

Fiscal Estimate - 2017 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 17-3485/1	Introduction Number AB-0768
-----------------------------	------------------------------------

Description
 tax-exempt property of housing authorities

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate
 Increase Existing Appropriations
 Increase Existing Revenues
 Increase Costs - May be possible to absorb within agency's budget
 Decrease Existing Appropriations
 Decrease Existing Revenues

 Yes No
 Create New Appropriations

 Decrease Costs

Local:

No Local Government Costs
 Indeterminate

1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	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
--	--	---

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	Authorized Signature	Date
DOR/ Craig Steinfeldt (608) 266-5705	Robert Schmidt (608) 266-5773	11/21/2017

Fiscal Estimate Narratives

DOR 11/21/2017

LRB Number	17-3485/1	Introduction Number	AB-0768	Estimate Type	Original
Description tax-exempt property of housing authorities					

Assumptions Used in Arriving at Fiscal Estimate

Under current law, a city may create a housing authority to increase the availability of safe and sanitary housing for persons of low income. Housing authority property is exempt from property taxes, but subject to payments in lieu of taxes for services, improvements, or facilities furnished to the property by the city. Payments in lieu of taxes may not exceed the amount that would have been levied as the annual tax of the city upon the project.

The bill expands the property tax exemption to include property in which an authority (or entity in which the authority holds an ownership interest) holds an ownership held as part of financing or equity plan that includes state or federal tax credits, financing, funding, or rent subsidy. The bill also expands the exemption for a purpose related to the conversion of a housing project to a rental or housing assistance program under contract with the federal government.

The bill has no state fiscal effect. The statewide local fiscal effect is indeterminate since location, property values, exact number of qualifying housing authority properties, and potential payments in lieu of taxes are unknown.

If newly exempt property owned by a housing authority entity is located in a tax incremental district, the bill will reduce revenue to the district.

Long-Range Fiscal Implications