

Fiscal Estimate - 2011 Session

Original
 Updated
 Corrected
 Supplemental

| | |
|---|---|
| LRB Number 11-0933/1 | Introduction Number AB-0005 |
| Description The dairy and livestock farm investment credits | |
| Fiscal Effect | |
| State: <input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Increase Existing Revenues <input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Decrease Existing Appropriations <input checked="" type="checkbox"/> Decrease Existing Revenues <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <input type="checkbox"/> Decrease Costs | |
| Local: <input type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate 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 | |
| Fund Sources Affected Affected Ch. 20 Appropriations <input checked="" 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 DOR/ Michael Oakleaf (608) 261-5173 | Authorized Signature Rebecca Boldt (608) 266-6785 |
| Date 1/25/2011 | |

Fiscal Estimate Narratives

DOR 1/25/2011

| | | | | | |
|---|------------------|---------------------|----------------|---------------|-----------------|
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| Description The dairy and livestock farm investment credits | | | | | |

Assumptions Used in Arriving at Fiscal Estimate

Under current law, a taxpayer may claim an income and franchise tax credit for amounts paid for dairy or livestock farm modernization and expansion for taxable years beginning after December 31, 2003 and before January 1, 2012. This bill extends the credit to taxable years beginning before January 1, 2017.

Fiscal Estimate

Based on a review of individual and corporate tax returns that claimed the credit, the bill would result in a reduction in revenue of an estimated \$1.2 million in FY 2013 and \$2.7 million in FY 2014. Because of the large credit carryforwards relative to credit amounts claimed, it is estimated that the bulk of the fiscal effect from the bill be experienced in fiscal years 2019 through 2028.

Long-Range Fiscal Implications

The bill would result in estimated revenue reductions of the following amounts:

FY 2015: \$4.1 million
FY 2016: \$5.6 million
FY 2017: \$6.5 million
FY 2018: \$7.9 million
FY 2019: \$9.4 million
FY 2020: \$10.8 million
FY 2021: \$12.8 million
FY 2022: \$12.8 million
FY 2023: \$10.8 million
FY 2024: \$9.4 million
FY 2025: \$7.9 million
FY 2026: \$6.5 million
FY 2027: \$5.0 million
FY 2028: \$1.9 million

Fiscal Estimate Worksheet - 2011 Session

Detailed Estimate of Annual Fiscal Effect

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| | | | |
|--|---------------|--|-----------------|
| LRB Number 11-0933/1 | | Introduction Number AB-0005 | |
| Description The dairy and livestock farm investment credits | | | |
| I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): | | | |
| II. Annualized Costs: | | Annualized Fiscal Impact on funds from: | |
| | | Increased Costs | Decreased Costs |
| A. State Costs by Category | | | |
| State Operations - Salaries and Fringes | \$ | | \$ |
| (FTE Position Changes) | | | |
| State Operations - Other Costs | | | |
| Local Assistance | | | |
| Aids to Individuals or Organizations | | | |
| TOTAL State Costs by Category | \$ | | \$ |
| B. State Costs by Source of Funds | | | |
| GPR | | | |
| FED | | | |
| PRO/PRS | | | |
| SEG/SEG-S | | | |
| III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, ets.) | | | |
| | Increased Rev | | Decreased Rev |
| GPR Taxes | \$ | | \$ |
| GPR Earned | | | |
| FED | | | |
| PRO/PRS | | | |
| SEG/SEG-S | | | |
| TOTAL State Revenues | \$ | | \$ |
| NET ANNUALIZED FISCAL IMPACT | | | |
| | <u>State</u> | | <u>Local</u> |
| NET CHANGE IN COSTS | \$ | | \$ |
| NET CHANGE IN REVENUE | \$See Text | | \$ |
| Agency/Prepared By | | Authorized Signature | |
| DOR/ Michael Oakleaf (608) 261-5173 | | Rebecca Boldt (608) 266-6785 | |
| | | Date | |
| | | 1/25/2011 | |