



**Fiscal Estimate Narratives**

**DOR 9/20/2019**

LRB Number <b>19-3980/1</b>	Introduction Number <b>AB-0453</b>	Estimate Type <b>Original</b>
<b>Description</b> lengthening the time during which tax increments may be allocated and expenditures for project costs may be made and extending the maximum life for Tax Incremental Districts Number Three and Four in the village of Lake Delton		

**Assumptions Used in Arriving at Fiscal Estimate**

Current law generally limits a tax increment district (TID) maximum life to 20 years, 23 years, or 27 years depending on the type of TID. Project expenditures are generally limited to 5 years before the unextended termination date. Under the bill, with regard to TID number 3 and 4 in the Village of Lake Delton, expenditures for project costs may be made for up to 32 years after TID creation and DOR may allocate tax increments for up to 37 years after creation. The bill extends the maximum life of TID 3 for 17 years and TID 4 for 10 years.

For 2019, TID 3 has a current value of \$347,044,500, with an increment value of \$303,080,800. TID 4 has a current value of \$57,393,100, with an increment value of \$25,652,100. TID 4 had a negative increment value between 2010 and 2016. TID 4 received transfers from TID 3 totaling \$2,700,000 between 2016 and 2018. The transfers were approximately 93.1 percent of TID 4 total revenue between 2016 and 2018.

**Long-Range Fiscal Implications**