

Fiscal Estimate - 2003 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 03-3266/3	Introduction Number SB-261
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Subject
 Tax credit for new business venture; capital gains tax deferral and exclusion

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate

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

<input type="checkbox"/> No Local Government Costs <input checked="" type="checkbox"/> Indeterminate	5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts	1. <input type="checkbox"/> Increase Costs 3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory
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Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

Agency/Prepared By UWS/ Leslie Perelman (608) 262-5850	Authorized Signature Freda Harris (608) 263-5679	Date 9/23/2003
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Fiscal Estimate Narratives

UWS 9/24/2003

LRB Number 03-3266/3	Introduction Number SB-261	Estimate Type Original
Subject Tax credit for new business venture; capital gains tax deferral and exclusion		

Assumptions Used in Arriving at Fiscal Estimate

While this bill primarily creates an income and franchise tax credit for investments in new business ventures, there is also a portion of this bill which affects the University of Wisconsin System. The bill requires the Department of Commerce, in cooperation with the Department of Financial Institutions and the University of Wisconsin System, annually to conduct and publish the results of a study of Wisconsin businesses to determine new business formation trends and identify obstacles faced by new Wisconsin businesses and areas where changes in governmental policy may satisfy the needs of new Wisconsin businesses. In addition, the bill requires the Department of Commerce, in cooperation with the above two listed agencies, to provide education and other support to facilitate the development of networks of investors that review new businesses or proposed new businesses for potential investment. The University of Wisconsin System believes that assistance would most likely be provided by either the University of Wisconsin-Extension Small Business Development Center or any or all of the Schools of Business, it cannot be determined at present the level of involvement that the Department of Commerce would require in these undertakings.

Long-Range Fiscal Implications