	\$5,000
Wisconsin Retirement System	\$0	\$0	\$100	\$100
Health Insurance Reserves	\$0	\$0	\$2,700	\$4,700
Total Expenditures	\$175,128	\$157,300	\$187,400	\$192,000
Closing Balance	\$17,514	\$15,800	\$18,800	\$19,300

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	27	Cigarette tax stamps

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$78,942	\$249,300	\$249,300	\$249,300
Total Revenue	\$78,942	\$249,300	\$249,300	\$249,300
Expenditures	\$78,942	\$249,300	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$249,300	\$249,300
Total Expenditures	\$78,942	\$249,300	\$249,300	\$249,300
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	29	Administration of income tax checkoff voluntary payments

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$26,276	\$27,300	\$27,300	\$27,300
Total Revenue	\$26,276	\$27,300	\$27,300	\$27,300
Expenditures	\$26,276	\$27,300	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$27,300	\$27,300
Total Expenditures	\$26,276	\$27,300	\$27,300	\$27,300
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	30	Admin cnty munic sales use tax

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$11,589,060	\$5,350,000	\$5,430,000	\$5,510,000
Statutory Lapse to the General Fund	(\$8,321,499)	(\$2,163,700)	(\$1,731,300)	(\$1,725,200)
Total Revenue	\$3,267,561	\$3,186,300	\$3,698,700	\$3,784,800
Expenditures	\$3,267,561	\$3,186,300	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$3,318,200	\$3,318,200
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$165,400	\$165,400
3005 Reclassifications and Semiautomatic Pay Progression	\$0	\$0	\$20,100	\$20,900
Compensation Reserve	\$0	\$0	\$48,200	\$97,300
Wisconsin Retirement System	\$0	\$0	\$300	\$500
Health Insurance Reserves	\$0	\$0	\$46,500	\$82,500
5010 Targeted Operational Improvements	\$0	\$0	\$50,000	\$50,000
5012 Mandatory PR Postage Increases	\$0	\$0	\$50,000	\$50,000
Total Expenditures	\$3,267,561	\$3,186,300	\$3,698,700	\$3,784,800
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	31	Administration of liquor tax and alcohol beverages enforcement

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$149,084	\$164,000	\$149,000	\$138,800
Revenue	\$2,374,322	\$2,391,100	\$2,514,000	\$2,636,900
Statutory Lapse to General Fund	(\$720,409)	(\$915,800)	(\$1,136,300)	(\$1,203,500)
Total Revenue	\$1,802,997	\$1,639,300	\$1,526,700	\$1,572,200
Expenditures	\$1,639,088	\$1,490,300	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$1,552,200	\$1,552,200
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	(\$221,900)	(\$221,900)
Compensation Reserve	\$0	\$0	\$17,700	\$35,900
Wisconsin Retirement System	\$0	\$0	\$200	\$500
Health Insurance Reserves	\$0	\$0	\$29,700	\$52,600
3010 Full Funding of Lease and Directed Moves Costs	\$0	\$0	\$10,000	\$10,000
Total Expenditures	\$1,639,088	\$1,490,300	\$1,387,900	\$1,429,300
Closing Balance	\$163,909	\$149,000	\$138,800	\$142,900

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	32	Debt collection

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$8,835,400	\$9,500,000	\$10,500,000	\$10,500,000
Statutory Lapse to General Fund	(\$4,289,541)	(\$5,596,600)	(\$5,541,000)	(\$5,328,100)
Total Revenue	\$4,545,859	\$3,903,400	\$4,959,000	\$5,171,900
Expenditures	\$4,545,859	\$3,903,400	\$0	\$0
3010 Full Funding of Lease and Directed Moves Costs	\$0	\$0	\$11,200	\$11,500
5010 Targeted Operational Improvements	\$0	\$0	\$65,000	\$65,000
5012 Mandatory PR Postage Increases	\$0	\$0	\$78,900	\$78,900
2000 Adjusted Base Funding Level	\$0	\$0	\$4,023,500	\$4,023,500
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	(\$17,800)	(\$17,800)
3005 Reclassifications and Semiautomatic Pay Progression	\$0	\$0	\$32,200	\$32,200
5003 SDC Collections Positions	\$0	\$0	\$668,700	\$795,900
Compensation Reserve	\$0	\$0	\$41,200	\$83,300
Wisconsin Retirement System	\$0	\$0	\$200	\$500
Health Insurance Reserves	\$0	\$0	\$55,900	\$98,900
Total Expenditures	\$4,545,859	\$3,903,400	\$4,959,000	\$5,171,900
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	33	Collections under contracts

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Total Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	35	Administration of resort tax

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$431,455	\$440,000	\$446,600	\$454,000
Statutory Transfer to 20.835(4)(gd)	(\$415,840)	(\$367,600)	(\$374,400)	(\$381,700)
Total Revenue	\$15,615	\$72,400	\$72,200	\$72,300
Expenditures	\$15,615	\$72,400	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$73,000	\$73,000
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	(\$1,000)	(\$1,000)
Compensation Reserve	\$0	\$0	\$200	\$300
Total Expenditures	\$15,615	\$72,400	\$72,200	\$72,300
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	37	Collections under multistate streamlined sales tax

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$40,303	\$41,000	\$41,000	\$41,000
Total Revenue	\$40,303	\$41,000	\$41,000	\$41,000
Expenditures	\$40,303	\$41,000	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$41,000	\$41,000
Total Expenditures	\$40,303	\$41,000	\$41,000	\$41,000
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	39	Collections from the financial record matching program

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
	\$548,095	\$549,400	\$660,800	\$665,800
Total Revenue	\$548,095	\$549,400	\$660,800	\$665,800
Expenditures	\$548,095	\$549,400	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$561,200	\$561,200
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	(\$8,200)	(\$8,200)
3005 Reclassifications and Semiautomatic Pay Progression	\$0	\$0	\$2,800	\$2,800
Compensation Reserve	\$0	\$0	\$3,900	\$8,000
Health Insurance Reserves	\$0	\$0	\$1,100	\$2,000
5010 Targeted Operational Improvements	\$0	\$0	\$50,000	\$50,000
5012 Mandatory PR Postage Increases	\$0	\$0	\$50,000	\$50,000
Total Expenditures	\$548,095	\$549,400	\$660,800	\$665,800
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	41	Federal funds; state operations

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Total Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	02	State and local finance
SUBPROGRAM		
NUMERIC APPROPRIATION	21	Gifts and grants

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Total Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	02	State and local finance
SUBPROGRAM		
NUMERIC APPROPRIATION	29	County assessment studies

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Total Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	02	State and local finance
SUBPROGRAM		
NUMERIC APPROPRIATION	30	Municipal financial report compliance

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$2	\$0	\$0	\$0
Revenue	\$0	\$32,800	\$32,800	\$32,800
Total Revenue	\$2	\$32,800	\$32,800	\$32,800
Expenditures	\$0	\$32,800	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$32,800	\$32,800
Total Expenditures	\$0	\$32,800	\$32,800	\$32,800
Closing Balance	\$2	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	02	State and local finance
SUBPROGRAM		
NUMERIC APPROPRIATION	31	Manufacturing property assessment

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$490,632	\$356,500	\$373,900	\$164,500
Revenue	\$1,260,068	\$1,257,500	\$1,257,500	\$1,257,500
Total Revenue	\$1,750,700	\$1,614,000	\$1,631,400	\$1,422,000
Expenditures	\$1,394,293	\$1,240,100	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$1,297,800	\$1,297,800
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$112,400	\$112,400
3005 Reclassifications and Semiautomatic Pay Progression	\$0	\$0	\$8,300	\$8,300
Compensation Reserve	\$0	\$0	\$21,800	\$44,100
Wisconsin Retirement System	\$0	\$0	\$100	\$200
Health Insurance Reserves	\$0	\$0	\$26,500	\$46,800
Total Expenditures	\$1,394,293	\$1,240,100	\$1,466,900	\$1,509,600
Closing Balance	\$356,407	\$373,900	\$164,500	(\$87,600)

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	02	State and local finance
SUBPROGRAM		
NUMERIC APPROPRIATION	32	Reassessments

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$75,848	\$78,500	\$0	\$0
Revenue	\$4,200	\$195,000	\$273,500	\$273,500
Total Revenue	\$80,048	\$273,500	\$273,500	\$273,500
Expenditures	\$1,634	\$273,500	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$273,500	\$273,500
Total Expenditures	\$1,634	\$273,500	\$273,500	\$273,500
Closing Balance	\$78,414	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	02	State and local finance
SUBPROGRAM		
NUMERIC APPROPRIATION	34	Administration of TID

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$1,321,129	\$1,468,300	\$1,610,300	\$1,732,000
Revenue	\$337,688	\$334,400	\$334,400	\$334,400
Total Revenue	\$1,658,817	\$1,802,700	\$1,944,700	\$2,066,400
Expenditures	\$190,531	\$192,400	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$200,800	\$200,800
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$6,600	\$6,600
Compensation Reserve	\$0	\$0	\$3,000	\$6,000
Health Insurance Reserves	\$0	\$0	\$2,300	\$4,000
Total Expenditures	\$190,531	\$192,400	\$212,700	\$217,400
Closing Balance	\$1,468,286	\$1,610,300	\$1,732,000	\$1,849,000

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	02	State and local finance
SUBPROGRAM		
NUMERIC APPROPRIATION	41	Federal funds; state operations

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Total Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	03	Administrative services and space rental
SUBPROGRAM		
NUMERIC APPROPRIATION	21	Gifts and grants

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Total Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	03	Administrative services and space rental
SUBPROGRAM		
NUMERIC APPROPRIATION	25	Internal services

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	(\$80,875)	(\$75,600)	\$0	\$0
Revenue	\$1,217,143	\$2,960,900	\$2,905,300	\$2,907,300
Total Revenue	\$1,136,268	\$2,885,300	\$2,905,300	\$2,907,300
Expenditures	\$1,211,847	\$2,885,300	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$2,887,400	\$2,887,400
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$15,600	\$15,600
Compensation Reserve	\$0	\$0	\$900	\$2,000
Wisconsin Retirement System	\$0	\$0	\$100	\$100
Health Insurance Reserves	\$0	\$0	\$1,300	\$2,200
Total Expenditures	\$1,211,847	\$2,885,300	\$2,905,300	\$2,907,300
Closing Balance	(\$75,579)	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	03	Administrative services and space rental
SUBPROGRAM		
NUMERIC APPROPRIATION	31	Services

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$16,423	\$18,600	\$0	\$0
Revenue	\$2,100	\$62,700	\$81,300	\$81,300
Total Revenue	\$18,523	\$81,300	\$81,300	\$81,300
Expenditures	\$0	\$81,300	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$81,300	\$81,300
Total Expenditures	\$0	\$81,300	\$81,300	\$81,300
Closing Balance	\$18,523	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	03	Administrative services and space rental
SUBPROGRAM		
NUMERIC APPROPRIATION	32	Reciprocity agreement and publications

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$161	\$200	\$0	\$0
Revenue	\$0	\$35,800	\$36,000	\$36,000
Total Revenue	\$161	\$36,000	\$36,000	\$36,000
Expenditures	\$0	\$36,000	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$36,000	\$36,000
Total Expenditures	\$0	\$36,000	\$36,000	\$36,000
Closing Balance	\$161	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	03	Administrative services and space rental
SUBPROGRAM		
NUMERIC APPROPRIATION	33	Reciprocity agreement, Illinois

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Total Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	03	Administrative services and space rental
SUBPROGRAM		
NUMERIC APPROPRIATION	41	Federal funds; state operations

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Total Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Closing Balance	\$0	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	04	Unclaimed property program
SUBPROGRAM		
NUMERIC APPROPRIATION	25	Unclaimed property; claims

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$102,625,610	\$0	\$0	\$0
Revenue	\$44,841,016	\$0	\$0	\$0
Statutory Transfer to 20.566(4)(k) Appr 430	(\$2,006,817)	\$0	\$0	\$0
Statutory Transfer to 20.585(1)(k) Office State Treasury	(\$122,780)	\$0	\$0	\$0
Statutory Transfer to School Fund at BCPL	(\$50,626,511)	\$0	\$0	\$0
Total Revenue	\$94,710,518	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Closing Balance	\$94,710,518	\$0	\$0	\$0

Program Revenue

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	04	Unclaimed property program
SUBPROGRAM		
NUMERIC APPROPRIATION	30	Unclaimed property; administra

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$2,011,062	\$3,901,700	\$4,207,100	\$4,271,500
Total Revenue	\$2,011,062	\$3,901,700	\$4,207,100	\$4,271,500
Expenditures	\$2,011,062	\$3,901,700	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$3,923,000	\$3,923,000
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$67,000	\$67,000
3005 Reclassifications and Semiautomatic Pay Progression	\$0	\$0	\$14,600	\$16,700
Compensation Reserve	\$0	\$0	\$8,500	\$17,000
Wisconsin Retirement System	\$0	\$0	\$100	\$200
Health Insurance Reserves	\$0	\$0	\$9,500	\$16,800
3010 Full Funding of Lease and Directed Moves Costs	\$0	\$0	(\$19,600)	(\$19,600)
5009 Unclaimed Property Administration	\$0	\$0	\$204,000	\$250,400
Total Expenditures	\$2,011,062	\$3,901,700	\$4,207,100	\$4,271,500
Closing Balance	\$0	\$0	\$0	\$0

Segregated Funds Revenue and Balances Statement

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	61	Motor fuel tax administration
STATUTORY FUND	211	TRANSPORTATION

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$1,599,726	\$1,955,200	\$2,109,200	\$2,165,600
Total Revenue	\$1,599,726	\$1,955,200	\$2,109,200	\$2,165,600
Expenditures	\$1,599,726	\$1,955,200	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$2,036,100	\$2,036,100
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$400	\$400
3005 Reclassifications and Semiautomatic Pay Progression	\$0	\$0	\$13,900	\$18,000
Compensation Reserve	\$0	\$0	\$27,700	\$55,900
Wisconsin Retirement System	\$0	\$0	\$100	\$300
Health Insurance Reserves	\$0	\$0	\$31,000	\$54,900
Total Expenditures	\$1,599,726	\$1,955,200	\$2,109,200	\$2,165,600
Closing Balance	\$0	\$0	\$0	\$0

Segregated Funds Revenue and Balances Statement

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	62	Economic development surcharge
STATUTORY FUND	248	ECONOMIC DEVELOPMENT FUND

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$286,220	\$281,000	\$312,900	\$316,600
Total Revenue	\$286,220	\$281,000	\$312,900	\$316,600
Expenditures	\$286,220	\$281,000	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$286,100	\$286,100
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$22,800	\$22,800
Compensation Reserve	\$0	\$0	\$2,100	\$4,300
Wisconsin Retirement System	\$0	\$0	\$0	\$100
Health Insurance Reserves	\$0	\$0	\$1,900	\$3,300
Total Expenditures	\$286,220	\$281,000	\$312,900	\$316,600
Closing Balance	\$0	\$0	\$0	\$0

Segregated Funds Revenue and Balances Statement

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	63	Petroleum inspection fee collection
STATUTORY FUND	272	PETROLEUM INSPECTION

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$77,567	\$104,800	\$105,000	\$108,300
Total Revenue	\$77,567	\$104,800	\$105,000	\$108,300
Expenditures	\$77,567	\$104,800	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$108,900	\$108,900
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	(\$8,000)	(\$8,000)
Compensation Reserve	\$0	\$0	\$1,300	\$2,500
Health Insurance Reserves	\$0	\$0	\$2,800	\$4,900
Total Expenditures	\$77,567	\$104,800	\$105,000	\$108,300
Closing Balance	\$0	\$0	\$0	\$0

Segregated Funds Revenue and Balances Statement

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	64	Administration of dry cleaner fees
STATUTORY FUND	277	DRY CLEANER ENVIRONMENTAL RESPONSE

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$10,605	\$18,900	\$18,900	\$18,900
Total Revenue	\$10,605	\$18,900	\$18,900	\$18,900
Expenditures	\$10,605	\$18,900	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$18,900	\$18,900
Total Expenditures	\$10,605	\$18,900	\$18,900	\$18,900
Closing Balance	\$0	\$0	\$0	\$0

Segregated Funds Revenue and Balances Statement

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	65	Administration of rental vehicle fee
STATUTORY FUND	211	TRANSPORTATION

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$51,563	\$79,900	\$86,900	\$88,800
Total Revenue	\$51,563	\$79,900	\$86,900	\$88,800
Expenditures	\$51,563	\$79,900	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$82,000	\$82,000
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$2,900	\$2,900
Compensation Reserve	\$0	\$0	\$700	\$1,500
Health Insurance Reserves	\$0	\$0	\$1,300	\$2,400
Total Expenditures	\$51,563	\$79,900	\$86,900	\$88,800
Closing Balance	\$0	\$0	\$0	\$0

Segregated Funds Revenue and Balances Statement

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	01	Collection of taxes
SUBPROGRAM		
NUMERIC APPROPRIATION	71	Cigarette, tobacco, and vapor product enforcement
STATUTORY FUND	291	PERMANENT ENDOWMENT

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$35,525	\$667,300	\$679,800	\$697,200
Total Revenue	\$35,525	\$667,300	\$679,800	\$697,200
Expenditures	\$35,525	\$667,300	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$667,300	\$667,300
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	(\$7,400)	(\$7,400)
Compensation Reserve	\$0	\$0	\$8,200	\$16,600
Health Insurance Reserves	\$0	\$0	\$11,200	\$19,700
Wisconsin Retirement System	\$0	\$0	\$500	\$1,000
Total Expenditures	\$35,525	\$667,300	\$679,800	\$697,200
Closing Balance	\$0	\$0	\$0	\$0

Segregated Funds Revenue and Balances Statement

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	02	State and local finance
SUBPROGRAM		
NUMERIC APPROPRIATION	11	Shared revenue and innovation grant administration
STATUTORY FUND	287	LOCAL GOVERNMENT FUND

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$0	\$429,200	\$377,700	\$387,600
Total Revenue	\$0	\$429,200	\$377,700	\$387,600
Expenditures	\$0	\$429,200	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$429,200	\$429,200
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	(\$62,500)	(\$62,500)
Compensation Reserve	\$0	\$0	\$5,300	\$10,900
Wisconsin Retirement System	\$0	\$0	\$100	\$100
Health Insurance Reserves	\$0	\$0	\$5,600	\$9,900
Total Expenditures	\$0	\$429,200	\$377,700	\$387,600
Closing Balance	\$0	\$0	\$0	\$0

