

Fiscal Estimate - 2017 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 17-4864/1	Introduction Number SB-641
Description tax-exempt property of housing authorities	
Fiscal Effect	
State: <input checked="" type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Decrease Existing Revenues <input 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 checked="" type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs 3. <input type="checkbox"/> Increase Revenue 5. Types of Local Government Units Affected <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities 2. <input type="checkbox"/> Decrease Costs 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <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	
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Date 11/21/2017	

Fiscal Estimate Narratives

DOR 11/21/2017

LRB Number	17-4864/1	Introduction Number	SB-641	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