Fiscal Estimate - 2003 Session

Original Updated	Corrected St	upplemental			
LRB Number 03-4209/1	Introduction Number AB-9	01			
Subject Allow counties to participate in municipal revenu	ue sharing				
Fiscal Effect					
Appropriations Reve	ease Existing enues lease Existing enues lease Existing enues lease Existing locrease Costs lease Existing locrease Costs	v be possible to v's budget \tag{\tag{No}}			
Permissive Mandatory Perm 2. Decrease Costs 4. Decre Permissive Mandatory Permi	5.Types of Local Govern ase Revenue issive Mandatory ease Revenue issive Mandatory issive Mandatory	age 🛛 Cities			
Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS					
Agency/Prepared By	Authorized Signature	Date			
DOR/ Daniel Huegel (608) 266-5705	Dennis Collier (608) 266-5773				

Fiscal Estimate Narratives DOR 2/24/2004

LRB Number 03-4209/1	Introduction Number	AB-901	Estimate Type	Original	
Subject					
Allow counties to participate in municipal revenue sharing					

Assumptions Used in Arriving at Fiscal Estimate

Under current law, any municipality (town, village, or city) may enter into an agreement to share revenues from taxes or special charges with another municipality or with a federally recognized American Indian tribe or band. Municipalities that wish to enter into a revenue sharing agreement must be contiguous. The agreements must also: (a) be for a minimum of 10 years, (b) describe the boundaries of the area in which revenues will be shared, (c) describe how the revenues to be shared are calculated, (d) specify the dates on which payments will be made, and (e) specify how the agreement may be allowed to terminate after the initial 10 year term.

Under the bill, counties would be added to the list of governmental units allowed to enter into revenue sharing agreements. Current restrictions on whom a governmental unit can enter an agreement with and requirements on what the agreements must contain will apply to counties.

Since municipalities are not required to register revenue sharing agreements with the department, it is unknown how many of these agreements are in existence or how much revenue is being shared. It is therefore not possible to reasonably estimate the additional revenue that could be shared if counties are also permitted to enter into such agreements..

Long-Range Fiscal Implications