Segregated Funds Revenue and Balances Statement

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	02	State and local finance
SUBPROGRAM		
NUMERIC APPROPRIATION	61	Railroad and air carrier tax administration
STATUTORY FUND	211	TRANSPORTATION

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$206,162	\$307,300	\$294,700	\$301,600
Total Revenue	\$206,162	\$307,300	\$294,700	\$301,600
Expenditures	\$206,162	\$307,300	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$319,700	\$319,700
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	(\$31,200)	(\$31,200)
3005 Reclassifications and Semiautomatic Pay Progression	\$0	\$0	\$0	\$1,000
Compensation Reserve	\$0	\$0	\$3,700	\$7,500
Wisconsin Retirement System	\$0	\$0	\$0	\$100
Health Insurance Reserves	\$0	\$0	\$2,500	\$4,500
Total Expenditures	\$206,162	\$307,300	\$294,700	\$301,600
Closing Balance	\$0	\$0	\$0	\$0

Segregated Funds Revenue and Balances Statement

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	02	State and local finance
SUBPROGRAM		
NUMERIC APPROPRIATION	62	Lottery and gaming credit administration
STATUTORY FUND	521	LOTTERY

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$0	\$0	\$0	\$0
Revenue	\$347,674	\$339,200	\$368,400	\$378,100
Total Revenue	\$347,674	\$339,200	\$368,400	\$378,100
Expenditures	\$347,674	\$339,200	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$353,000	\$353,000
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$4,500	\$4,500
3005 Reclassifications and Semiautomatic Pay Progression	\$0	\$0	\$0	\$100
Compensation Reserve	\$0	\$0	\$4,900	\$9,700
Wisconsin Retirement System	\$0	\$0	\$0	\$100
Health Insurance Reserves	\$0	\$0	\$6,000	\$10,700
Total Expenditures	\$347,674	\$339,200	\$368,400	\$378,100
Closing Balance	\$0	\$0	\$0	\$0

Segregated Funds Revenue and Balances Statement

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	08	Lottery
SUBPROGRAM		
NUMERIC APPROPRIATION		
STATUTORY FUND	521	LOTTERY

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Opening Balance	\$54,894,567	\$39,390,700	\$17,204,100	\$17,024,100
Interest	\$8,316,825	\$5,543,000	\$3,397,000	\$2,381,000
Ticket Sales	\$954,795,584	\$859,855,000	\$859,855,000	\$859,855,000
Retailer Fees & Miscellaneous Revenue	\$700,601	\$348,600	\$348,600	\$348,600
Total Revenue	\$1,018,707,577	\$905,137,300	\$880,804,700	\$879,608,700
Expenditures	\$979,316,870	\$887,933,200	\$0	\$0
2000 Adjusted Base Funding Level	\$0	\$0	\$21,355,100	\$21,355,100
3001 Turnover Reduction	\$0	\$0	(\$158,900)	(\$158,900)
3003 Full Funding of Continuing Position Salaries and Fringe Benefits	\$0	\$0	\$675,300	\$675,300
3011 Minor Transfers Within the Same Alpha Appropriation	\$0	\$0	\$0	\$0
Compensation Reserve	\$0	\$0	\$132,700	\$268,000
Wisconsin Retirement System	\$0	\$0	\$800	\$1,500
Health Insurance Reserves	\$0	\$0	\$131,300	\$232,300
All other Expenses	\$0	\$0	\$841,464,400	\$840,211,300
3010 Full Funding of Lease and Directed Moves Costs	\$0	\$0	\$59,900	\$60,000
5013 Lottery Investigator Vehicles	\$0	\$0	\$120,000	\$120,000
Total Expenditures	\$979,316,870	\$887,933,200	\$863,780,600	\$862,764,600

Segregated Funds Revenue and Balances Statement

2527 Biennial Budget

	CODES	TITLES
DEPARTMENT	566	Department of Revenue
PROGRAM	08	Lottery
SUBPROGRAM		
NUMERIC APPROPRIATION		
STATUTORY FUND	521	LOTTERY

Revenue and Expenditures	Prior Year Actuals	Base Year Estimate	1st Year Estimate	2nd Year Estimate
Closing Balance	\$39,390,707	\$17,204,100	\$17,024,100	\$16,844,100

Decision Item (DIN) - 2000

Decision Item (DIN) Title - Adjusted Base Funding Level

NARRATIVE

Adjusted Base Funding Level

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue
DECISION ITEM	CODES	TITLES
	2000	Adjusted Base Funding Level

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$82,702,700	\$82,702,700
02	Turnover	\$0	\$0
03	Project Position Salaries	\$2,442,400	\$2,442,400
04	LTE/Misc. Salaries	\$1,387,500	\$1,387,500
05	Fringe Benefits	\$34,374,300	\$34,374,300
06	Supplies and Services	\$70,431,300	\$70,431,300
07	Permanent Property	\$5,014,900	\$5,014,900
08	Unallotted Reserve	\$219,600	\$219,600
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$64,834,000	\$64,834,000
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$261,406,700	\$261,406,700
18	Project Positions Authorized	42.00	42.00
19	Classified Positions Authorized	1,131.80	1,131.80
20	Unclassified Positions Authorized	11.00	11.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	2000 Adjusted Base Funding Level				
01	Collection of taxes				
	01 General program operations	\$74,864,900	\$74,864,900	695.65	695.65
	19 Admin liquor tax & alcohol bev	\$158,800	\$158,800	1.00	1.00
	20 Collections by the department	\$1,432,300	\$1,432,300	15.00	15.00
	24 Business tax registration	\$1,979,000	\$1,979,000	18.10	18.10
	26 Administration of local taxes	\$163,700	\$163,700	1.00	1.00
	27 Cigarette tax stamps	\$249,300	\$249,300	0.00	0.00
	29 Administration of income tax checkoff voluntary payments	\$27,300	\$27,300	0.00	0.00
	30 Admin cnty munic sales use tax	\$3,318,200	\$3,318,200	31.45	31.45
	31 Administration of liquor tax and alcohol beverages enforcement	\$1,552,200	\$1,552,200	9.75	9.75
	32 Debt collection	\$4,023,500	\$4,023,500	30.50	30.50
	34 Administration of municipality taxes	\$1,103,700	\$1,103,700	1.00	1.00
	35 Administration of resort tax	\$73,000	\$73,000	0.15	0.15
	37 Collections under multistate streamlined sales tax	\$41,000	\$41,000	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

	39 Collections from the financial record matching program	\$561,200	\$561,200	3.00	3.00
	61 Motor fuel tax administration	\$2,036,100	\$2,036,100	15.50	15.50
	62 Economic development surcharge	\$286,100	\$286,100	1.00	1.00
	63 Petroleum inspection fee collection	\$108,900	\$108,900	1.00	1.00
	64 Administration of dry cleaner fees	\$18,900	\$18,900	0.00	0.00
	65 Administration of rental vehicle fee	\$82,000	\$82,000	0.50	0.50
	71 Cigarette, tobacco, and vapor product enforcement	\$667,300	\$667,300	4.00	4.00
	Collection of taxes Sub Total	\$92,747,400	\$92,747,400	828.60	828.60
02	State and local finance				
	01 General program operations	\$9,224,100	\$9,224,100	91.75	91.75
	03 Integrated property assessment system technology	\$2,496,900	\$2,496,900	1.00	1.00
	11 Shared revenue and innovation grant administration	\$429,200	\$429,200	4.00	4.00
	30 Municipal financial report compliance	\$32,800	\$32,800	0.00	0.00
	31 Manufacturing property assessment	\$1,297,800	\$1,297,800	12.50	12.50
	32 Reassessments	\$273,500	\$273,500	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

	34 Administration of TID	\$200,800	\$200,800	2.00	2.00
	61 Railroad and air carrier tax administration	\$319,700	\$319,700	2.00	2.00
	62 Lottery and gaming credit administration	\$353,000	\$353,000	2.75	2.75
	State and local finance Sub Total	\$14,627,800	\$14,627,800	116.00	116.00
03	Administrative services and space rental				
	01 General program operations	\$27,790,700	\$27,790,700	161.75	161.75
	02 Space rental payments	\$5,082,800	\$5,082,800	0.00	0.00
	03 Expert professional services	\$63,300	\$63,300	0.00	0.00
	04 Integrated tax system technology	\$4,087,100	\$4,087,100	0.00	0.00
	25 Internal services	\$2,887,400	\$2,887,400	0.60	0.60
	31 Services	\$81,300	\$81,300	0.00	0.00
	32 Reciprocity agreement and publications	\$36,000	\$36,000	0.00	0.00
	Administrative services and space rental Sub Total	\$40,028,600	\$40,028,600	162.35	162.35
04	Unclaimed property program				
	30 Unclaimed property; administra	\$3,923,000	\$3,923,000	5.95	5.95
	Unclaimed property program Sub Total	\$3,923,000	\$3,923,000	5.95	5.95

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

08	Lottery				
	02 Retailer compensation-GPR	\$64,366,400	\$64,366,400	0.00	0.00
	03 Vendor fees-GPR	\$24,358,400	\$24,358,400	0.00	0.00
	60 General program operations	\$21,355,100	\$21,355,100	71.90	71.90
	Lottery Sub Total	\$110,079,900	\$110,079,900	71.90	71.90
	Adjusted Base Funding Level Sub Total	\$261,406,700	\$261,406,700	1,184.80	1,184.80
	Agency Total	\$261,406,700	\$261,406,700	1,184.80	1,184.80

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
2000 Adjusted Base Funding Level					
GPR	S	\$212,334,600	\$212,334,600	950.15	950.15
PR	S	\$23,415,800	\$23,415,800	132.00	132.00
SEG	S	\$25,656,300	\$25,656,300	102.65	102.65
Adjusted Base Funding Level Total		\$261,406,700	\$261,406,700	1,184.80	1,184.80
Agency Total		\$261,406,700	\$261,406,700	1,184.80	1,184.80

Decision Item (DIN) - 3001

Decision Item (DIN) Title - Turnover Reduction

NARRATIVE

Standard Budget Adjustment - Turnover Reduction

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue
DECISION ITEM	CODES	TITLES
	3001	Turnover Reduction

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$0	\$0
02	Turnover	(\$2,160,300)	(\$2,160,300)
03	Project Position Salaries	\$0	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$0	\$0
06	Supplies and Services	\$0	\$0
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	(\$2,160,300)	(\$2,160,300)
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	0.00	0.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	3001 Turnover Reduction				
01	Collection of taxes				
	01 General program operations	(\$1,421,800)	(\$1,421,800)	0.00	0.00
	Collection of taxes Sub Total	(\$1,421,800)	(\$1,421,800)	0.00	0.00
02	State and local finance				
	01 General program operations	(\$191,800)	(\$191,800)	0.00	0.00
	State and local finance Sub Total	(\$191,800)	(\$191,800)	0.00	0.00
03	Administrative services and space rental				
	01 General program operations	(\$387,800)	(\$387,800)	0.00	0.00
	Administrative services and space rental Sub Total	(\$387,800)	(\$387,800)	0.00	0.00
08	Lottery				
	60 General program operations	(\$158,900)	(\$158,900)	0.00	0.00
	Lottery Sub Total	(\$158,900)	(\$158,900)	0.00	0.00
	Turnover Reduction Sub Total	(\$2,160,300)	(\$2,160,300)	0.00	0.00
	Agency Total	(\$2,160,300)	(\$2,160,300)	0.00	0.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
3001 Turnover Reduction					
GPR	S	(\$2,001,400)	(\$2,001,400)	0.00	0.00
SEG	S	(\$158,900)	(\$158,900)	0.00	0.00
Turnover Reduction Total		(\$2,160,300)	(\$2,160,300)	0.00	0.00
Agency Total		(\$2,160,300)	(\$2,160,300)	0.00	0.00

Decision Item (DIN) - 3002

Decision Item (DIN) Title - Removal of Noncontinuing Elements from the Base

NARRATIVE

Standard Budget Adjustment - Removal of Noncontinuing Elements from the Base

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue
DECISION ITEM	CODES	TITLES
	3002	Removal of Noncontinuing Elements from the Base

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$0	\$0
02	Turnover	\$0	\$0
03	Project Position Salaries	(\$1,670,800)	(\$2,227,700)
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	(\$691,500)	(\$922,000)
06	Supplies and Services	\$0	\$0
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	(\$2,362,300)	(\$3,149,700)
18	Project Positions Authorized	(38.00)	(38.00)
19	Classified Positions Authorized	0.00	0.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	3002 Removal of Noncontinuing Elements from the Base				
01	Collection of taxes				
	01 General program operations	(\$2,362,300)	(\$3,149,700)	(38.00)	(38.00)
	Collection of taxes Sub Total	(\$2,362,300)	(\$3,149,700)	(38.00)	(38.00)
	Removal of Noncontinuing Elements from the Base Sub Total	(\$2,362,300)	(\$3,149,700)	(38.00)	(38.00)
	Agency Total	(\$2,362,300)	(\$3,149,700)	(38.00)	(38.00)

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
3002 Removal of Noncontinuing Elements from the Base					
GPR	S	(\$2,362,300)	(\$3,149,700)	(38.00)	(38.00)
Removal of Noncontinuing Elements from the Base Total		(\$2,362,300)	(\$3,149,700)	(38.00)	(38.00)
Agency Total		(\$2,362,300)	(\$3,149,700)	(38.00)	(38.00)

Decision Item (DIN) - 3003

Decision Item (DIN) Title - Full Funding of Continuing Position Salaries and Fringe Benefits

NARRATIVE

Standard Budget Adjustment - Full Funding of Continuing Position Salaries and Fringe Benefits

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue
DECISION ITEM	CODES	TITLES
	3003	Full Funding of Continuing Position Salaries and Fringe Benefits

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$2,811,100	\$2,811,100
02	Turnover	\$0	\$0
03	Project Position Salaries	\$33,400	\$33,400
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$2,213,400	\$2,213,400
06	Supplies and Services	\$0	\$0
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$5,057,900	\$5,057,900
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	0.00	0.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
3003 Full Funding of Continuing Position Salaries and Fringe Benefits					
01	Collection of taxes				
	01 General program operations	\$2,297,900	\$2,297,900	0.00	0.00
	19 Admin liquor tax & alcohol bev	\$6,500	\$6,500	0.00	0.00
	20 Collections by the department	(\$14,700)	(\$14,700)	0.00	0.00
	24 Business tax registration	\$12,700	\$12,700	0.00	0.00
	26 Administration of local taxes	\$18,500	\$18,500	0.00	0.00
	30 Admin cnty munic sales use tax	\$165,400	\$165,400	0.00	0.00
	31 Administration of liquor tax and alcohol beverages enforcement	(\$221,900)	(\$221,900)	0.00	0.00
	32 Debt collection	(\$17,800)	(\$17,800)	0.00	0.00
	34 Administration of municipality taxes	(\$5,800)	(\$5,800)	0.00	0.00
	35 Administration of resort tax	(\$1,000)	(\$1,000)	0.00	0.00
	39 Collections from the financial record matching program	(\$8,200)	(\$8,200)	0.00	0.00
	61 Motor fuel tax administration	\$400	\$400	0.00	0.00
	62 Economic development surcharge	\$22,800	\$22,800	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

	63 Petroleum inspection fee collection	(\$8,000)	(\$8,000)	0.00	0.00
	65 Administration of rental vehicle fee	\$2,900	\$2,900	0.00	0.00
	71 Cigarette, tobacco, and vapor product enforcement	(\$7,400)	(\$7,400)	0.00	0.00
	Collection of taxes Sub Total	\$2,242,300	\$2,242,300	0.00	0.00
02	State and local finance				
	01 General program operations	\$769,700	\$769,700	0.00	0.00
	03 Integrated property assessment system technology	\$48,400	\$48,400	0.00	0.00
	11 Shared revenue and innovation grant administration	(\$62,500)	(\$62,500)	0.00	0.00
	31 Manufacturing property assessment	\$112,400	\$112,400	0.00	0.00
	34 Administration of TID	\$6,600	\$6,600	0.00	0.00
	61 Railroad and air carrier tax administration	(\$31,200)	(\$31,200)	0.00	0.00
	62 Lottery and gaming credit administration	\$4,500	\$4,500	0.00	0.00
	State and local finance Sub Total	\$847,900	\$847,900	0.00	0.00
03	Administrative services and space rental				
	01 General program operations	\$1,209,800	\$1,209,800	0.00	0.00
	25 Internal services	\$15,600	\$15,600	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

	Administrative services and space rental Sub Total	\$1,225,400	\$1,225,400	0.00	0.00
04	Unclaimed property program				
	30 Unclaimed property; administra	\$67,000	\$67,000	0.00	0.00
	Unclaimed property program Sub Total	\$67,000	\$67,000	0.00	0.00
08	Lottery				
	60 General program operations	\$675,300	\$675,300	0.00	0.00
	Lottery Sub Total	\$675,300	\$675,300	0.00	0.00
	Full Funding of Continuing Position Salaries and Fringe Benefits Sub Total	\$5,057,900	\$5,057,900	0.00	0.00
	Agency Total	\$5,057,900	\$5,057,900	0.00	0.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
3003 Full Funding of Continuing Position Salaries and Fringe Benefits					
GPR	S	\$4,325,800	\$4,325,800	0.00	0.00
PR	S	\$135,300	\$135,300	0.00	0.00
SEG	S	\$596,800	\$596,800	0.00	0.00
Full Funding of Continuing Position Salaries and Fringe Benefits Total		\$5,057,900	\$5,057,900	0.00	0.00
Agency Total		\$5,057,900	\$5,057,900	0.00	0.00

Decision Item (DIN) - 3005

Decision Item (DIN) Title - Reclassifications and Semiautomatic Pay Progression

NARRATIVE

Standard Budget Adjustment - Reclassifications and Semiautomatic Pay Progression

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue
DECISION ITEM	CODES	TITLES
	3005	Reclassifications and Semiautomatic Pay Progression

