

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19-1168/1	Introduction Number AB-0225
------------------------------------	---

Description
 allocation of early stage seed investment credit to offset taxes imposed on insurers

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

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
OCI/ Jeff Grothman (608) 264-6239	Nathan Houdek (608) 266-2493	10/14/2019

Fiscal Estimate Narratives
OCI 10/14/2019

LRB Number 19-1168/1	Introduction Number AB-0225	Estimate Type Original
Description allocation of early stage seed investment credit to offset taxes imposed on insurers		

Assumptions Used in Arriving at Fiscal Estimate

Current statutory law limits an insurer to 25 percent of its investments paid to a fund manager that are invested in a business certified investment. In the last five years, only two insurers have claimed the early stage seed investment credit. OCI does not have knowledge of any other insurers who have attempted to claim the early stage seed investment credit and were limited or denied.

This bill would have no fiscal effect on OCI and currently has minimal impact on premium tax revenue collected by the State of Wisconsin on insurers domiciled outside of Wisconsin. The bill's impact on future premium tax collections are indeterminate because OCI does not have information on how much insurers invest in business certified investments.

Long-Range Fiscal Implications

None.