

**1999 Session**

**FISCAL ESTIMATE**

ORIGINAL     UPDATED

**DOA-2048 N(R10/98)**

CORRECTED     SUPPLEMENTAL

LRB or Bill No./Adm. Rule No.

(99-1009/1)

AB 118

Amendment No. if Applicable

**Subject**

Phase-Out Shared Revenue Payments for Decommissioned Electric Generating Plants

**Fiscal Effect**

State:  No State Fiscal Effect  
Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation

- Increase Existing Appropriation     Increase Existing Revenues  
 Decrease Existing Appropriation     Decrease Existing Revenues  
 Create New Appropriation

Increase Costs - May be Possible to Absorb  
Within Agency's Budget  Yes  No

Decrease Costs

Local:  No Local Government Costs

1.  Increase Costs  
     Permissive  Mandatory  
2.  Decrease Costs  
     Permissive  Mandatory

3.  Increase Revenues  
     Permissive  Mandatory  
4.  Decrease Revenues  
     Permissive  Mandatory

5. Types of Local Governmental Units Affected:  
 Towns     Villages     Cities  
 Counties     Others  
 School Districts     WTCS Districts

**Fund Sources Affected**

GPR     FED     PRO     PRS     SEG     SEG-S

**Affected Ch. 20 Appropriations**

**Assumptions Used in Arriving at Fiscal Estimate**

Under current law, if an electric generating plant is decommissioned and returned to the tax roll, shared revenue payments for that plant cease in the year following its return to the tax roll.

Under the bill, shared revenue utility payments to municipalities and counties for decommissioned utility plants returned to the tax roll could continue for up to 5 years. Payments would equal the following percentages of the shared revenue utility payment made in the last year the plant was used by the utility (100% in the first year, 80% in the second year, 60% in the third year, 40% in the fourth year, and 20% in the fifth year) minus the property taxes paid to the municipality or county from the plant's owners in the current year.

The bill first affects 2001 shared revenue payments. Any increase in shared revenue utility payments engendered by this bill would be funded by an equal decrease in funding for shared revenue aidable revenues payments. Thus, shared revenue payments to many localities would decrease by a small amount. The Department is not aware of any electric generating plant that would qualify for payments under this bill at the current time.

**Long-Range Fiscal Implications**

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Date

2/12/99