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$98,500	\$105,500
02	Turnover	\$0	\$0
03	Project Position Salaries	\$0	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$15,800	\$16,900
06	Supplies and Services	\$0	\$0
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$114,300	\$122,400
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	0.00	0.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
3005 Reclassifications and Semiautomatic Pay Progression					
01	Collection of taxes				
	20 Collections by the department	\$16,800	\$16,800	0.00	0.00
	24 Business tax registration	\$2,800	\$2,800	0.00	0.00
	30 Admin cnty munic sales use tax	\$20,100	\$20,900	0.00	0.00
	32 Debt collection	\$32,200	\$32,200	0.00	0.00
	34 Administration of municipality taxes	\$2,800	\$2,800	0.00	0.00
	39 Collections from the financial record matching program	\$2,800	\$2,800	0.00	0.00
	61 Motor fuel tax administration	\$13,900	\$18,000	0.00	0.00
	Collection of taxes Sub Total	\$91,400	\$96,300	0.00	0.00
02	State and local finance				
	31 Manufacturing property assessment	\$8,300	\$8,300	0.00	0.00
	61 Railroad and air carrier tax administration	\$0	\$1,000	0.00	0.00
	62 Lottery and gaming credit administration	\$0	\$100	0.00	0.00
	State and local finance Sub Total	\$8,300	\$9,400	0.00	0.00
04	Unclaimed property program				

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

	30 Unclaimed property; administra	\$14,600	\$16,700	0.00	0.00
	Unclaimed property program Sub Total	\$14,600	\$16,700	0.00	0.00
	Reclassifications and Semiautomatic Pay Progression Sub Total	\$114,300	\$122,400	0.00	0.00
	Agency Total	\$114,300	\$122,400	0.00	0.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
3005 Reclassifications and Semiautomatic Pay Progression					
PR	S	\$100,400	\$103,300	0.00	0.00
SEG	S	\$13,900	\$19,100	0.00	0.00
Reclassifications and Semiautomatic Pay Progression Total		\$114,300	\$122,400	0.00	0.00
Agency Total		\$114,300	\$122,400	0.00	0.00

Decision Item (DIN) - 3010

Decision Item (DIN) Title - Full Funding of Lease and Directed Moves Costs

NARRATIVE

Standard Budget Adjustment - Full Funding of Lease and Directed Moves Costs

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue

DECISION ITEM	CODES	TITLES
	3010	Full Funding of Lease and Directed Moves Costs

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$0	\$0
02	Turnover	\$0	\$0
03	Project Position Salaries	\$0	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$0	\$0
06	Supplies and Services	(\$800)	\$5,500
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	(\$800)	\$5,500
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	0.00	0.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	3010 Full Funding of Lease and Directed Moves Costs				
01	Collection of taxes				
	01 General program operations	(\$22,500)	(\$22,500)	0.00	0.00
	31 Administration of liquor tax and alcohol beverages enforcement	\$10,000	\$10,000	0.00	0.00
	32 Debt collection	\$11,200	\$11,500	0.00	0.00
	Collection of taxes Sub Total	(\$1,300)	(\$1,000)	0.00	0.00
02	State and local finance				
	11 Shared revenue and innovation grant administration	\$10,000	\$10,000	0.00	0.00
	State and local finance Sub Total	\$10,000	\$10,000	0.00	0.00
03	Administrative services and space rental				
	02 Space rental payments	(\$49,800)	(\$43,900)	0.00	0.00
	Administrative services and space rental Sub Total	(\$49,800)	(\$43,900)	0.00	0.00
04	Unclaimed property program				
	30 Unclaimed property; administra	(\$19,600)	(\$19,600)	0.00	0.00
	Unclaimed property program Sub Total	(\$19,600)	(\$19,600)	0.00	0.00
08	Lottery				
	60 General program operations	\$59,900	\$60,000	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

	Lottery Sub Total	\$59,900	\$60,000	0.00	0.00
	Full Funding of Lease and Directed Moves Costs Sub Total	(\$800)	\$5,500	0.00	0.00
	Agency Total	(\$800)	\$5,500	0.00	0.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
3010 Full Funding of Lease and Directed Moves Costs					
GPR	S	(\$72,300)	(\$66,400)	0.00	0.00
PR	S	\$1,600	\$1,900	0.00	0.00
SEG	S	\$69,900	\$70,000	0.00	0.00
Full Funding of Lease and Directed Moves Costs Total		(\$800)	\$5,500	0.00	0.00
Agency Total		(\$800)	\$5,500	0.00	0.00

Decision Item (DIN) - 3011

Decision Item (DIN) Title - Minor Transfers Within the Same Alpha Appropriation

NARRATIVE

Standard Budget Adjustment - Minor Transfers Within the Same Alpha Appropriation

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue
DECISION ITEM	CODES	TITLES
	3011	Minor Transfers Within the Same Alpha Appropriation

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$0	\$0
02	Turnover	\$0	\$0
03	Project Position Salaries	\$0	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$0	\$0
06	Supplies and Services	\$0	\$0
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$0	\$0
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	0.00	0.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	3011 Minor Transfers Within the Same Alpha Appropriation				
01	Collection of taxes				
	01 General program operations	\$0	\$0	0.00	0.00
	Collection of taxes Sub Total	\$0	\$0	0.00	0.00
03	Administrative services and space rental				
	01 General program operations	\$0	\$0	0.00	0.00
	Administrative services and space rental Sub Total	\$0	\$0	0.00	0.00
08	Lottery				
	60 General program operations	\$0	\$0	0.00	0.00
	Lottery Sub Total	\$0	\$0	0.00	0.00
	Minor Transfers Within the Same Alpha Appropriation Sub Total	\$0	\$0	0.00	0.00
	Agency Total	\$0	\$0	0.00	0.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
3011 Minor Transfers Within the Same Alpha Appropriation					
GPR	S	\$0	\$0	0.00	0.00
SEG	S	\$0	\$0	0.00	0.00
Minor Transfers Within the Same Alpha Appropriation Total		\$0	\$0	0.00	0.00
Agency Total		\$0	\$0	0.00	0.00

Decision Item (DIN) - 5001

Decision Item (DIN) Title - Convert 38 Project Positions to Permanent

NARRATIVE

The Division of Income, Sales & Excise Taxes has 38 project-permanent Revenue Agents that bill and collect assessments related to federal audit reports and errors in tax filings. These positions expire on 9/30/2025. DOR is requesting that these positions be made permanent at an ongoing cost of \$3,149,700 per year. Eliminating these positions at expiration would result in an estimated loss of \$43 million in revenue per year.

Converting Project-Permanent Revenue Agents to Permanent Revenue Agents

The Division of Income, Sales & Excise Taxes has 38 project-permanent Revenue Agents that bill and collect assessments related to federal audit reports and errors in tax filings. This is a justification for making these positions permanent.

History

- FY 2013-15 Budget Bill authorized hiring 38 project permanent positions to bill and collect assessments due to backlogs of federal audit reports.
- 18 positions work in the Audit Bureau billing units and are responsible for issuing assessments for tax deficiency as identified by the IRS.
- 20 positions work to collect delinquent audit assessments.
- Project permanent positions were provided to address significant backlogs. Backlogs were reduced from over 100,000 to 9,000 and the audit selection team successfully identified automated state billing projects. In FY 2024, the Audit Bureau recovered \$9.3 million, and the Collection Bureau recovered \$23.5 million.

Current Operations

Audit Bureau

- In addition to billing current federal audit reports, the project-permanent revenue agents in the Audit Bureau issue bills to correct errors in tax filings that do not rise to the level of an income tax audit. Billing agents resolve these issues for taxpayers quickly after filing, reducing the delay and additional accumulation of interest on outstanding amounts.
- On average, about one-quarter of bills issued by the Audit Bureau revenue agents are timely paid in any given year. The remainder of these bills become delinquent.
- Currently there are more billing project than the Revenue Agents in the Audit Bureau have time to complete. This trend will continue and accelerate as the Audit Bureau moves forward with efforts to automate identification of filing errors and automate billings. The IRS is ending their COVID-19 pause in assessments which will result in an increase in the number of reports received by the federal government.

Compliance Bureau

- There is more work for Compliance Bureau project-permanent revenue agents than they are able to complete. Even with these 20 positions, the collectible tax balance continues to increase from \$494.07 million on July 1, 2019, to \$562.2 million on July 1, 2023.
- The Compliance Bureau has responded by implementing significant operational efficiencies through automation and workload management. Delinquent tax collections continue to increase from \$263.1 million in FY 2020 to \$336.3 million in FY 2024.
- Even with the increase in efficiency and collection results, there remains more available cases than staff to work those cases.

Future Considerations

Eliminating the project permanent positions will result in accumulating a new backlog of bills for federal audit reports, an increase in unpaid delinquent taxes, and an estimated loss of \$43 million in revenue per year.

Project Position Collections	FY23	FY24
Joint Bureau - Revenue Agents		
<i>Audit Billing</i>	6,545,207	9,334,548
<i>Compliance Collections</i>	25,016,763	23,509,787
Initiative collections	31,561,970	32,844,335
<i>Additional Compliance Collections</i>	10,350,000	10,450,000
Total	41,911,970	43,294,335

Project Positions Costs (net)	FY26	FY27
Salary	1,670,700	2,227,700
Fringe	691,300	921,800
Total	2,362,300	3,149,700

Options

1. **Convert the 38 project-permanent positions to permanent positions.**
 The 38 project positions have been renewed repeatedly since initially authorized due to the demonstrated need for the positions and strong tax collections. Eliminating the positions will result in loss of approximately \$43 million in tax collections per year.

2. **Renew the positions for another 4-year period to September 30, 2029.**
 Renewing the project positions will result in consistent billing and recoveries of taxes up to September 30, 2029, when we can reevaluate the need.

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue
DECISION ITEM	CODES	TITLES
	5001	Convert 38 Project Positions to Permanent

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$2,227,700	\$2,227,700
02	Turnover	\$0	\$0
03	Project Position Salaries	(\$556,900)	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$691,500	\$922,000
06	Supplies and Services	\$0	\$0
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$2,362,300	\$3,149,700
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	38.00	38.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	5001 Convert 38 Project Positions to Permanent				
01	Collection of taxes				
	01 General program operations	\$2,362,300	\$3,149,700	38.00	38.00
	Collection of taxes Sub Total	\$2,362,300	\$3,149,700	38.00	38.00
	Convert 38 Project Positions to Permanent Sub Total	\$2,362,300	\$3,149,700	38.00	38.00
	Agency Total	\$2,362,300	\$3,149,700	38.00	38.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
5001 Convert 38 Project Positions to Permanent					
GPR	S	\$2,362,300	\$3,149,700	38.00	38.00
Convert 38 Project Positions to Permanent Total		\$2,362,300	\$3,149,700	38.00	38.00
Agency Total		\$2,362,300	\$3,149,700	38.00	38.00

Decision Item (DIN) - 5002

Decision Item (DIN) Title - Convert SLF Project Positions to Permanent

NARRATIVE

The Division of State and Local Finance received 2.0 GPR project positions, IS Business Analysts, in conjunction with the 2023-2025 budget and 2023 Wisconsin Act 12, related to the changes in shared revenue, new innovation grant programs, and the repeal of the personal property tax. These positions expire on 6/30/2025. Corresponding technology enhancements will continue implementation through the end of 2028. The Division has insufficient resources to handle related implementation and ongoing project management from these law changes and new program beyond FY 2025. The Department requests making these positions permanent.

DOR ISSUE PAPER

SUBJECT: Extend OTAS IS Business Analysts Project Positions

I. Issue/Problem Statement

- The 2023-25 budget authorized 2.0 GPR project positions for the implementation of items included in 2023 WI Act 12 including changes to shared revenue, new innovation grant programs, and the repeal of personal property tax.
- The two IS Business Analyst positions were authorized from July 1, 2023 to June 30, 2025.
- The required technology enhancements will be implemented through the end of 2028.
- Current staffing resources are insufficient to handle the business analysis, project management and other technical duties required to implement the Act 12 changes.

II. Request

- Make these 2.0 project positions permanent.
- This must be included in the 2025-27 budget, as the budget authority ceases on June 30, 2025.

III. Analysis

2023 WI Act 12 Changes

- 2023 WI Act 12 created:
 - Innovation planning grant
 - Innovation grant
 - Supplemental county and municipal aid
 - Act 12 personal property aid
 - Maintenance of effort reporting
 - Tax increment district new construction
- 2023 WI Act 12 updated:
 - County and municipal aid
 - Utility aid
 - Expenditure restraint incentive program
 - Levy limits
 - School levy tax credit
- 2023 WI Act 12 repealed personal property tax, requiring updates to:
 - Manufacturing assessment
 - Railroad assessment
 - Equalized values
 - Tax incremental finance values
 - Property assessment templates and forms
 - Property tax templates and forms
- The required technology enhancements required in result of Act 12 are outlined in Appendix A.

Office of Technical and Assessment Services

- The Office of Technical and Services – Technology and Applications Unit (OTAS) currently includes 3.0 permanent IS Business Analysts and 2.0 project IS Business Analysts.
- The 3.0 permanent IS Business Analysts are responsible for existing system functionality and maintenance, annual updates to existing forms, management of existing cross-bureau processes, addressing system errors, testing, customer service, internal training, and manual development. These three positions are coordinating four processing systems, 40+ online forms, and a handful of major cross-bureau processes (ex: equating) – for four bureaus with more than 115 employees in five district offices. They are also the primary contact to provide external customer service for MyDORGov online filing. These three positions have excessive workloads and no capacity to support new program development.
- The 2.0 project IS Business Analysts currently assigned to OTAS, and are responsible for business analysis of SLF systems, management of new technology projects and enhancements, coordinating development with the Division of Technology Services, finalizing business user requirements, limited external filing customer service, testing and script development, and data entry.
- The 2.0 project positions have been instrumental in the completion of the Act 12 changes thus far.

Program Impact

- The shared revenue program changes effect approx. \$1 billion in funding for Wisconsin local governments including counties, municipalities, school districts, technical colleges, and special districts.
- The repeal of personal property taxes will result in approx. \$173 million of funding for local governments shifting from the responsibility of property owners to the state.
- The creation of the new innovation grant programs will provide an additional \$303 million in funding for WI counties, municipalities, and federally recognized tribes.
- The TID new construction requirements and levy limit changes impact approx. \$6 billion (county and municipal levies) of the total \$13 billion property tax system.

Fiscal impact

Funding for 2.0 IS Business Analyst positions annually.

	Annual
Salary	\$133,120
Fringe	\$55,564
Supplies and services	\$8,000
Total	\$196,684

IV. Alternatives

- Convert the project positions to permanent positions, as SLF OTAS requires additional permanent resources and could effectively utilize the two additional positions.
- Extend the project positions for another four years to June 30, 2029.

APPENDIX A

Act 12 Technology Implementation Timeline – *items in gray are complete*

Program	Law Change	Deploy Date
Personal property	Manufacturing – update internal assessment reports	7/21/2023
Shared revenue	2024 SR OE - Creates supplemental county and municipal aid, distributed July, and November 2024 (need to estimate on Sept 15, 2023)	9/15/2023
School Levy Tax Credit	Creation of new 2024 (and thereafter) aid payment (paid the first Monday in May). Need to estimate on the Full Disclosure Notice on 9/20/23.	9/20/2023
ERIP	2025 payment will equal 2024 payment	9/28/2023
Personal property	Railroad – update annual report	10/1/2023
Personal property	Tax incremental finance (TIF) – mechanism to accept base redetermination requests	10/1/2023
Personal property	Manufacturing – update external online forms and PDF fillable forms	12/1/2023
Personal property	Update state prescribed forms	1/1/2024
Personal property	Manufacturing – update external reports	2/1/2024
Personal property	Update local government property assessment templates for personal property	3/1/2024
Personal property	Create personal property value report (PA-551)	3/1/2024
ERIP	Update ERIP worksheet	3/1/2024
Personal property	Manufacturing values report for personal property aid calculation	3/1/2024
Personal property	Equalization – update external online forms for assessors	4/1/2024
MOE	Create new annual report for Towns, Villages, Cities, Counties	4/1/2024
Personal property	TIF – enter base value redeterminations in system	5/1/2024
School Levy Tax Credit	New May SLTC payment	5/1/2024
Personal property	Equalization – address valuation calculations	6/1/2024
Personal property	Manufacturing – update assessment notices	6/1/2024
ERIP	2025 payment will equal 2024 payment	6/1/2024
Shared revenue	Creates local government fund	6/1/2024

Shared Revenue	2024 SR July Payment - Pay SCMA and include this payment in deduction order	6/1/2024
Levy limits	Notice of Service Transfer – create to utilize transfer of service LL adjustment	8/1/2024
Levy limits	New Act 12 PPA estimate – include on Line 8 of levy limit worksheet	8/1/2024
Tax incremental finance	New TID net new construction report	8/15/2024
Personal property	Equalized values – update county and municipal value reports and notices for personal property	8/15/2024
Personal property	Act 12 PPA Estimate - create new	8/15/2024
Personal property	Update local government property tax templates	9/1/2024
Personal property	Equalized values – update school, tech, special district values processing for personal property	9/1/2024
ERIP	Included in 2025 SR OE requirements: 2025 payment equals 2024 payment (one year freeze).	9/1/2024
Shared revenue	2025 SR OE - 1. Estimates increase (sales tax revenue allocation) to CMA and SCMA for payments beginning in July 2025. 2. 2025 ERIP payment frozen at 2024 amounts. 3. New deductions (MOE, etc.)	9/15/2024
Shared revenue	Update 2024 SR Revised Estimate	9/15/2024
Personal property	Equalization – external compliance reports	10/1/2024
Personal property	TIF – accept additional base redetermination requests	10/1/2024
Personal property	LGS – update fall online forms (Apportionments, Statement of Taxes)	11/1/2024
School Levy Tax Credit	2025 SLTC Estimate - FDN - Need to estimate the additional amount to be distributed in May 2025 on the Full Disclosure Notice on 9/20/24.	11/1/2024
Shared Revenue	2024 November Payment - Pay SCMA. Ensure SCMA is included in deduction order. Medical care transport deduction repealed. New MKE baseball deduction. Update payment notices.	11/1/2024
Innovation Grant	Planning Grant form – added to MDG	11/1/2024
Innovation Grant	Planning Grant processing system – to review applications and issue determinations	1/1/2025

