

### Fiscal Estimate - 2005 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>05-1404/2</b>	<b>Introduction Number</b> <b>AB-662</b>
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**Subject**  
 Study of impact on local government of removing land from the tax rolls

**Fiscal Effect**

**State:**

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

**Local:**

<input checked="" type="checkbox"/> No Local Government Costs	<input type="checkbox"/> Indeterminate	<b>5. Types of Local Government Units Affected</b>		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	<input type="checkbox"/> Towns	<input type="checkbox"/> Village	<input type="checkbox"/> Cities
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Counties	<input type="checkbox"/> Others	
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	<input type="checkbox"/> School Districts	<input type="checkbox"/> WTCS Districts	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory			

<b>Fund Sources Affected</b>	<b>Affected Ch. 20 Appropriations</b>
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

<b>Agency/Prepared By</b> DOR/ Daniel Huegel (608) 266-5705	<b>Authorized Signature</b> Paul Ziegler (608) 266-5773	<b>Date</b> 9/21/2005
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## Fiscal Estimate Narratives

DOR 9/21/2005

LRB Number	05-1404/2	Introduction Number	AB-662	Estimate Type	Original
<b>Subject</b>					
Study of impact on local government of removing land from the tax rolls					

### Assumptions Used in Arriving at Fiscal Estimate

The bill requires the Departments of Administration and Revenue to conduct a study of the impact on local government of removing large amounts of land from the tax rolls for public purposes and methods by which local governments may be compensated for this loss of tax base. The departments are directed to concentrate on those parts of the state in which public land is a majority of the land within a taxation jurisdiction (generally defined as a municipality, county, school district, technical college district, lake district, town sanitary district, or metropolitan sewerage district).

The departments are directed to consider changes to the shared revenue formula as a means of compensating local governments for the loss in tax base. The departments are also directed to consider basing compensation on a value that is more than the undeveloped value of the land.

The potential cost to the state of enacting new means of compensating local governments for public lands would depend on how such land is valued and how any aid is calculated, and is not determinable until the study is completed.

The Department of Revenue's costs for the study can be absorbed within current resources.

### Long-Range Fiscal Implications