Fiscal Estimate - 2003 Session

×	Original		Updated		Corrected		Supplemental ·		
LRB	Number	03-2651/1		Intro	duction Nu	mber SI	B-216		
Subject									
Proper	Property tax exemption for restaurant kitchen equipment								
Fiscal	Effect								
	No State Fiscondeterminate Increase E Appropriat Decrease Appropriat Create Ne	e Existing tions Existing	Revenu Decrea Revenu	se Existing	to a	rease Costs - absorb within Yes crease Costs	- May be possible agency's budget \textsquare No		
	Indeterminate I. Increase Permiss Z. Decrease Permiss	e Costs sive	3. Increasery Permiss 4. Decrease	sive Man	Gov Idatory	Counties 🔲	s Affected Village Cities Others WTCS Districts		
Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS Conservation Fund (State forestry taxes)									
Agenc	y/Prepared I	Зу	Αι	uthorized S	Signature		Date		
DOR/ F	Rebecca Bold	lt (608) 266-678	35 De	nnis Collie	r (608) 266-57	7 3	8/19/2003		

Fiscal Estimate Narratives DOR 8/20/2003

LRB Number 03-2651/1	Introduction Number	SB-216	Estimate Type	Original					
Subject									
Property tax exemption for restaurant kitchen equipment									

Assumptions Used in Arriving at Fiscal Estimate

The bill exempts machinery and equipment used primarily in the operation of a restaurant's kitchen to prepare or serve food or beverages, regardless of whether the machinery or equipment is attached to real property.

Based on a survey of property assessors on the value of restaurant machinery and equipment and U.S. Census data on the number of eating and drinking places in Wisconsin, it is assumed that the bill would exempt restaurant machinery and equipment valued at approximately \$225 million statewide. Using the 2002/03 statewide average net effective property tax rate of \$20.56 per \$1,000 of full value, the bill would result in an estimated tax shift of \$4.6 million [\$225 million x .02056] from owners of restaurant machinery and equipment to other taxable property.

The bill would result in a decrease of approximately \$45,000 in state forestry taxes.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2003 Session

Detailed Estimate of Annual Fiscal Effect

	Original		Updated			Correcte	ed	- N	Supplemental	
LRB Number 03-2651/1					Introduction Number SB-216					
Proper	Subject Property tax exemption for restaurant kitchen equipment									
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):										
II. Ann	ualized Cos	its:			Annualized Fiscal Impact on funds from:					
					Increased Costs Decreased Co					
	te Costs by		·							
	***	- Salaries an	d Fringes				\$			
	Position Ch									
		- Other Costs	3							
	al Assistance									
		s or Organiza								
		Costs by Cat					\$		\$	
		Source of Fu	nds							
GPR										
FED										
)/PRS									
	S/SEG-S									
III. Sta revenu	III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, ets.)									
CDD	R Taxes					Increase			Decreased Rev	
	· · · · · · · · · · · · · · · · · · ·						\$		\$	
	Earned					· · · · · · · · · · · · · · · · · · ·				
FED										
	PRS	· · ·								
	/SEG-S (Cor								-45,000	
110	OTAL State F						\$		\$-45,000	
NET ANNUALIZED FISCAL IMPACT										
· · · · · · ·									Local	
	NET CHANGE IN COSTS							\$		
NET CHANGE IN REVENUE						\$-4	5,000	·	\$	
Agency/Prepared By Authorized Signature Date										
				ennis Collier (608) 266-5773			Date			
DOR/ Rebecca Boldt (608) 266-6785 Den				nnis Collie	er (608) 26	6-5773		8/19/2003		