MOE	Annual Updates – compare full year to full year	1/1/2025
Personal property	LGS – update spring online property tax forms (Treasurers settlement)	2/1/2025
ERIP	ERP worksheet and submission process - new exclusions in ERP calculation	3/1/2025
Innovation Grant	Planning Grant processing system – issue payment functionality	3/1/2025
Personal property	Post-property tax – update external summary reports (TVC bulletin, settlement reports)	5/1/2025
Tax incremental finance	TID processing – expected life functionality	5/1/2025
Personal property	TIF – enter additional base value redeterminations in system	5/1/2025
School Levy Tax Credit	May 2025 payment – annual update	5/1/2025
Personal property	Act 12 May personal property aid payment	5/1/2025
Shared Revenue	2025 SR July Payment - Adds new potential deductions to CMA and SCMA beginning in July 2025. Pay new sales tax increase amounts. Ensure deduction order is correct. Update payment notices.	6/1/2025
ERIP	2025 SR July payment - ERIP payment equals 2024 payment (one year freeze).	6/1/2025
Innovation Grant	Innovation Grant – new form in MDG	6/1/2025
Innovation Grant	Innovation Grant – VAULT public to show submitted forms	6/1/2025
Tax incremental finance	TID new construction – developed in system	8/1/2025
Levy limits	2025 LL worksheet – update IPAS and MDG	8/1/2025
Levy limits	LL TID Termination - changes calc for TIDs created after 12/31/24	8/1/2025
Levy limits	LL TID Subtraction - changes calculation for TIDs created after 12/31/24	8/1/2025
Levy limits	New Act 12 PPA estimate – include on both Lines 1 and 8 of levy limit worksheet	8/1/2025
Innovation Grant	Grant processing system – to review applications and issue determinations	9/1/2025
Shared Revenue	2026 Original Estimate	9/15/2025
Shared Revenue	2024 SR Recast – include SCMA. Update notice.	9/15/2025
Shared Revenue	2025 SR Revised – update CMA and SCMA	9/15/2025
ERIP	2026 Original Estimate - revert back to 2024 OE functionality as one year freeze is over.	9/15/2025
Personal property	Locally assessed omitted personal property – expires; update applicable online and PDF fillable forms	1/1/2026

Innovation Grant	Grant processing system – issue payment functionality	1/1/2026
ERIP	2026 July Payment - revert back to 2024 July payment functionality as one year freeze is over.	6/1/2026
Innovation Grant	Grant re-opening – activate additional enrollment periods, if necessary	9/1/2026
Innovation Grant	Grant processing system – audit functionality	1/1/2028
Innovation Grant	Grant processing system – payment reduction functionality	4/1/2028
Innovation Grant	Grant processing system – required post-audit reports	8/1/2028
Personal property	Manufacturing omitted personal property – expires; update system, reports, and notices	1/1/2029
Personal property	Property assessment and tax templates and forms – update external items	1/1/2029
Personal property	Equalization – remove personal property fields from system and calculations	TBD

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue
DECISION ITEM	CODES	TITLES
	5002	Convert SLF Project Positions to Permanent

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$133,200	\$133,200
02	Turnover	\$0	\$0
03	Project Position Salaries	\$0	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$55,600	\$55,600
06	Supplies and Services	\$8,000	\$8,000
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$196,800	\$196,800
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	2.00	2.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	5002 Convert SLF Project Positions to Permanent				
02	State and local finance				
	01 General program operations	\$196,800	\$196,800	2.00	2.00
	State and local finance Sub Total	\$196,800	\$196,800	2.00	2.00
	Convert SLF Project Positions to Permanent Sub Total	\$196,800	\$196,800	2.00	2.00
	Agency Total	\$196,800	\$196,800	2.00	2.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
5002 Convert SLF Project Positions to Permanent					
GPR	S	\$196,800	\$196,800	2.00	2.00
Convert SLF Project Positions to Permanent Total		\$196,800	\$196,800	2.00	2.00
Agency Total		\$196,800	\$196,800	2.00	2.00

Decision Item (DIN) - 5003

Decision Item (DIN) Title - SDC Collections Positions

NARRATIVE

The Compliance Bureau's Statewide Debt Collection (SDC) program collected \$52.42 million in FY 2024 and exceeded revenue collection goals. As of July 1, 2024, there are 677 SDC partners including: state agencies, local government agencies, UW System, technical colleges, municipal utilities, and courts, with an overall debt portfolio that exceeds \$405.7 million. With the growth in the number of debts referred for collection by SDC partner agencies, there is more work than current staffing levels can manage; to wit, more than 180,000 accounts await collection agent review. There are 17 agency partners currently on the waiting list seeking enrollment and participation in the program. The agency requests adding another SDC unit in the Compliance Bureau, consisting of 6.0 agents, 1.0 lead worker, and 1.0 supervisor. The additional staff is estimated to increase overall SDC collections by \$7.8 million in FY 2026 and \$15.6 million in FY 2027. Related new fee revenue is projected at \$1.17 million in FY 2026 and \$2.34 million in FY 2027. The program is self-funded via fees from delinquent debtors. With an anticipated new staff start date in October 2025, projected staff costs are \$668,700 in FY 2026 and \$795,900 in FY 2027.

SDC Collection Program

The Compliance Bureau's Statewide Debt Collection (SDC) program exceeded revenue collection goals in FY 2024. Even with this collection success, additional collection agents can provide even stronger recoveries for state agencies and local governments. The amounts collected for state agencies and local governments help sustain their programs.

Since the SDC Program was initiated in 2010, the department has recovered \$520.8 million dollars (FY2010 through FY 2023, includes fee revenue).

- As of July 1, 2024, there are 677 partners including: state agencies, local agencies, UW System, technical colleges, local utilities, and courts.
- To provide our partners with the best collection services we have temporarily paused enrolling new local governments. There are currently 17 agencies waiting for enrollment approval.
- As of July 1, 2024, the debt portfolio is \$405.7 million.
- Agencies recover 100% of their debt at no cost, the debtors pay a 15% collection fee to DOR that funds program operations. Excess fee revenue lapses to the general fund.
- The FY 2024 collection goal was \$37.4 million; the bureau collected \$62.5 million.

The bureau maintains a strong return on investment for overall collection operations. The cost to collect \$1 has decreased from \$0.070 in FY 2016 to \$0.053 in FY 2024 and the revenue per dollar spent increased from \$14.35 in FY 2016 to \$18.93 in FY 2024.

SDC Collections, Position Increase

The current problem is that with the growth in the number of debts referred for collection, there is more work than current staffing levels can manage - more than 180,000 accounts await collection agent review. Involuntary actions (wage attachment and bank levy) are limited to manage the volume of customer interactions. This leaves easily resolved debts in a pending stage. Implementation of an advanced technology system is creating better more productive work items for agents.

We recommend hiring an additional 6 collection agents, one supervisor and one lead worker. By hiring additional agents, we project being able to better manage pending cases, provide better customer service, and increase collections for state agencies, the University System, WI Technical Colleges, court victim restitution, and local governments. Established baseline = \$65 million.

- Collection increase for FY 2026 is projected at \$7.8 million.
- Collection increase for FY 2027 is projected at \$ 15.6 million.

The annual salary, fringe and recurring expenses allocated to the Income, Sales, and Excise Tax division are:

- One-time FY 2026 expense is \$668,690 assuming these positions start October 2025.
- Ongoing expenses starting FY 2027 are \$795,920.

- o Fee revenue is projected as \$1.17 million in FY 2026 and \$2.34 million in FY 2027

SDC Balance and Collections

The collection balance increased by 14% between July 1, 2018, and July 1, 2024.

State Debt Collection					
(in millions)	2019-20	2020-21	2021-22	2022-23	2023-24
Debt Balance	\$ 462.83	\$ 500.94	\$ 463.68	\$ 424.33	\$ 404.17
Agency Recovery	\$ 55.35	\$ 57.72	\$ 59.61	\$ 50.93	\$ 52.42
Total Fee Revenue	\$ 9.97	\$ 9.96	\$ 10.36	\$ 8.87	\$ 9.53
Collections as a					
Percent of Balance	12%	12%	13%	12%	13%

Fiscal Year	SDC Closing Balance	SDC Collections	Debt Collector Agents*	SDC Collections per Agent
2019-20	\$ 462,825,345	\$ 65,323,674	24	\$ 2,721,819.75
2020-21	\$ 500,936,241	\$ 67,679,167	24	\$ 2,819,965.29
2021-22	\$ 463,682,115	\$ 69,973,274	24	\$ 2,915,553.08
2022-23	\$ 424,327,127	\$ 59,802,006	24	\$ 2,491,750.25
2023-24	\$ 404,172,900	\$ 62,503,291	24	\$ 2,604,303.79

* Debt collector agents do not include revenue agents in support unit or reflect vacancies.

In FY 2018-19, the department was able to recover 14% of the debt role. Individual agent performance is strong, but collections as a percent of balance lags because staffing levels have not kept pace with program expansion.

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue
DECISION ITEM	CODES	TITLES
	5003	SDC Collections Positions

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$338,000	\$450,600
02	Turnover	\$0	\$0
03	Project Position Salaries	\$0	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$139,900	\$186,500
06	Supplies and Services	\$190,800	\$158,800
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$668,700	\$795,900
18	Project Positions Authorized	8.00	8.00
19	Classified Positions Authorized	0.00	0.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	5003 SDC Collections Positions				
01	Collection of taxes				
	32 Debt collection	\$668,700	\$795,900	8.00	8.00
	Collection of taxes Sub Total	\$668,700	\$795,900	8.00	8.00
	SDC Collections Positions Sub Total	\$668,700	\$795,900	8.00	8.00
	Agency Total	\$668,700	\$795,900	8.00	8.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
5003 SDC Collections Positions					
PR	S	\$668,700	\$795,900	8.00	8.00
SDC Collections Positions Total		\$668,700	\$795,900	8.00	8.00
Agency Total		\$668,700	\$795,900	8.00	8.00

Decision Item (DIN) - 5004

Decision Item (DIN) Title - Municipal Sales Tax Enforcement

NARRATIVE

2023 Wisconsin Act 12 authorized the new Milwaukee municipal sales tax, and 2023 Wisconsin Act 41 authorized the related budget and FTE staff to administer the tax. The department was provided position authority for 1.0 FTE to administer the new tax. DOR has found significant noncompliance with businesses both inside and outside of the municipal area with the new tax. The volume of customer interaction due to the municipal tax will continue to increase in the coming years as DOR reviews for processing and audit adjustments. DOR requests 5.0 permanent Revenue Agents to handle the related workload involved in enforcement of this new tax type. The 5.0 positions are projected to cost \$303,000 in FY 2026 and \$403,900 in FY 2027, with funding provided by existing excess revenues in Appropriation 134.

DOR ISSUE PAPER

I. Issue/Problem Statement

- 2023 WI Act 12 authorized the new Milwaukee municipal tax and 2023 Wisconsin Act 41 authorized the related budget and FTE staff to administer the tax, and the department was provided position authority for one FTE to administer the new tax. The FTE was assigned to provide customer support.
- The volume of customer interaction due to the municipal tax will continue to increase in the coming years as DOR reviews for processing and audit adjustments.
- Our average hold time in the business unit has increased beyond an acceptable level already, as the volume and complexity of work increases each year.
- DOR found significant noncompliance with businesses both inside and outside of the municipal area. Revenue agents in the tax processing and audit areas contacted businesses and issued billing notices for missing municipal tax.
- As more municipalities are approved for local sales/use tax, DOR will be well poised to support them.

II. Brief Issue History

- Over the last six years, call handle time for business calls has increased by 15%.
- The number of new business registrations with DOR and active My Tax Account (MTA) users has increased each year for the last six years.
- The total number of business call center and return processing employees has not increased to address the increase in customer interactions.
- A total of 7,000 leads related to missing municipal tax were generated for DOR LTE interns to work over the summer. They billed over \$445,000 in tax and interest. More billing work remains.

III. Analysis

Fiscal Year Ending	Calls Handled	Average Call Handle Time in Business Queues	New Businesses (BTR/OLR)	Active MTA Users
2018	142,733	5:19	13,820	56,420
2019	141,288	5:43	18,569	61,632
2020	124,972	5:45	19,431	67,433
2021	123,544	5:44	25,741	76,293
2022	120,108	6:02	31,759	87,796
2023	138,368	6:08	38,061	100,736

- The position authority does not require additional funding in Appropriation 13400. The cost for 5 revenue agent positions (2 in Tax Operations for return processing, and 2 in Customer Service for customer support, 1 in Audit for billing) is \$350,650 in FY 2026 and \$429,200 in FY 2027 (ongoing).
 - Appr. 134 Spending Authority IS&E - \$1,060,000. Expenses for 5 additional FTE can be absorbed.
- The table below shows the total calls and average handle time for business queues, the number of new business tax registrations, and the number of active My Tax Account users for the last six fiscal years.
- An increase in new registrants and active MTA users results in longer customer interactions, as new registrants require additional support. Customers' expectations post-COVID have also changed, requiring longer call handle times while walking through online applications.
- Call volume has rebounded post-COVID and increased significantly from 2022 to 2023.

- Continuing to increase workload without adding positions will result in longer call hold times, return processing backlogs and a decrease in customer service levels.
- Return suspension rates increased from 3.25% in FY 2022 to 6.43% in FY 2024. The number of returns received has increased from 991,601 to 1,051,400. Suspended returns may result in delayed distribution to the city of Milwaukee.
- We are requesting position authority for five FTE Revenue Agent positions to handle the increased workload and still maintain an acceptable service level.

IV. Alternative

- Continue with current staffing levels. Update call time and return processing standards to a reasonable expectation based on number of agents available to handle customer interactions.

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue
DECISION ITEM	CODES	TITLES
	5004	Municipal Sales Tax Enforcement

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$214,200	\$285,600
02	Turnover	\$0	\$0
03	Project Position Salaries	\$0	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$88,800	\$118,300
06	Supplies and Services	(\$303,000)	(\$403,900)
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$0	\$0
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	5.00	5.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	5004 Municipal Sales Tax Enforcement				
01	Collection of taxes				
	34 Administration of municipality taxes	\$0	\$0	5.00	5.00
	Collection of taxes Sub Total	\$0	\$0	5.00	5.00
	Municipal Sales Tax Enforcement Sub Total	\$0	\$0	5.00	5.00
	Agency Total	\$0	\$0	5.00	5.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
5004 Municipal Sales Tax Enforcement					
PR	S	\$0	\$0	5.00	5.00
Municipal Sales Tax Enforcement Total		\$0	\$0	5.00	5.00
Agency Total		\$0	\$0	5.00	5.00

Decision Item (DIN) - 5009

Decision Item (DIN) Title - Unclaimed Property Administration

NARRATIVE

The Unclaimed Property program has seen unprecedented growth in both holder reporting of unclaimed property and claims from property owners. Total properties received by the program have grown from 491,582 in FY 2019 to 703,074 in FY 2023, with a corresponding increase in claims processing from 45,7030 to 64,263 during those same years. Due to effective law changes and significantly upgraded outreach programs, the program has now reached a permanently higher demand level than the historic trend, and as a result, has also gained a corresponding increase in attempted fraudulent claims from criminal actors. Unclaimed property has a 90-day statutory deadline to process claims. DOR requests hiring 1.0 permanent additional unclaimed property specialist related to holder reporting for a cost of \$60,000 in FY 2026 and \$72,000 in FY 2027. 1.0 permanent Revenue Auditor 3 position related to fraud review and prevention and 0.5 new FTE for a permanent IS Business Automation Specialist in the Office of Criminal Investigation totaling \$143,900 in FY 2026 and \$177,900 in FY 2027.

Date: September 4, 2024

TITLE: New Full-Time positions to support Unclaimed Property

DESCRIPTION OF CURRENT ISSUE

- The number of unclaimed properties and claims received grows each year. As the number of properties and claims has grown, so has the complexity of the work.

Unclaimed Property (UCP): Fiscal Year	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23	FY 2023-24
Total Properties Received - Count	491,582	531,264	560,532	728,059	703,074
Total Claims Received - Count	59,471	50,368	43,247	68,699	76,803
Total Claims Processed - Count	45,703	40,471	35,446	56,121	64,263
Total claims processed per hour	9.3	6.0	5.0	7.9	6.3
Minutes to process a claim	6.4	10.0	11.9	7.6	9.6
Claims processed AVG # days	37	40	43	36	82

- WI Statutes require that unclaimed property claims be processed within 90 days. DOR is experiencing sustained increases in both the number of properties turned over to the Unclaimed Property program and the subsequent claims for these properties from their owners.
 - In FY 2024, the program experienced several months where claims processing exceeded the 90-days to process (September 2023 through February 2024).
- DOR is also seeing a rise in fraudulent unclaimed property claims. Fraudsters are utilizing techniques that are more complicated and time consuming for staff to identify. Fraudulent attempts to claim abandoned property include impersonating the rightful owners of these properties.
 - Because of the increase in fraud, the average time to process a claim increased from 6.4 minutes in 2023 to 9.6 minutes in 2024. When an unclaimed property specialist has a suspicious claim, they refer it to the Office of Criminal Investigation (OCI) for secondary review.
 - Fraud Analysts in the OCI reviewed 701 fraudulent or potentially fraudulent unclaimed property claims in FY24.
 - Data analysis of fraudulent unclaimed property claims and fraudulent tax refund claims is needed to strengthen business rules. Data analysts can evaluate large datasets to identify trends and probabilities over time as fraud behavior changes and becomes more sophisticated.
- The Unclaimed Property unit also manages securities. As the volume of unclaimed properties continues to increase (more property is being turned over to DOR), the unit receives more shares and mutual funds.
 - Most of the tasks involving shares & securities are not related to processing a claim.

- Managing securities is highly skilled work that requires time and specialized knowledge. These tasks often require research and collaboration with our brokerage partners. Simple transaction such as applying a dividend or capital gain may take minutes while more complex actions such as mergers can take an hour or more per maintenance transaction.
- The unit has employed Limited Term Employees to assist with basic claims processing. This has been helpful in reducing backlogs. In addition, LTEs are not able to assist year-round, and there is insufficient time to develop the skills needed to complete the more complex processing of properties and claims, handling phone inquiries, or processing holder reports.

