

Fiscal Estimate Narratives

COMM 7/12/2011

LRB Number 11-2177/1	Introduction Number AB-0191	Estimate Type Original
Description The Wisconsin Small Company Advancement program, requiring the Wisconsin Economic Development Corporation to issue bonds and notes to raise capital for investment by venture capital funds in Wisconsin businesses, allowing refunds for the early stage seed and angel investment tax credits, authorizing positions for the University of Wisconsin, and making appropriations.		

Assumptions Used in Arriving at Fiscal Estimate

The bill requires the Wisconsin Economic Development Corporation (WEDC) to issue bonds and notes to raise not more than \$100,000,000 for investment in Wisconsin businesses on behalf of the corporation by up to ten venture capital funds.

In order to administer this program, WEDC will require three positions:

Program Manager (Bonds expert):

Salary: \$100,000

Fringe: \$49,000

Supplies: \$20,000

2 Venture Capital Specialists:

Salary: \$160,000

Fringe: \$79,000

Supplies: \$26,000

Total: \$434,000

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2011 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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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	\$388,000	\$
	(FTE Position Changes)		
	State Operations - Other Costs	46,000	
	Local Assistance		
	Aids to Individuals or Organizations		
	TOTAL State Costs by Category	\$434,000	\$
B. State Costs by Source of Funds			
	GPR	434,000	
	FED		
	PRO/PRS		
	SEG/SEG-S	0	
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
		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		\$434,000	\$
NET CHANGE IN REVENUE		\$	\$
Agency/Prepared By		Authorized Signature	Date
COMM/ Tarna Gahan-Hunter (608) 267-9382		Louie Cornelius (608) 266-8629	7/12/2011