

### Fiscal Estimate - 2013 Session

Original     
  Updated     
  Corrected     
  Supplemental

LRB Number <b>13-1600/1</b>	Introduction Number <b>SB-053</b>
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**Description**  
 Entrepreneurial tax credit access grants

**Fiscal Effect**

**State:**

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

**Local:**

- |                                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                                                                                  |                                                                                                                                                                                                                                                                                                                       |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <input type="checkbox"/> No Local Government Costs<br><input type="checkbox"/> Indeterminate<br>1. <input type="checkbox"/> Increase Costs<br><input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory<br>2. <input type="checkbox"/> Decrease Costs<br><input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory | 3. <input type="checkbox"/> Increase Revenue<br><input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory<br>4. <input type="checkbox"/> Decrease Revenue<br><input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory | 5. Types of Local Government Units Affected<br><input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities<br><input type="checkbox"/> Counties <input type="checkbox"/> Others <u>  0  </u><br><input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

**Fund Sources Affected**

- GPR  
  FED  
  PRO  
  PRS  
  SEG  
  SEGS

**Affected Ch. 20 Appropriations**

<b>Agency/Prepared By</b> DOR/ Bradley Caruth (608) 261-8984	<b>Authorized Signature</b> John Koskinen (608) 267-8973	<b>Date</b> 4/1/2013
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## Fiscal Estimate Narratives

DOR 4/1/2013

LRB Number	<b>13-1600/1</b>	Introduction Number	<b>SB-053</b>	Estimate Type	<b>Original</b>
<b>Description</b> Entrepreneurial tax credit access grants					

### Assumptions Used in Arriving at Fiscal Estimate

Under this bill, the Wisconsin Economic Development Corporation (WEDC) may award grants to individuals who wish to secure financing to make expenditures that would qualify for a tax credit. A person who receives a grant to secure financing for making an expenditure that would qualify for a tax credit may not claim a credit for that expenditure.

The non-refundable credits that may not be claimed are the economic development tax credit, technology zones credit, and the dairy and livestock farm investment credit. Refundable credits that may not be claimed are the dairy manufacturing facility investment credit, meat processing facility investment credit, woody biomass harvesting and processing credit, or food processing plant and food warehouse investment credit. WEDC certifies claimants for the economic development and technology zones credit. The Department of Agriculture, Trade, and Consumer Protection (DATCP) certifies claimants for the dairy manufacturing facility investment credit, meat processing facility investment credit, woody biomass harvesting and processing credit, and food processing plant and food warehouse investment credits.

Aggregate refundable credit claims and aggregate credits allocated by WEDC and DATCP are unlikely to be impacted by the grants under this bill. In the case of refundable credits, the credit would exceed the grant amount, so individuals would be unlikely to opt for the grant. In the case of allocated credits, WEDC and DATCP would be able to allocate the credit to another claimant instead. The dairy and livestock farm investment credit may be impacted, since it is neither refundable nor allocated by WEDC. The impact of the grants on the dairy and livestock farm investment credit is unknown, but to the extent that claimants otherwise eligible for the credit instead receive the grant, aggregate new claims for the credit would be reduced.

### Long-Range Fiscal Implications

## Fiscal Estimate Worksheet - 2013 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
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  Supplemental

<b>LRB Number</b> 13-1600/1		<b>Introduction Number</b> SB-053	
<b>Description</b> Entrepreneurial tax credit access grants			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>			
<b>II. Annualized Costs:</b>		<b>Annualized Fiscal Impact on funds from:</b>	
		Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>			
State Operations - Salaries and Fringes	\$		\$
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
<b>TOTAL State Costs by Category</b>	<b>\$</b>		<b>\$</b>
<b>B. State Costs by Source of Funds</b>			
GPR			
FED			
PRO/PRS			
SEG/SEG-S			
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</b>			
	Increased Rev		Decreased Rev
GPR Taxes	\$		\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
<b>TOTAL State Revenues</b>	<b>\$</b>		<b>\$</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>			
	<u>State</u>		<u>Local</u>
NET CHANGE IN COSTS	\$		\$
NET CHANGE IN REVENUE	\$		\$
<b>Agency/Prepared By</b>			
DOR/ Bradley Caruth (608) 261-8984		<b>Authorized Signature</b>	
		John Koskinen (608) 267-8973	
		<b>Date</b>	
		4/1/2013	