RECOMMENDATION FOR ACTION:

Hire three positions:

- Unclaimed property specialist in the UCP unit to manage holder reporting and reconciliation, and claims processing, cost in FY 2026 \$60,000, FY 2027 \$72,000
- Revenue Auditor 3 in OCI for unclaimed property fraud review and prevention, cost in FY 2026 \$89,500, FY 2027 \$112,000.
- One IS Business Automation Specialist in OCI working on data analysis and recommending technology solutions to both identify and defeat fraud. This position will spend 50% of their time working on unclaimed property fraud detection and the other 50% on individual income tax fraud detection. Cost in FY 2026 \$103,500, FY 2027 \$112,000
 - Authorize ½ FTE position authority in UCP
 - Use UCP appropriation, supplies and services funding to cover 50% salary and fringe for this request.
 - Reallocate a 50% vacant auditor position for the other 50%

Alternatives:

- In prioritizing the need, proceed in this order:
 1. UCP specialist. Work backlogs and complexity of work indicate a need for one additional full-time employee.
 2. Business Automation Specialist in OCI. As fraudsters get more sophisticated, this position will help mitigate fraud risk and strengthen our business rules to get us in a position where refunds that are stopped should be stopped, and innocent individuals are not stopped needlessly.
 3. Revenue Auditor 3 in OCI. This position will help UCP with fraud detection and review. Because the individuals in the area specialize in fraud they are more astute in detecting schemes. While adding a resource will strengthen our position against fraud, this work could be absorbed. The risk is longer time to review suspicious UCP claims as the revenue auditors will be also tasked with individual income tax fraud reviews and with large numbers of income tax refund reviews expected during the filing season.

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue
DECISION ITEM	CODES	TITLES
	5009	Unclaimed Property Administration

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$128,100	\$170,700
02	Turnover	\$0	\$0
03	Project Position Salaries	\$0	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$53,100	\$70,700
06	Supplies and Services	\$22,800	\$9,000
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$204,000	\$250,400
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	2.50	2.50
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	5009 Unclaimed Property Administration				
01	Collection of taxes				
	01 General program operations	\$0	\$0	0.00	0.00
	Collection of taxes Sub Total	\$0	\$0	0.00	0.00
04	Unclaimed property program				
	30 Unclaimed property; administra	\$204,000	\$250,400	2.50	2.50
	Unclaimed property program Sub Total	\$204,000	\$250,400	2.50	2.50
	Unclaimed Property Administration Sub Total	\$204,000	\$250,400	2.50	2.50
	Agency Total	\$204,000	\$250,400	2.50	2.50

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
5009 Unclaimed Property Administration					
PR	S	\$204,000	\$250,400	2.50	2.50
GPR	S	\$0	\$0	0.00	0.00
Unclaimed Property Administration Total		\$204,000	\$250,400	2.50	2.50
Agency Total		\$204,000	\$250,400	2.50	2.50

Decision Item (DIN) - 5010

Decision Item (DIN) Title - Targeted Operational Improvements

NARRATIVE

DOR has reduced the number of IT contractors in recent years to cope with mandatory expenses elsewhere at the agency, which has resulted in reduced IT development and created a backlog of related IT work. DOR requests \$290,000 in additional funds to complete contract IT work to ensure that the agency can complete all mandated operations by required deadlines. The DOR mail truck is in deteriorating condition, including persistent problems with its radiator and hydraulics systems, significant rust damage, and several minor items, including a driver's seat that requires a full replacement. DOR is requesting \$70,000 to replace the mail truck. DOR's headquarters in Madison is now over 20-years-old, and much of the furniture is still original to the building. Many chairs in particular are damaged, which is resulting in ergonomic issues for employees. DOR requests \$250,000 to replace approximately half of the unusable and worn furniture in the agency's current inventory.

The Department has identified critical areas for investment to provide improved administration of tax laws, staff development, legal services, and payment processing. These critical improvements include: \$826,700 in IT infrastructure improvements; \$692,900 in improvements to the agency's enterprise tax processing program, WINPAS; \$15,000 in legal services related to administrative functions including court reporting and mailing costs; \$120,000 in training and travel costs related to specialized legal training on complex issues, a workforce that is more geographically diverse throughout the state; delinquent debt enforcement and audit activities; and staff development; \$25,000 for an upgrade in payment processing from GIACT.

DIN 5010 – Targeted Operational Improvements

The Department of Revenue (DOR) has been dealing with significantly increasing mandatory costs that the agency must cope with, including increases to postage and shipping rates and a significant cut in GPR in the FY2023-2025 budget. For example, between FY 2019 and FY 2025, anticipated postage costs are projected to grow from \$2.4 million to \$3.01 million. Combine that with a \$1.4 million GPR reduction and we have a net loss of \$2 million. As a result, DOR has reduced spending for IT contractors, made only safety-related or process-dependent machinery and equipment repairs and replacements, put off purchases of desk chairs and other items that have been in use, in some cases, for more than 25 years, and shifted supplies and services resources from areas that may seem more discretionary but necessary to mandatory costs.

Areas impacted by the budget constraints:

- Many of the functions performed by the DOR Business Divisions are statutorily mandated. Because of increased expenses in areas outside our control, we have had to reduce the number of IT contractors, therefore reducing our resource capacity to perform enhancements for the DOR IT enterprise applications that support the functions of the DOR Business Divisions, many of which are legislative mandates. Some of these redirected budget dollars helped fund contractor positions that perform software development tasks for DOR's enterprise IT applications like WINPAS, IPAS and VAULT. The positions work on various projects that are initiated by business Divisions of DOR. As a result, fewer enhancement requests by DOR business Divisions have been completed or completed in a less-timely manner than desired, thereby affecting operational and processing efficiencies to process tax returns, determine shared revenue distributions, modernize alcohol beverage-related permitting and reporting, and create reports for publication to meet customer needs. If it continues, it will put legislative mandates at risk of not being completed on time. To replace the released contractors, we are requesting \$290,000 for contract services.
- Maintenance and repairs of machinery, equipment and the mail transport truck, and replacement of two process-critical machines used for tax return processing and mailing services cost over \$42,000 in FY2024, and \$31,000 in FY2023. For these repairs or replacement, employee safety was the primary factor, but the impact on timely tax processing was also an issue. The aging material handling and mail processing equipment, and ongoing issues with the truck, are a threat to the effective operation of mail services during tax time, and other times of the year as well. There are repairs and equipment replacement that have had to wait. The 8-year-old truck needs its drivers seat replaced, its running boards and other rust repaired, and it has perennial issues with its radiator and hydraulics. Given our recent experience with the machines and equipment, and the additional work we need done, we are requesting \$70,000 for this purpose.
- Not all areas of the agency have had the ability to timely replace or repair broken and worn-out task chairs, side chairs, and desks. We have been waiting until the end of the fiscal year to do the things that are necessary or extraordinary, but some of the furniture and all of the desks are over 20 years old and some are ergonomically unsound. We need to make further investment in our employees when in the offices to ensure ergonomic and safe furniture and appliances. Replacing approximately 50% of our

task chairs will have a one-time cost of approximately \$250,000. If we were to spread it over time, say 20% per year, will be approximately \$100,000 per year.

Solutions:

Fund ongoing costs as identified above of \$460,000 annually to DOR's Administration appropriation (20.566(3)(a)).

Fund contractors ongoing of \$290,000 annually to provide for timely completion of legislative mandates and enhancements to enhance taxpayer experience.

Fund one-time costs of \$170,000 to complete needed repairs to the mail truck, mail and material handling equipment, and replacement of 50% of task chairs.

DOR Issue Paper

September 13, 2024

Subject: Educational and Administrative Improvement: Travel and Training

I. Issue/Problem

The Department of Revenue (DOR) has been dealing with significantly increasing intractable costs that the agency must cope with, including increases to postage and shipping rates, as well as a significant cut in GPR in the FY 2023-2025 budget. Between FY 2019 and FY 2025, anticipated postage costs are projected to grow from \$2.4 million to \$3.01 million. As a result, DOR has shifted supplies and services resources from areas with managerial control, such as travel and training, to mandatory costs such as postage increases.

Specifically, DOR has reduced travel costs from \$2.29 million in FY 2019 to \$1.61 million in FY 2023, a 30% reduction.

The Madison labor market is becoming increasingly difficult to hire and retain quality employees from, given the area's persistent low unemployment and competitive wage market from private employers. As a result, the Department has been hiring more employees at district offices throughout the state, which has successfully resulted in a more sustained skilled labor force in more varied areas of the state. Also related to staffing issues, the agency has implemented the Audit Gateway Program, which allows current employees with an associate degree to obtain a bachelor's degree, which generally improves their ability and scope of audit practice. Telecommuting technology has facilitated more dispersed work units. However, controlling travel costs has caused the agency to limit supervisor travel to outlying offices and the cancellation or reconfiguring of formerly regularly-occurring larger group training or in-person collaboration among work units.

The Division of Income, Sales, and Excise Tax (IS&E) field agents and field auditors must travel and have in person interaction to complete certain work tasks that cannot be completed via electronic means. As the agency's delinquent debt roll continues to expand, field work requirements are not decreasing. In-person contact remains a critical tool in resolving tax cases, as some taxpayers, especially those facing delinquencies, may not have incentive to otherwise respond to written or phone outreach.

Audit issues can be complex, especially those related to technology and the general shift from earnings derived from tangible products to services and information. DOR has significantly limited Audit staff's training opportunities for multistate and national conferences and seminars to compensate for overall increased travel demand related to Compliance activities (delinquent debt collection) and the necessity to reduce the travel and training budget to accommodate postage rate increases and DOA assessments.

The State and Local Finance Division (SLF) necessarily has offices in different regions in the state, as employees in these offices must do in-person manufacturing assessment and have interaction at the local level with municipal officials and assessors when conducting the statewide equalization process. As a result of the Division's budget cut in the 2023-2025 biennial budget and increased cost of postage and technology, the agency no longer can offer an in-person annual meeting for staff, which formerly had been an annual event and critical opportunity for work units located throughout the state to meet and collaborate. The Division has held virtual conferences but has noted a decline in quality and duration of interaction, as less formal components, such as discussion during meeting breaks, do not afford themselves in online conferences.

Finally, the Office of General Counsel (OGC), which represents the agency on all tax types and issues: from utility assessment appeals to copyright infringement of Lottery games, consists of just nine attorneys, a supervising attorney, and a Chief Counsel. Four of those attorney positions are either currently vacant or filled by an incumbent with less than one year of tenure at DOR. Attorneys must have cross-training, as work demands do not afford specialization. DOR's attorneys must represent the agency against some of the largest multinational companies in the world who have extensive legal departments. Training is essential to the attorneys being able to do an effective job, and OGC no longer has sufficient funds for tax and litigation training beyond what is available locally or for free. OGC attorneys also have travel demands related to in-person hearings for delinquent debt cases and travel related to representing the agency in court actions outside of Dane County.

II. Request

-IS&E: Provide \$50,000 GPR to accommodate: a) increased travel demand related field audit and collection activities; b) staff collaboration; c) specialized training; and d) increased travel costs associated with the expanding Audit Gateway program.

-SLF: \$15,000 GPR for in-person staff meeting and other training.

-OGC: Provide \$55,000 GPR to accommodate: a) training on complex and emerging tax issues; b) additional capability to hold collections hearings in the county of residence of delinquent taxpayers; and c) accommodate litigation-related travel expenses, reflecting court costs that occur outside of Dane County.

III. Alternatives

-Approve all three requests for a total of \$160,000 GPR

-Approve requests for two Divisions.

-Approve a request for one Division.

2025-27 Biennial Budget Supplies and Services Increase Request

Division:	Division of Technology Services
Title:	Increase the WINPAS 301 (GPR) budget appropriation by 10%
Description:	<p>The proposed increase of 10% or \$692,890 to the DTS WINPAS budget appropriation 301 (GPR) will allow the department to better absorb the annual increases we experience related to software licensing and infrastructure hosting costs. In addition, this will enable the department to more effectively meet required deadlines outlined in new legislation, increase revenue generation activities, continuously adopt innovative technologies, implement advanced cybersecurity measures, and enhance our fraud prevention measures.</p> <p>Examples where this additional funding could be used are:</p> <ul style="list-style-type: none"> • Assist with increasing software and infrastructure hosting costs. • Increased investment to fund contractor positions that perform software development tasks DOR enterprise IT applications such as WINPAS. • Increased investment in data and analytics tools that more effectively identify fraud, generate revenue, and identify non-compliant taxpayers. • Increased investment in scalable cloud hosting solutions that enable the Department to efficiently manage increased demands, provide additional redundancy, and faster disaster recovery for new and existing technology systems. • Increased investment in advanced cybersecurity tools and measures to protect against data breaches, ransomware, and other cyber threats that could lead to a disruption in overall department operations and constituent services. • Increased investment in AI and machine learning tools to increase workforce productivity, assist with tax fraud identification, and improve tax compliance and auditing capabilities.

Background	The DTS WINPAS budget provides the financial resources necessary to support and maintain the State of Wisconsin's primary tax administration system that enables the Department to meet its mission, strategic goals, operational responsibilities including legislative mandates. The amount allocated to this budget in FY24 is GPR: \$6,928,900 and PR/SEG: \$1,926,200.
Business Plan Alignment:	An increase in the DTS WINPAS budget fundamentally aligns with all the Department's business plans due to the critical nature the WINPAS system plays in supporting the Department's operations, strategic goals, mission. This includes making updates to WINPAS to meet legislative mandates.

2025-27 Biennial Budget Supplies and Services Increase Request

Division:	Division of Technology Services
Title:	Increase the Infrastructure 301 (GPR) budget appropriation by 15%

<p>Description:</p>	<p>The proposed increase of 15% or \$826,665 to the DTS Infrastructure budget appropriation 301 (GPR) will allow the department to better absorb the annual increases we experience related to software licensing and infrastructure hosting costs for the many systems that agency manages. In addition, this will enable the department to continuously adopt innovative technologies, advanced cybersecurity, and fraud prevention measures. It also will enable the Department to provide a better experience for constituents and will increase the effectiveness of our revenue generation initiatives.</p> <p>Examples where this additional funding could be used are:</p> <ul style="list-style-type: none"> • Assist with increasing software and infrastructure hosting costs. • Increased investment in data and analytics tools that more effectively identify fraud, generate revenue, and identify non-compliant taxpayers. • Increased investment in scalable cloud hosting solutions that enable the Department to efficiently manage increased demands, provide additional redundancy, and faster disaster recovery for new and existing technology systems. • Increased investment in advanced cybersecurity tools and measures to protect against data breaches, ransomware, and other cyber threats that could lead to a disruption in overall department operations and constituent services. • Increased investment in AI and machine learning tools to increase workforce productivity, assist with tax fraud identification, and improve tax compliance and auditing capabilities.
<p>Background:</p>	<p>The DTS Infrastructure budget provides the financial resources necessary to support and maintain the critical technology components that enable the Department to meet its mission, strategic goals, and operational responsibilities. The amount allocated to this budget in FY24 is GPR: \$5,511,100 and PR/SEG: \$475,400.</p>
<p>Business Plan Alignment:</p>	<p>An increase in the DTS infrastructure budget fundamentally aligns with all the Department's business plans due to the critical nature IT infrastructure plays in supporting the Department's operations, strategic goals, mission.</p>

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue
DECISION ITEM	CODES	TITLES
	5010	Targeted Operational Improvements

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$0	\$0
02	Turnover	\$0	\$0
03	Project Position Salaries	\$0	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$0	\$0
06	Supplies and Services	\$2,269,600	\$2,269,600
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$2,269,600	\$2,269,600
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	0.00	0.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	5010 Targeted Operational Improvements				
01	Collection of taxes				
	01 General program operations	\$50,000	\$50,000	0.00	0.00
	30 Admin cnty munic sales use tax	\$50,000	\$50,000	0.00	0.00
	32 Debt collection	\$65,000	\$65,000	0.00	0.00
	39 Collections from the financial record matching program	\$50,000	\$50,000	0.00	0.00
	Collection of taxes Sub Total	\$215,000	\$215,000	0.00	0.00
02	State and local finance				
	01 General program operations	\$15,000	\$15,000	0.00	0.00
	State and local finance Sub Total	\$15,000	\$15,000	0.00	0.00
03	Administrative services and space rental				
	01 General program operations	\$2,004,600	\$2,004,600	0.00	0.00
	25 Internal services	\$35,000	\$35,000	0.00	0.00
	Administrative services and space rental Sub Total	\$2,039,600	\$2,039,600	0.00	0.00
	Targeted Operational Improvements Sub Total	\$2,269,600	\$2,269,600	0.00	0.00
	Agency Total	\$2,269,600	\$2,269,600	0.00	0.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
5010 Targeted Operational Improvements					
GPR	S	\$2,069,600	\$2,069,600	0.00	0.00
PR	S	\$200,000	\$200,000	0.00	0.00
Targeted Operational Improvements Total		\$2,269,600	\$2,269,600	0.00	0.00
Agency Total		\$2,269,600	\$2,269,600	0.00	0.00

Decision Item (DIN) - 5011

Decision Item (DIN) Title - Mandatory GPR Postage Increases

NARRATIVE

Postage is DOR's greatest supplies and services expense, and the United States Postal Services continues to raise rates, as has DOR's third-party partners, including SpeeDee Delivery, Federal Express, and the United Parcel Service. DOR requires electronic submission of tax forms and permit applications when enabled by statute, but otherwise must continue to support physically delivered letters and other items. DOR is requesting increases in appropriation 20.566 (1) (a): \$20,000 to adjust for related costs for the new Division of Alcohol Beverages, mostly for permit application mail, and \$113,600 for the Division of Income, Sales, and Excise Tax for the anticipated 6% postage increase the agency will face in mailings other than those discussed in other DINS. DOR further requests increases in 20.566(3) (a): \$5,000 for the Office of General Council to cover legal notifications and related mailings not discussed in other DINS, and \$20,000 for the Enterprise Services Division for related check payment processing that reflects physical payments in response to physical invoices. The total postal rate relief request is \$158,600 across both appropriations.

DOR Issue Paper – Mandatory GPR Postage Increases

Postage is DOR's greatest supplies and services expense, and the United States Postal Services continues to raise rates, as has DOR's third-party partners, including Speedee Delivery, Federal Express, and the United Parcel Service. DOR requires electronic submission of tax forms and permit applications when enabled by statute, but otherwise must continue to support physically delivered letters and other items. DOR is requesting increases in appropriation 20.566 (1) (a): \$20,000 to adjust for related costs for the new Division of Alcohol Beverages, mostly for permit application mail, and \$113,600 for the Division of Income, Sales, and Excise Tax for the anticipated 6% postage increase the agency will face in mailings other than those discussed in other DINS. DOR further requests increases in 20.566(3) (a): \$5,000 for the Office of General Council to cover legal notifications and related mailings not discussed in other DINS, and \$20,000 for the Enterprise Services Division for related check payment processing that reflects physical payments in response to physical invoices. The total postal rate relief request is \$158,600 across both appropriations.

Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue

DECISION ITEM	CODES	TITLES
	5011	Mandatory GPR Postage Increases

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$0	\$0
02	Turnover	\$0	\$0
03	Project Position Salaries	\$0	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$0	\$0
06	Supplies and Services	\$158,600	\$158,600
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$158,600	\$158,600
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	0.00	0.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	5011 Mandatory GPR Postage Increases				
01	Collection of taxes				
	01 General program operations	\$133,600	\$133,600	0.00	0.00
	Collection of taxes Sub Total	\$133,600	\$133,600	0.00	0.00
03	Administrative services and space rental				
	01 General program operations	\$25,000	\$25,000	0.00	0.00
	Administrative services and space rental Sub Total	\$25,000	\$25,000	0.00	0.00
	Mandatory GPR Postage Increases Sub Total	\$158,600	\$158,600	0.00	0.00
	Agency Total	\$158,600	\$158,600	0.00	0.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
5011 Mandatory GPR Postage Increases					
GPR	S	\$158,600	\$158,600	0.00	0.00
Mandatory GPR Postage Increases Total		\$158,600	\$158,600	0.00	0.00
Agency Total		\$158,600	\$158,600	0.00	0.00

Decision Item (DIN) - 5012

Decision Item (DIN) Title - Mandatory PR Postage Increases

NARRATIVE

DOR is required to send many of our notices and other documents via US mail per IRS rules, state statutes, and internal policies. Postage rates continue to rise, including most recently in July 2024. Postage is DOR's greatest supplies and services expense. The agency requests an adjustment of \$278,900 to reflect the increasing budgetary strain on program revenue appropriations.

2025-27 Biennial Budget Supplies and Services Increase Request

Division:	IS&E
Title: <i>Brief title description.</i>	
Description: <i>Detailed description of proposed increase.</i>	Increase supplies and services postage line items in the following appropriations 12000, 12400, 13000, 13200,13900 by \$278,810
<p>Background: <i>Describe the program, core functions, processes and products or services affected by the proposed reduction. Provide information on the amount of resources currently committed to this activity.</i></p> <p><i>Total postage spending in appropriations 1200, 12400, 13000, 13200, 13900:</i> FY 2022 \$579,239 FY 2024 \$637,163</p> <p><i>10% increase</i></p>	<p>Expenditures for the following areas:</p> <ol style="list-style-type: none"> 1) Postage is our greatest expense. Postage increases and DOA surcharge increases have become frequent. 2) DOR sends notices to businesses and individuals. Because of the seriousness of the information we share, some include appeal rights with a deadline to respond – mail is an essential service. 3) Some notices carry a requirement by the IRS and DOR policy to send the notice by certified mail.
<i>Summarize the programmatic issues.</i>	<p>Strengths:</p> <ul style="list-style-type: none"> • IS&E can continue to send notices and continue with expected spending in other areas, like travel and training. • IS&E anticipates a 6% increase in postage in FY 2025. FY 2026 and FY 2027 are increases are expected but unknown. Increases supplies and services by 5% will help IS&E to cover postage increase.

Business Plan Alignment:	<p>IS&E is working on a project to increase taxpayer usage of My Tax Account and to send notices securely and electronically. This is anticipated to alleviate some of the stress on increasing postage.</p> <p>Currently, most customers do not opt in to receive their mail electronically, DOR promotions will be needed to encourage registration to receive notices.</p>
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Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue

DECISION ITEM	CODES	TITLES
	5012	Mandatory PR Postage Increases

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$0	\$0
02	Turnover	\$0	\$0
03	Project Position Salaries	\$0	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$0	\$0
06	Supplies and Services	\$278,900	\$278,900
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$278,900	\$278,900
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	0.00	0.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	5012 Mandatory PR Postage Increases				
01	Collection of taxes				
	20 Collections by the department	\$50,000	\$50,000	0.00	0.00
	24 Business tax registration	\$50,000	\$50,000	0.00	0.00
	30 Admin cnty munic sales use tax	\$50,000	\$50,000	0.00	0.00
	32 Debt collection	\$78,900	\$78,900	0.00	0.00
	39 Collections from the financial record matching program	\$50,000	\$50,000	0.00	0.00
	Collection of taxes Sub Total	\$278,900	\$278,900	0.00	0.00
	Mandatory PR Postage Increases Sub Total	\$278,900	\$278,900	0.00	0.00
	Agency Total	\$278,900	\$278,900	0.00	0.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
5012 Mandatory PR Postage Increases					
PR	S	\$278,900	\$278,900	0.00	0.00
Mandatory PR Postage Increases Total		\$278,900	\$278,900	0.00	0.00
Agency Total		\$278,900	\$278,900	0.00	0.00

Decision Item (DIN) - 5013

Decision Item (DIN) Title - Lottery Investigator Vehicles

NARRATIVE

2023 Wisconsin Act 73 provided Lottery Security Investigators with police powers, thereby making them special agents. The Lottery requests obtaining four vehicles for their investigators to use.

2025-27 Biennial Budget Supplies and Services Increase Request

Division:	Lottery
Title: <i>Brief title description.</i>	Purchase of Special Agent Vehicles
Description: <i>Detailed description of proposed reduction.</i>	2023 Act 73 provided Lottery Security Investigators with police powers thereby making them special agents. The law requires certain equipment and safety measures on both the person and vehicle. Currently, the State of Wisconsin Fleet has ZERO cars that Lottery special agents can utilize for their job. Furthermore, these cars do not allow for the required safety mechanisms needed by special agents. By allowing for the purchase of special agent vehicles, the problems identified would be solved. Each vehicle would cost about \$30,000 with the Lottery would requiring four vehicles for a total of \$120,000.
Background:	In addition to the above challenges identified, they are currently unable to fully complete their assigned duties. An upcoming DPM audit will be unable to be conducted, thereby reducing their success rate of an appropriate reclassification.
Summarize the programmatic issues:	The Special Agents of the WI Lottery will be able to fulfill the #1 goal of the Wisconsin Lottery which is to provide security and integrity, both to the retailers and players with their new ACT 73 duties.

<p>Business Plan Alignment:</p>	<p>Security and integrity are the overarching pillars of Wisconsin Lottery operations. Having the ability for our special agents to perform their lawful duties is paramount in achieving the business goals of the Wisconsin Lottery which include:</p> <p>The greatest possible property tax relief for Wisconsin homeowners Public trust and confidence in the Lottery brand Operational excellence Employer of choice An expanded player base Successful retailers Social responsibility</p> <p>Specifically, our business plan identifies two major business goals when it comes to our special agents and the Office of Enforcement and Compliance:</p> <ol style="list-style-type: none"> 1. Obtain vehicles for special agents 2. Continue to explore other options such as purchasing
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Decision Item by Line

2527 Biennial Budget

DEPARTMENT	CODES	TITLES
	566	Department of Revenue

DECISION ITEM	CODES	TITLES
	5013	Lottery Investigator Vehicles

	Expenditure Items	1st Year Cost	2nd Year Cost
01	Permanent Position Salaries	\$0	\$0
02	Turnover	\$0	\$0
03	Project Position Salaries	\$0	\$0
04	LTE/Misc. Salaries	\$0	\$0
05	Fringe Benefits	\$0	\$0
06	Supplies and Services	\$120,000	\$120,000
07	Permanent Property	\$0	\$0
08	Unallotted Reserve	\$0	\$0
09	Aids to Individuals & Organizations	\$0	\$0
10	Local Assistance	\$0	\$0
11	One-time Financing	\$0	\$0
12	Debt service	\$0	\$0
13	Special Purpose	\$0	\$0
14		\$0	\$0
15		\$0	\$0
16		\$0	\$0
17	TOTAL	\$120,000	\$120,000
18	Project Positions Authorized	0.00	0.00
19	Classified Positions Authorized	0.00	0.00
20	Unclassified Positions Authorized	0.00	0.00

Decision Item by Numeric

2527 Biennial Budget

Department of Revenue

Program	Decision Item/Numeric	1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
	5013 Lottery Investigator Vehicles				
08	Lottery				
	60 General program operations	\$120,000	\$120,000	0.00	0.00
	Lottery Sub Total	\$120,000	\$120,000	0.00	0.00
	Lottery Investigator Vehicles Sub Total	\$120,000	\$120,000	0.00	0.00
	Agency Total	\$120,000	\$120,000	0.00	0.00

Decision Item by Fund Source

2527 Biennial Budget

Department of Revenue

Decision Item/Source of Funds		1st Year Total	2nd Year Total	1st Year FTE	2nd Year FTE
5013 Lottery Investigator Vehicles					
SEG	S	\$120,000	\$120,000	0.00	0.00
Lottery Investigator Vehicles Total		\$120,000	\$120,000	0.00	0.00
Agency Total		\$120,000	\$120,000	0.00	0.00

ACT 201

Proposal under s. 16.42(4)(b): **0% change in each fiscal year**

FY: **FY26**

Agency: **DOR - 566**

Exclude: Federal
Debt Service

Columns A-G were prepopulated for agencies to reflect state operations adjusted base and reductions agreed to by DOA and LFB. See Appendix H for instructions on how to complete these templates.

Proposed \$ and Proposed FTE columns reflect total agency proposed spending and positions for indicated fiscal year. These amounts should include standard budget adjustments (SBAs), any proposed reallocations or reductions to meet the target, and any other requests that the agency would want considered under this proposal.

Appropriations with zero dollars and zero FTEs are not loaded into the template. If you have any questions, contact your SBO analyst.

IF YOUR AGENCY PLANS TO TAKE THE SAME CUTS OVER BOTH YEARS, YOU SHOULD ONLY FILL OUT ONE GRID FOR 0% GROWTH AND ONE GRID FOR 5% REDUCTION, THEN CHANGE "FY26" TO "FY26 AND 27".

Agency	Appropriation		Fund Source	(See Note 1)			Proposed Budget 2025-26		Item Ref	Change from Adj Base		(See Note 2)		Change from Adj Base after Removal of SBAs	
	Alpha	Numeric		\$	FTE	5% Change Target	Proposed \$	Proposed FTE		\$	FTE	\$	FTE	\$	FTE
566	1a	101	GPR	\$74,864,900.00	695.65	\$0	\$73,378,700	657.65		(\$1,486,200)	-38.00	\$1,486,200	38.00	\$0	0.00
566	1g	130	PR	\$3,318,200.00	31.45	\$0	\$3,503,700	31.45		\$185,500	0.00	(\$185,500)	0.00	\$0	0.00
566	1ga	127	PR	\$249,300.00	0.00	\$0	\$249,300	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	1gb	124	PR	\$1,979,000.00	18.10	\$0	\$1,994,500	18.10		\$15,500	0.00	(\$15,500)	0.00	\$0	0.00
566	1gf	135	PR	\$73,000.00	0.15	\$0	\$72,000	0.15		(\$1,000)	0.00	\$1,000	0.00	\$0	0.00
566	1gg	126	PR	\$163,700.00	1.00	\$0	\$182,200	1.00		\$18,500	0.00	(\$18,500)	0.00	\$0	0.00
566	1gi	134	PR	\$1,103,700.00	1.00	\$0	\$1,100,700	1.00		(\$3,000)	0.00	\$3,000	0.00	\$0	0.00
566	1h	132	PR	\$4,023,500.00	30.50	\$0	\$4,037,900	30.50		\$14,400	0.00	(\$14,400)	0.00	\$0	0.00
566	1ha	131	PR	\$1,552,200.00	9.75	\$0	\$1,330,300	9.75		(\$221,900)	0.00	\$221,900	0.00	\$0	0.00
566	1hb	120	PR	\$1,432,300.00	15.00	\$0	\$1,434,400	15.00		\$2,100	0.00	(\$2,100)	0.00	\$0	0.00
566	1hc	139	PR	\$561,200.00	3.00	\$0	\$555,800	3.00		(\$5,400)	0.00	\$5,400	0.00	\$0	0.00
566	1hd	119	PR	\$158,800.00	1.00	\$0	\$165,300	1.00		\$6,500	0.00	(\$6,500)	0.00	\$0	0.00
566	1ho	137	PR	\$41,000.00	0.00	\$0	\$41,000	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	1hp	129	PR	\$27,300.00	0.00	\$0	\$27,300	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	1q	162	SEG	\$286,100.00	1.00	\$0	\$308,900	1.00		\$22,800	0.00	(\$22,800)	0.00	\$0	0.00
566	1qm	165	SEG	\$82,000.00	0.50	\$0	\$84,900	0.50		\$2,900	0.00	(\$2,900)	0.00	\$0	0.00
566	1r	164	SEG	\$18,900.00	0.00	\$0	\$18,900	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	1s	163	SEG	\$108,900.00	1.00	\$0	\$100,900	1.00		(\$8,000)	0.00	\$8,000	0.00	\$0	0.00
566	1u	161	SEG	\$2,036,100.00	15.50	\$0	\$2,050,400	15.50		\$14,300	0.00	(\$14,300)	0.00	\$0	0.00
566	1v	171	SEG	\$667,300.00	4.00	\$0	\$659,900	4.00		(\$7,400)	0.00	\$7,400	0.00	\$0	0.00
566	2a	201	GPR	\$9,224,100.00	91.75	\$0	\$9,802,000	91.75		\$577,900	0.00	(\$577,900)	0.00	\$0	0.00
566	2bm	203	GPR	\$2,496,900.00	1.00	\$0	\$2,545,300	1.00		\$48,400	0.00	(\$48,400)	0.00	\$0	0.00
566	2gb	231	PR	\$1,297,800.00	12.50	\$0	\$1,418,500	12.50		\$120,700	0.00	(\$120,700)	0.00	\$0	0.00
566	2gi	230	PR	\$32,800.00	0.00	\$0	\$32,800	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	2h	232	PR	\$273,500.00	0.00	\$0	\$273,500	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	2hm	234	PR	\$200,800.00	2.00	\$0	\$207,400	2.00		\$6,600	0.00	(\$6,600)	0.00	\$0	0.00
566	2q	261	SEG	\$319,700.00	2.00	\$0	\$288,500	2.00		(\$31,200)	0.00	\$31,200	0.00	\$0	0.00
566	2r	262	SEG	\$353,000.00	2.75	\$0	\$357,500	2.75		\$4,500	0.00	(\$4,500)	0.00	\$0	0.00
566	2s	211	SEG	\$429,200.00	4.00	\$0	\$366,700	4.00		(\$62,500)	0.00	\$62,500	0.00	\$0	0.00
566	3a	301	GPR	\$27,790,700.00	161.75	\$0	\$28,612,700	161.75		\$822,000	0.00	(\$822,000)	0.00	\$0	0.00
566	3a	302	GPR	\$5,082,800.00	0.00	\$0	\$5,082,800	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	3b	304	GPR	\$4,087,100.00	0.00	\$0	\$4,087,100	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	3c	303	GPR	\$63,300.00	0.00	\$0	\$63,300	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	3g	331	PR	\$81,300.00	0.00	\$0	\$81,300	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	3gm	332	PR	\$36,000.00	0.00	\$0	\$36,000	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	3k	325	PR	\$2,887,400.00	0.60	\$0	\$2,903,000	0.60		\$15,600	0.00	(\$15,600)	0.00	\$0	0.00
566	4k	430	PR	\$3,923,000.00	5.95	\$0	\$4,004,600	5.95		\$81,600	0.00	(\$81,600)	0.00	\$0	0.00
566	8b	802	GPR	\$64,366,400.00	0.00	\$0	\$64,366,400	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	8c	803	GPR	\$24,358,400.00	0.00	\$0	\$24,358,400	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	8q	860	SEG	\$21,355,100.00	71.90	\$0	\$21,871,500	71.90		\$516,400	0.00	(\$516,400)	0.00	\$0	0.00

Totals	\$261,406,700.00	1,184.80	\$0	\$262,056,300	1,146.80	\$649,600	-38.00	(\$649,600)	38.00	\$0	0.00
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Note 1: Reduction target must be met within state operations appropriations, but may be allocated across those appropriations and fund sources.

Note 2: Amounts should be SBAs (DINs 3001 - 3011) from agency request multiplied by -1.

Target Reduction = \$0

Difference = \$0

Should equal \$0

Items - Describe proposed changes (excl. SBAs) to reach target or other priorities of agency

- 1
- 2
- 3

ACT 201

Proposal under s. 16.42(4)(b): **5% change in each fiscal year**

FY: **FY26**
 Agency: **DOR - 566**

Exclude: Federal
 Debt Service

Columns A-G were prepopulated for agencies to reflect state operations adjusted base and reductions agreed to by DOA and LFB. See Appendix H for instructions on how to complete these templates.

Proposed \$ and Proposed FTE columns reflect total agency proposed spending and positions for indicated fiscal year. These amounts should include standard budget adjustments (SBAs), any proposed reallocations or reductions to meet the target, and any other requests that the agency would want considered under this proposal.

Appropriations with zero dollars and zero FTEs are not loaded into the template. If you have any questions, contact your SBO analyst.

IF YOUR AGENCY PLANS TO TAKE THE SAME CUTS OVER BOTH YEARS, YOU SHOULD ONLY FILL OUT ONE GRID FOR 0% GROWTH AND ONE GRID FOR 5% REDUCTION, THEN CHANGE "FY26" TO "FY26 AND 27".

Agency	Appropriation		Fund Source	\$	FTE	(See Note 1)	Proposed Budget 2025-26		Item Ref	Change from Adj Base		(See Note 2)		Change from Adj Base after Removal of SBAs	
	Alpha	Numeric				5% Change Target	Proposed \$	Proposed FTE		\$	FTE	\$	FTE	\$	FTE
566	1a	101	GPR	\$74,864,900.00	695.65	(\$3,743,200)	\$70,902,709	637.65	46,47,48	(\$3,962,191)	-58.00	\$1,486,200	38.00	(\$2,475,991)	-20.00
566	1g	130	PR	\$3,318,200.00	31.45	(\$165,900)	\$3,434,700	31.45	23,37	\$116,500	0.00	(\$185,500)	0.00	(\$69,000)	0.00
566	1ga	127	PR	\$249,300.00	0.00	(\$12,500)	\$149,300	0.00	4	(\$100,000)	0.00	\$0	0.00	(\$100,000)	0.00
566	1gb	124	PR	\$1,979,000.00	18.10	(\$99,000)	\$1,873,500	18.10	26,36	(\$105,500)	0.00	(\$15,500)	0.00	(\$121,000)	0.00
566	1gf	135	PR	\$73,000.00	0.15	(\$3,700)	\$72,000	0.15		(\$1,000)	0.00	\$1,000	0.00	\$0	0.00
566	1gg	126	PR	\$163,700.00	1.00	(\$8,200)	\$179,880	1.00	22,27	\$16,180	0.00	(\$18,500)	0.00	(\$2,320)	0.00
566	1gi	134	PR	\$1,103,700.00	1.00	(\$55,200)	\$487,700	1.00	6	(\$616,000)	0.00	\$3,000	0.00	(\$613,000)	0.00
566	1h	132	PR	\$4,023,500.00	30.50	(\$201,200)	\$3,854,900	30.50	28,38	(\$168,600)	0.00	(\$14,400)	0.00	(\$183,000)	0.00
566	1ha	131	PR	\$1,552,200.00	9.75	(\$77,600)	\$1,330,300	9.75		(\$221,900)	0.00	\$221,900	0.00	\$0	0.00
566	1hb	120	PR	\$1,432,300.00	15.00	(\$71,600)	\$1,434,400	15.00		\$2,100	0.00	(\$2,100)	0.00	\$0	0.00
566	1hc	139	PR	\$561,200.00	3.00	(\$28,100)	\$490,300	3.00	39	(\$70,900)	0.00	\$5,400	0.00	(\$65,500)	0.00
566	1hd	119	PR	\$158,800.00	1.00	(\$7,900)	\$165,300	1.00		\$6,500	0.00	(\$6,500)	0.00	\$0	0.00
566	1ho	137	PR	\$41,000.00	0.00	(\$2,100)	\$41,000	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	1hp	129	PR	\$27,300.00	0.00	(\$1,400)	\$22,700	0.00	5	(\$4,600)	0.00	\$0	0.00	(\$4,600)	0.00
566	1q	162	SEG	\$286,100.00	1.00	(\$14,300)	\$303,700	1.00	24,31	\$17,600	0.00	(\$22,800)	0.00	(\$5,200)	0.00
566	1qm	165	SEG	\$82,000.00	0.50	(\$4,100)	\$56,300	0.50	40	(\$25,700)	0.00	(\$2,900)	0.00	(\$28,600)	0.00
566	1r	164	SEG	\$18,900.00	0.00	(\$900)	\$18,900	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	1s	163	SEG	\$108,900.00	1.00	(\$5,400)	\$99,400	1.00	32	(\$9,500)	0.00	\$8,000	0.00	(\$1,500)	0.00
566	1u	161	SEG	\$2,036,100.00	15.50	(\$101,800)	\$2,025,400	15.50	30	(\$10,700)	0.00	(\$14,300)	0.00	(\$25,000)	0.00
566	1v	171	SEG	\$667,300.00	4.00	(\$33,400)	\$659,900	4.00		(\$7,400)	0.00	\$7,400	0.00	\$0	0.00
566	2a	201	GPR	\$9,224,100.00	91.75	(\$461,200)	\$9,434,398	87.45	11,18,21,45,49,50	\$210,298	-4.30	(\$577,900)	0.00	(\$367,602)	-4.30
566	2bm	203	GPR	\$2,496,900.00	1.00	(\$124,800)	\$2,420,600	1.00	15,35	(\$76,300)	0.00	(\$48,400)	0.00	(\$124,700)	0.00
566	2gb	231	PR	\$1,297,800.00	12.50	(\$64,900)	\$1,332,719	11.50	52	\$34,919	-1.00	(\$120,700)	0.00	(\$85,781)	-1.00
566	2gi	230	PR	\$32,800.00	0.00	(\$1,600)	\$31,200	0.00	13	(\$1,600)	0.00	\$0	0.00	(\$1,600)	0.00
566	2h	232	PR	\$273,500.00	0.00	(\$13,700)	\$259,800	0.00	14	(\$13,700)	0.00	\$0	0.00	(\$13,700)	0.00
566	2hm	234	PR	\$200,800.00	2.00	(\$10,000)	(\$2,600)	2.00	12	(\$203,400)	0.00	(\$6,600)	0.00	(\$210,000)	0.00
566	2q	261	SEG	\$319,700.00	2.00	(\$16,000)	\$266,503	1.80	17,51	(\$53,197)	-0.20	\$31,200	0.00	(\$21,997)	-0.20
566	2r	262	SEG	\$353,000.00	2.75	(\$17,700)	\$331,400	2.75	16,33	(\$21,600)	0.00	(\$4,500)	0.00	(\$26,100)	0.00
566	2s	211	SEG	\$429,200.00	4.00	(\$21,500)	\$346,200	4.00	20	(\$83,000)	0.00	\$62,500	0.00	(\$20,500)	0.00
566	3a	301	GPR	\$27,790,700.00	161.75	(\$1,389,500)	\$27,938,418	155.75	25,41~43,53~58	\$147,718	-6.00	(\$822,000)	0.00	(\$674,282)	-6.00
566	3a	302	GPR	\$5,082,800.00	0.00	(\$254,100)	\$4,323,670	0.00	9,10,19,44	(\$759,130)	0.00	\$0	0.00	(\$759,130)	0.00
566	3b	304	GPR	\$4,087,100.00	0.00	(\$204,400)	\$4,087,100	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	3c	303	GPR	\$63,300.00	0.00	(\$3,200)	\$63,300	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	3g	331	PR	\$81,300.00	0.00	(\$4,100)	\$78,200	0.00	3	(\$3,100)	0.00	\$0	0.00	(\$3,100)	0.00
566	3gm	332	PR	\$36,000.00	0.00	(\$1,800)	\$0	0.00	7	(\$36,000)	0.00	\$0	0.00	(\$36,000)	0.00
566	3k	325	PR	\$2,887,400.00	0.60	(\$144,400)	\$2,760,800	0.60	2	(\$126,600)	0.00	(\$15,600)	0.00	(\$142,200)	0.00
566	4k	430	PR	\$3,923,000.00	5.95	(\$196,200)	\$2,700,203	5.95	8,29	(\$1,222,797)	0.00	(\$81,600)	0.00	(\$1,304,397)	0.00
566	8b	802	GPR	\$64,366,400.00	0.00	(\$3,218,300)	\$58,789,100	0.00	1	(\$5,577,300)	0.00	\$0	0.00	(\$5,577,300)	0.00
566	8c	803	GPR	\$24,358,400.00	0.00	(\$1,217,900)	\$24,358,400	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	8q	860	SEG	\$21,355,100.00	71.90	(\$1,067,800)	\$21,864,000	71.90	34	\$508,900	0.00	(\$516,400)	0.00	(\$7,500)	0.00

Totals	\$261,406,700.00	1,184.80	(\$13,070,600)	\$248,985,700	1,115.30	(\$12,421,000)	-69.50	(\$649,600)	38.00	(\$13,070,600)	-31.50
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Note 1: Reduction target must be met within state operations appropriations, but may be allocated across those appropriations and fund sources.

Target Reduction = (\$13,070,600)

Note 2: Amounts should be SBAs (DINs 3001 - 3011) from agency request multiplied by -1.

Difference = (\$0)

Should equal \$0

Items - Describe proposed changes (excl. SBAs) to reach target or other priorities of agency

- 1 Lottery proposal to remove \$5,577,300 in GPR and replace with SEG funds as needed. This decreases fund designated for Propert Tax Relief resulting in a smaller Lottery credit for residential homeowners.
- 2 ESD Operations proposal of reducing \$142,200 Internal service expenses
- 3 ESD Operations proposal of reducing \$3,100 Service expenses
- 4 ESD Operations proposal of reducing \$100,000 supplies and services expenses for Cigaratte Tax Stamps
- 5 IS&E proposal of removing Income Tax checkoff processing expenses since it has been automated within WINPAS.
- 6 IS&E proposal of reducing supplies and services authorized for administering the collection and distribution of city of Milwaukee sales/use tax administration.
- 7 IS&E proposal to remove funding for payment of services related to MN income tax reciprocity and publications.
- 8 IS&E proposal to reduce \$1,207,300 Unclaimed Property supplies and services.
- 9 IS&E proposal to close Edina Office to reduce \$138,475 total supplies and services expenditure. Office closure can lead to loss of in-person collaboration, especially impactful to new employees.
- 10 IS&E proposal to close Glen Ellyn Office to reduce \$82,824 total supplies and services expenditure. Office closure can lead to loss of in-person collaboration, especially impactful to new employees.
- 19 SLF Equalization/Manufacturing and Utility proposal to close Eau Claire office and transition all staff and managers to home-based offices. Office closure may impact local government officials, business owners and other stakeholders in this region dependent on the certification of values and technical guidance produced by this district office.
- 11 SLF proposal to eliminate 2 MFD printers due to increase in electronic documents and correspondence. The cost saving is \$7,610.
- 12 SLF proposal to increase Tax Incremental District (TID) fees.
- 13 SLF proposal to reduce expenditure authority for Municipal Finance Report (MFR) program appropriation that funds periodic services. The risk is if the municipipltiy doesn't reimburse timely there may be a gap between the expenditures and the reimbursement coming in.
- 14 SLF proposal to reduce expenditure authority for municipal reassesemnts program with cost saving of \$13,700. The risk is if the municipality doesn't reimburse timely there would be a gap of cash coming in to offset the expenditure.
- 15 Reduce IPAS/technology processing expenses by \$4,700.
- 16 Reduce the operational supplies and services for SEG appropriation related to lottery credit administration.
- 17 Eliminate the required certified mailing for ad Valorem assessments and bills may require procedure changes and investment by technical staff and contractors.
- 18 Eliminate lottery intern may lead to limitation of completing additional audit and extended time to issue refunds, which results lower level of customer service.
- 20 Reduce Innovation Grant Administration by \$20,500. It will bring risk of insufficient grant administration.
- 21 SLF proposal to reduce the operational supplies and services related to the overall division administration.
- 22 Reduce the budget authority on supplies and services from multiple appropriations including Appr. 126 (Local Taxes Administration), Appr. 130 (County Sales Tax) and Appr. 162 (Economic Dev Surcharge)
- 23 Same as above
- 24 Same as above
- 25 Eliminate 3 Seasonal Limited Term Employees. The elimination will put significant additional workload on existing FTE staff and increase in the time it takes to process Informational returns as well as income tax returns.
- 26 Reduce the budget authority on supplies and services from multiple appropriations including Appr. 124 (Business Tax Registration), Appr. 126 (Admin of Special Taxes), Appr. 132 (Debt Collection), Appr. 430 (Unclaimed Property Admin), Appr. 161 (Motor Fuel Tax), Appr. 162 (Economic Development Surcharge), Appr. 163 (Petroleum Inspection Fee), Appr. 262 (Lottery Gaming Credit Admin) and Appr. 860 (General Program Operations). The reduction would impact the agency's ability to implement new systems and/or projects due to the reduction of funding available for IT related purchases.
- 27 Same as above
- 28 Same as above
- 29 Same as above
- 30 Same as above
- 31 Same as above
- 32 Same as above
- 33 Same as above
- 34 Same as above
- 35 Reduce the budget authority on supplies and services from multiple appropriations including Appr. 203 (IPAS), Appr. 124 (Business Tax Registration), Appr. 130 (Countly Sales Tax), Appr. 132 (Statewide Debt Collection), Appr. 139 (Collections Financial Records Matching), Appr. 165 (Admin Retal Vehicle Fee). Reduced funding put legislative mandates at risk of not being completed on time.
- 36 Same as above
- 37 Same as above
- 38 Same as above
- 39 Same as above
- 40 Same as above
- 41 Eliminate 1 Tax Notes License for \$1,332 savings.
- 42 Eliminate LTE positions
- 43 Eliminate LTE positions
- 44 Reduction of Rent as a result of space consolidation and plans to vacate space on 3rd floor and 2nd of the Rimrock Building in 2025. If rent obligation is not released for the space DOR's vacated, DOR will still owe the rent. The reduction will produce savings of \$435,731 in FY2026 and \$871,461 in FY2027.
- 45 FTE reduction with associated supplies & services. It could affect customer satisfaction.
- 46 Eliminate 38 project positions. It is expected that DOR will lose \$43 millions annually without these revenue generating positions. This would take away from other audit revenues.

- 47 Same as above
- 48 Eliminate 20 vacant Revenue auditor positions for total saving of \$1.6 million. It is expected that DOR will lose \$17.240 million annually without these positions.
- 49 FTE reduction with associated supplies & services. It will result in less services provided which may lead to lower customer satisfaction.
- 50 FTE reduction with associated supplies & services.
- 51 FTE reduction with associated supplies & services.
- 52 FTE reduction with associated supplies & services. This will result in less services provided.
- 53 FTE reduction with associated supplies & services. It will affect the timely completion and delivery of enhancements including legislatively mandated changes to DOR's enterprise applications.
- 54 Same as above
- 55 Same as above
- 56 FTE reduction with associated supplies & services. It will lead to longer problem resolution and request fulfillment which will negatively impact overall productivity, efficiency, and increase the cybersecurity risk of DOR Business Divisions.
- 57 FTE reduction with associated supplies & services. It will cause fewer enhancement requests by DOR divisions and by regulatory requirements be completed in a timely manner thereby affecting DOR operational and processing efficiencies.
- 58 FTE reduction with associated supplies & services.

ACT 201

Proposal under s. 16.42(4)(b): **0% change in each fiscal year**

FY: **FY27**

Agency: **DOR - 566**

Exclude: Federal
Debt Service

Columns A-G were prepopulated for agencies to reflect state operations adjusted base and reductions agreed to by DOA and LFB. See Appendix H for instructions on how to complete these templates.

Proposed \$ and Proposed FTE columns reflect total agency proposed spending and positions for indicated fiscal year. These amounts should include standard budget adjustments (SBAs), any proposed reallocations or reductions to meet the target, and any other requests that the agency would want considered under this proposal.

Appropriations with zero dollars and zero FTEs are not loaded into the template. If you have any questions, contact your SBO analyst.

IF YOUR AGENCY PLANS TO TAKE THE SAME CUTS OVER BOTH YEARS, YOU SHOULD ONLY FILL OUT ONE GRID FOR 0% GROWTH AND ONE GRID FOR 5% REDUCTION, THEN CHANGE "FY26" TO "FY26 AND 27".

Agency	Appropriation		Fund Source	\$	FTE	(See Note 1) 5% Change Target	Proposed Budget 2026-27		Item Ref	Change from Adj Base		(See Note 2) Remove SBAs		Change from Adj Base after Removal of SBAs		
	Alpha	Numeric					Proposed \$	Proposed FTE		\$	FTE	\$	FTE	\$	FTE	
	566	1a					101	GPR		\$74,864,900.00	695.65	\$0	\$72,591,300	657.65		
566	1g	130	PR	\$3,318,200.00	31.45	\$0	\$3,504,500	31.45			\$186,300	0.00	(\$186,300)	0.00	\$0	0.00
566	1ga	127	PR	\$249,300.00	0.00	\$0	\$249,300	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	1gb	124	PR	\$1,979,000.00	18.10	\$0	\$1,994,500	18.10			\$15,500	0.00	(\$15,500)	0.00	\$0	0.00
566	1gf	135	PR	\$73,000.00	0.15	\$0	\$72,000	0.15			(\$1,000)	0.00	\$1,000	0.00	\$0	0.00
566	1gg	126	PR	\$163,700.00	1.00	\$0	\$182,200	1.00			\$18,500	0.00	(\$18,500)	0.00	\$0	0.00
566	1gi	134	PR	\$1,103,700.00	1.00	\$0	\$1,100,700	1.00			(\$3,000)	0.00	\$3,000	0.00	\$0	0.00
566	1h	132	PR	\$4,023,500.00	30.50	\$0	\$4,037,900	30.50			\$14,400	0.00	(\$14,400)	0.00	\$0	0.00
566	1ha	131	PR	\$1,552,200.00	9.75	\$0	\$1,330,300	9.75			(\$221,900)	0.00	\$221,900	0.00	\$0	0.00
566	1hb	120	PR	\$1,432,300.00	15.00	\$0	\$1,434,400	15.00			\$2,100	0.00	(\$2,100)	0.00	\$0	0.00
566	1hc	139	PR	\$561,200.00	3.00	\$0	\$555,800	3.00			(\$5,400)	0.00	\$5,400	0.00	\$0	0.00
566	1hd	119	PR	\$158,800.00	1.00	\$0	\$165,300	1.00			\$6,500	0.00	(\$6,500)	0.00	\$0	0.00
566	1ho	137	PR	\$41,000.00	0.00	\$0	\$41,000	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	1hp	129	PR	\$27,300.00	0.00	\$0	\$27,300	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	1q	162	SEG	\$286,100.00	1.00	\$0	\$308,900	1.00			\$22,800	0.00	(\$22,800)	0.00	\$0	0.00
566	1qm	165	SEG	\$82,000.00	0.50	\$0	\$84,900	0.50			\$2,900	0.00	(\$2,900)	0.00	\$0	0.00
566	1r	164	SEG	\$18,900.00	0.00	\$0	\$18,900	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	1s	163	SEG	\$108,900.00	1.00	\$0	\$100,900	1.00			(\$8,000)	0.00	\$8,000	0.00	\$0	0.00
566	1u	161	SEG	\$2,036,100.00	15.50	\$0	\$2,054,500	15.50			\$18,400	0.00	(\$18,400)	0.00	\$0	0.00
566	1v	171	SEG	\$667,300.00	4.00	\$0	\$659,900	4.00			(\$7,400)	0.00	\$7,400	0.00	\$0	0.00
566	2a	201	GPR	\$9,224,100.00	91.75	\$0	\$9,802,000	91.75			\$577,900	0.00	(\$577,900)	0.00	\$0	0.00
566	2bm	203	GPR	\$2,496,900.00	1.00	\$0	\$2,545,300	1.00			\$48,400	0.00	(\$48,400)	0.00	\$0	0.00
566	2gb	231	PR	\$1,297,800.00	12.50	\$0	\$1,418,500	12.50			\$120,700	0.00	(\$120,700)	0.00	\$0	0.00
566	2gi	230	PR	\$32,800.00	0.00	\$0	\$32,800	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	2h	232	PR	\$273,500.00	0.00	\$0	\$273,500	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	2hm	234	PR	\$200,800.00	2.00	\$0	\$207,400	2.00			\$6,600	0.00	(\$6,600)	0.00	\$0	0.00
566	2q	261	SEG	\$319,700.00	2.00	\$0	\$289,500	2.00			(\$30,200)	0.00	\$30,200	0.00	\$0	0.00
566	2r	262	SEG	\$353,000.00	2.75	\$0	\$357,600	2.75			\$4,600	0.00	(\$4,600)	0.00	\$0	0.00
566	2s	211	SEG	\$429,200.00	4.00	\$0	\$366,700	4.00			(\$62,500)	0.00	\$62,500	0.00	\$0	0.00
566	3a	301	GPR	\$27,790,700.00	161.75	\$0	\$28,612,700	161.75			\$822,000	0.00	(\$822,000)	0.00	\$0	0.00
566	3a	302	GPR	\$5,082,800.00	0.00	\$0	\$5,082,800	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	3b	304	GPR	\$4,087,100.00	0.00	\$0	\$4,087,100	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	3c	303	GPR	\$63,300.00	0.00	\$0	\$63,300	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	3g	331	PR	\$81,300.00	0.00	\$0	\$81,300	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	3gm	332	PR	\$36,000.00	0.00	\$0	\$36,000	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	3k	325	PR	\$2,887,400.00	0.60	\$0	\$2,903,000	0.60			\$15,600	0.00	(\$15,600)	0.00	\$0	0.00
566	4k	430	PR	\$3,923,000.00	5.95	\$0	\$4,006,700	5.95			\$83,700	0.00	(\$83,700)	0.00	\$0	0.00
566	8b	802	GPR	\$64,366,400.00	0.00	\$0	\$64,366,400	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	8c	803	GPR	\$24,358,400.00	0.00	\$0	\$24,358,400	0.00			\$0	0.00	\$0	0.00	\$0	0.00
566	8q	860	SEG	\$21,355,100.00	71.90	\$0	\$21,871,500	71.90			\$516,400	0.00	(\$516,400)	0.00	\$0	0.00

Totals	\$261,406,700.00	1,184.80	\$0	\$261,277,000	1,146.80	(\$129,700)	-38.00	\$129,700	38.00	\$0	0.00
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Note 1: Reduction target must be met within state operations appropriations, but may be allocated across those appropriations and fund sources.

Note 2: Amounts should be SBAs (DINs 3001 - 3011) from agency request multiplied by -1.

Target Reduction = \$0

Difference = \$0

Should equal \$0

Items - Describe proposed changes (excl. SBAs) to reach target or other priorities of agency

- 1
- 2
- 3

ACT 201

Proposal under s. 16.42(4)(b): **5% change in each fiscal year**

FY: **FY27**
 Agency: **DOR - 566**

Exclude: Federal
 Debt Service

Columns A-G were prepopulated for agencies to reflect state operations adjusted base and reductions agreed to by DOA and LFB. See Appendix H for instructions on how to complete these templates.

Proposed \$ and Proposed FTE columns reflect total agency proposed spending and positions for indicated fiscal year. These amounts should include standard budget adjustments (SBAs), any proposed reallocations or reductions to meet the target, and any other requests that the agency would want considered under this proposal.

Appropriations with zero dollars and zero FTEs are not loaded into the template. If you have any questions, contact your SBO analyst.

IF YOUR AGENCY PLANS TO TAKE THE SAME CUTS OVER BOTH YEARS, YOU SHOULD ONLY FILL OUT ONE GRID FOR 0% GROWTH AND ONE GRID FOR 5% REDUCTION, THEN CHANGE "FY26" TO "FY26 AND 27".

Agency	Appropriation		Fund Source	\$	FTE	(See Note 1)	Proposed Budget 2026-27			Change from Adj Base		(See Note 2)		Change from Adj Base after Removal of SBAs	
	Alpha	Numeric				5% Change Target	Proposed \$	Proposed FTE	Item Ref	\$	FTE	\$	FTE	\$	FTE
566	1a	101	GPR	\$74,864,900.00	695.65	(\$3,743,200)	\$70,944,294	637.65	46,47,48	(\$3,920,606)	-58.00	\$2,273,600	38.00	(\$1,647,006)	-20.00
566	1g	130	PR	\$3,318,200.00	31.45	(\$165,900)	\$3,435,500	31.45	23,37	\$117,300	0.00	(\$186,300)	0.00	(\$69,000)	0.00
566	1ga	127	PR	\$249,300.00	0.00	(\$12,500)	\$149,300	0.00	4	(\$100,000)	0.00	\$0	0.00	(\$100,000)	0.00
566	1gb	124	PR	\$1,979,000.00	18.10	(\$99,000)	\$1,873,500	18.10	26,36	(\$105,500)	0.00	(\$15,500)	0.00	(\$121,000)	0.00
566	1gf	135	PR	\$73,000.00	0.15	(\$3,700)	\$72,000	0.15		(\$1,000)	0.00	\$1,000	0.00	\$0	0.00
566	1gg	126	PR	\$163,700.00	1.00	(\$8,200)	\$179,880	1.00	22,27	\$16,180	0.00	(\$18,500)	0.00	(\$2,320)	0.00
566	1gi	134	PR	\$1,103,700.00	1.00	(\$55,200)	\$487,700	1.00	6	(\$616,000)	0.00	\$3,000	0.00	(\$613,000)	0.00
566	1h	132	PR	\$4,023,500.00	30.50	(\$201,200)	\$3,854,900	30.50	28,38	(\$168,600)	0.00	(\$14,400)	0.00	(\$183,000)	0.00
566	1ha	131	PR	\$1,552,200.00	9.75	(\$77,600)	\$1,330,300	9.75		(\$221,900)	0.00	\$221,900	0.00	\$0	0.00
566	1hb	120	PR	\$1,432,300.00	15.00	(\$71,600)	\$1,434,400	15.00		\$2,100	0.00	(\$2,100)	0.00	\$0	0.00
566	1hc	139	PR	\$561,200.00	3.00	(\$28,100)	\$490,300	3.00	39	(\$70,900)	0.00	\$5,400	0.00	(\$65,500)	0.00
566	1hd	119	PR	\$158,800.00	1.00	(\$7,900)	\$165,300	1.00		\$6,500	0.00	(\$6,500)	0.00	\$0	0.00
566	1ho	137	PR	\$41,000.00	0.00	(\$2,100)	\$41,000	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	1hp	129	PR	\$27,300.00	0.00	(\$1,400)	\$22,700	0.00	5	(\$4,600)	0.00	\$0	0.00	(\$4,600)	0.00
566	1q	162	SEG	\$286,100.00	1.00	(\$14,300)	\$303,700	1.00	24,31	\$17,600	0.00	(\$22,800)	0.00	(\$5,200)	0.00
566	1qm	165	SEG	\$82,000.00	0.50	(\$4,100)	\$56,300	0.50	40	(\$25,700)	0.00	(\$2,900)	0.00	(\$28,600)	0.00
566	1r	164	SEG	\$18,900.00	0.00	(\$900)	\$18,900	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	1s	163	SEG	\$108,900.00	1.00	(\$5,400)	\$99,400	1.00	32	(\$9,500)	0.00	\$8,000	0.00	(\$1,500)	0.00
566	1u	161	SEG	\$2,036,100.00	15.50	(\$101,800)	\$2,029,500	15.50	30	(\$6,600)	0.00	(\$18,400)	0.00	(\$25,000)	0.00
566	1v	171	SEG	\$667,300.00	4.00	(\$33,400)	\$659,900	4.00		(\$7,400)	0.00	\$7,400	0.00	\$0	0.00
566	2a	201	GPR	\$9,224,100.00	91.75	(\$461,200)	\$9,434,396	87.45	11,18,21,45,49,50	\$210,296	-4.30	(\$577,900)	0.00	(\$367,604)	-4.30
566	2bm	203	GPR	\$2,496,900.00	1.00	(\$124,800)	\$2,420,600	1.00	15,35	(\$76,300)	0.00	(\$48,400)	0.00	(\$124,700)	0.00
566	2gb	231	PR	\$1,297,800.00	12.50	(\$64,900)	\$1,332,718	11.50	52	\$34,918	-1.00	(\$120,700)	0.00	(\$85,782)	-1.00
566	2gi	230	PR	\$32,800.00	0.00	(\$1,600)	\$31,200	0.00	13	(\$1,600)	0.00	\$0	0.00	(\$1,600)	0.00
566	2h	232	PR	\$273,500.00	0.00	(\$13,700)	\$259,800	0.00	14	(\$13,700)	0.00	\$0	0.00	(\$13,700)	0.00
566	2hm	234	PR	\$200,800.00	2.00	(\$10,000)	(\$2,600)	2.00	12	(\$203,400)	0.00	(\$6,600)	0.00	(\$210,000)	0.00
566	2q	261	SEG	\$319,700.00	2.00	(\$16,000)	\$267,503	1.80	17,51	(\$52,197)	-0.20	\$30,200	0.00	(\$21,997)	-0.20
566	2r	262	SEG	\$353,000.00	2.75	(\$17,700)	\$331,500	2.75	16,33	(\$21,500)	0.00	(\$4,600)	0.00	(\$26,100)	0.00
566	2s	211	SEG	\$429,200.00	4.00	(\$21,500)	\$346,200	4.00	20	(\$83,000)	0.00	\$62,500	0.00	(\$20,500)	0.00
566	3a	301	GPR	\$27,790,700.00	161.75	(\$1,389,500)	\$27,938,413	155.75	25,41~43,53~58	\$147,713	-6.00	(\$822,000)	0.00	(\$674,287)	-6.00
566	3a	302	GPR	\$5,082,800.00	0.00	(\$254,100)	\$3,887,940	0.00	9,10,19,44	(\$1,194,860)	0.00	\$0	0.00	(\$1,194,860)	0.00
566	3b	304	GPR	\$4,087,100.00	0.00	(\$204,400)	\$4,087,100	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	3c	303	GPR	\$63,300.00	0.00	(\$3,200)	\$63,300	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	3g	331	PR	\$81,300.00	0.00	(\$4,100)	\$78,200	0.00	3	(\$3,100)	0.00	\$0	0.00	(\$3,100)	0.00
566	3gm	332	PR	\$36,000.00	0.00	(\$1,800)	\$0	0.00	7	(\$36,000)	0.00	\$0	0.00	(\$36,000)	0.00
566	3k	325	PR	\$2,887,400.00	0.60	(\$144,400)	\$2,510,800	0.60	2	(\$376,600)	0.00	(\$15,600)	0.00	(\$392,200)	0.00
566	4k	430	PR	\$3,923,000.00	5.95	(\$196,200)	\$2,659,056	5.95	8,29	(\$1,263,944)	0.00	(\$83,700)	0.00	(\$1,347,644)	0.00
566	8b	802	GPR	\$64,366,400.00	0.00	(\$3,218,300)	\$58,689,100	0.00	1	(\$5,677,300)	0.00	\$0	0.00	(\$5,677,300)	0.00
566	8c	803	GPR	\$24,358,400.00	0.00	(\$1,217,900)	\$24,358,400	0.00		\$0	0.00	\$0	0.00	\$0	0.00
566	8q	860	SEG	\$21,355,100.00	71.90	(\$1,067,800)	\$21,864,000	71.90	34	\$508,900	0.00	(\$516,400)	0.00	(\$7,500)	0.00

Totals	\$261,406,700.00	1,184.80	(\$13,070,600)	\$248,206,400	1,115.30	(\$13,200,300)	-69.50	\$129,700	38.00	(\$13,070,600)	-31.50
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Note 1: Reduction target must be met within state operations appropriations, but may be allocated across those appropriations and fund sources.

Target Reduction = (\$13,070,600)

Note 2: Amounts should be SBAs (DINs 3001 - 3011) from agency request multiplied by -1.

Difference = (\$0)

Should equal \$0

Items - Describe proposed changes (excl. SBAs) to reach target or other priorities of agency

- 1 Lottery proposal to remove \$5,677,300 in GPR and replace with SEG funds as needed. This decreases fund designated for Propert Tax Relief resulting in a smaller Lottery credit for residential homeowners.
- 2 ESD Operations proposal of reducing \$392,200 Internal service expenses
- 3 ESD Operations proposal of reducing \$3,100 Service expenses
- 4 ESD Operations proposal of reducing \$100,000 supplies and services expenses for Cigaratte Tax Stamps
- 5 IS&E proposal of removing Income Tax checkoff processing expenses since it has been automated within WINPAS.
- 6 IS&E proposal of reducing supplies and services authorized for administering the collection and distribution of city of Milwaukee sales/use tax administration.
- 7 IS&E proposal to remove funding for payment of services related to MN income tax reciprocity and publications.
- 8 IS&E proposal to reduce \$1,207,300 Unclaimed Property supplies and services.
- 9 IS&E proposal to close Edina Office to reduce \$138,475 total supplies and services expenditure. Office closure can lead to loss of in-person collaboration, especially impactful to new employees.
- 10 IS&E proposal to close Glen Ellyn Office to reduce \$82,824 total supplies and services expenditure. Office closure can lead to loss of in-person collaboration, especially impactful to new employees.
- 19 SLF Equalization/Manufacturing and Utility proposal to close Eau Claire office and transition all staff and managers to home-based offices. Office closure may impact local government officials, business owners and other stakeholders in this region dependent on the certification of values and technical guidance produced by this district office.
- 11 SLF proposal to eliminate 2 MFD printers due to increase in electronic documents and correspondence. The cost saving is \$7,610.
- 12 SLF proposal to increase Tax Incremental District (TID) fees.
- 13 SLF proposal to reduce expenditure authority for Municipal Finance Report (MFR) program appropriation that funds periodic services. The risk is if the municipipltiy doesn't reimburse timely there may be a gap between the expenditures and the reimbursement coming in.
- 14 SLF proposal to reduce expenditure authority for municipal reassesemnts program with cost saving of \$13,700. The risk is if the municipality doesn't reimburse timely there would be a gap of cash coming in to offset the expenditure.
- 15 Reduce IPAS/technology processing expenses by \$4,700.
- 16 Reduce the operational supplies and services for SEG appropriation related to lottery credit administration.
- 17 Eliminate the required certified mailing for ad Valorem assessments and bills may require procedure changes and investment by technical staff and contractors.
- 18 Eliminate lottery intern may lead to limitation of completing additional audit and extended time to issue refunds, which results lower level of customer service.
- 20 Reduce Innovation Grant Administration by \$20,500. It will bring risk of insufficient grant administration.
- 21 SLF proposal to reduce the operational supplies and services related to the overall division administration.
- 22 Reduce the budget authority on supplies and services from multiple appropriations including Appr. 126 (Local Taxes Administration), Appr. 130 (County Sales Tax) and Appr. 162 (Economic Dev Surcharge)
- 23 Same as above
- 24 Same as above
- 25 Eliminate 3 Seasonal Limited Term Employees. The elimination will put significant additional workload on existing FTE staff and increase in the time it takes to process Informational returns as well as income tax returns.
- 26 Reduce the budget authority on supplies and services from multiple appropriations including Appr. 124 (Business Tax Registration), Appr. 126 (Admin of Special Taxes), Appr. 132 (Debt Collection), Appr. 430 (Unclaimed Property Admin), Appr. 161 (Motor Fuel Tax), Appr. 162 (Economic Development Surcharge), Appr. 163 (Petroleum Inspection Fee), Appr. 262 (Lottery Gaming Credit Admin) and Appr. 860 (General Program Operations). The reduction would impact the agency's ability to implement new systems and/or projects due to the reduction of funding available for IT related purchases.
- 27 Same as above
- 28 Same as above
- 29 Same as above
- 30 Same as above
- 31 Same as above
- 32 Same as above
- 33 Same as above
- 34 Same as above
- 35 Reduce the budget authority on supplies and services from multiple appropriations including Appr. 203 (IPAS), Appr. 124 (Business Tax Registration), Appr. 130 (Countly Sales Tax), Appr. 132 (Statewide Debt Collection), Appr. 139 (Collections Financial Records Matching), Appr. 165 (Admin Retal Vehicle Fee). Reduced funding put legislative mandates at risk of not being completed on time.
- 36 Same as above
- 37 Same as above
- 38 Same as above
- 39 Same as above
- 40 Same as above
- 41 Eliminate 1 Tax Notes License for \$1,332 savings.
- 42 Eliminate LTE positions
- 43 Eliminate LTE positions
- 44 Reduction of Rent as a result of space consolidation and plans to vacate space on 3rd floor and 2nd of the Rimrock Building in 2025. If rent obligation is not released for the space DOR's vacated, DOR will still owe the rent. The reduction will produce savings of \$435,731 in FY2026 and \$871,461 in FY2027.
- 45 FTE reduction with associated supplies & services. It could affect customer satisfaction.
- 46 Not applicable for FY2027

- 47 Not applicable for FY2027
- 48 Eliminate 20 vacant Revenue auditor positions for total saving of \$1.6 million. It is expected that DOR will lose \$17.240 million annually without these positions.
- 49 FTE reduction with associated supplies & services. It will result in less services provided which may lead to lower customer satisfaction.
- 50 FTE reduction with associated supplies & services.
- 51 FTE reduction with associated supplies & services.
- 52 FTE reduction with associated supplies & services. This will result in less services provided.
- 53 FTE reduction with associated supplies & services. It will affect the timely completion and delivery of enhancements including legislatively mandated changes to DOR's enterprise applications.
- 54 Same as above
- 55 Same as above
- 56 FTE reduction with associated supplies & services. It will lead to longer problem resolution and request fulfillment which will negatively impact overall productivity, efficiency, and increase the cybersecurity risk of DOR Business Divisions.
- 57 FTE reduction with associated supplies & services. It will cause fewer enhancement requests by DOR divisions and by regulatory requirements be completed in a timely manner thereby affecting DOR operational and processing efficiencies.
- 58 FTE reduction with associated supplies & services.