FISCAL ESTIMATE FORM			199	9 Session		
·		LRB# -2109\1 INTRODUCTION	I# AB 184			
☑ ORIGINAL ☐ UPDATED	,		1# AD 104			
CORRECTED SUPPLEMENTAL		Admin. Rule #				
Subject Sales and Use Tax Exemption for	- r Laundi	v and Personal H	giene Products			
Fiscal Effect			1			
State: No State Fiscal Effect Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation			☑ Increase Costs - May b Within Agency's Budge			
 ☐ Increase Existing Appropriation ☐ Decrease Existing Appropriation ☐ Decrease Existing Revenues ☐ Create New Appropriation 			☐ Decrease Costs			
Local: No Local Government Costs			1 5 Towns of Level Covernme	ntal Unita Affactad:		
1. []	_	Revenues	5. Types of Local Governme			
☐ Permissive ☐ Mandatory 2 ☐ Decrease Costs 4. ☐		issive	☐ Counties ☐ Others			
2. Decrease Costs 4. Decrease Costs 4.		issive Mandatory	☐ School Districts ☐ V	VTCS Districts		
Fund Sources Affected			Appropriations			
•	SEG	-s				
Assumptions Used in Arriving at Fiscal Estimate):					
This bill creates a sales and use tax e paper, toothbrushes, toothpaste and t	xemptio	n for detergents, f wder.	eminine napkins and ta	mpons, soap, toilet		
According to U.S. Industry and Trade	Outlook	1998, the nationa	I market for sanitary pa	per products		
(including facial tissues, toilet paper, cestimated \$17.5 billion. Since the bill \$5.4 billion (based on national disposanational sales value is approximately U.S. population, are \$234.1 million (\$	disposat does no able dia _l \$12.1 bi	ole diapers, femini ot exempt diapers, oer sales data pub Ilion. Wisconsin s	ne napkins and tampon which have an estimate lished by A.C. Nielson)	s) for 1999 is an ed value of , the applicable		
The national retail value of soap and on 1998, is approximately \$14.2 billion.	deterger Wiscons	nts in 1999, accord sin's share is an es	ling to <u>U.S. Industry and</u> stimated \$274 million (\$	d Trade Outlook 14.2 x 1.93%).		
Data on dental care products obtained market for these items is estimated at approximately \$93.6 million (\$4.8 billion)	t \$4.8 bi	llion. Wisconsin's	magazines show that t share, again based on	he 1999 U.S. retail population, is		
Based on available data, the state revioletoning table:	venue lo	ss would be appro	ximately \$30.1 million,	as shown in the		
			•			
	(continued on page two)					
Long-Range Fiscal Implications:			-			
Agency/Prepared by: (Name & Phone No.)	Autho	rized Signature/Teleph	one No.	Date		
Wisconsin Department of Revenue	Yeang	g-Eng Braun	ng by Brain	4/8/99		
John T. Stott, (608) 266-9706	(608)	266-2700				

Wisconsin Sales, 1999	Value	
Sanitary Paper Products	\$234.1 million	
Soap and Detergents	\$273.9 million	
Dental Care Products	\$93.6 million	
Total Value of Sales	\$601.6 million	
Sales Tax Rate	5%	
Estimated State Revenue Loss	\$30.1 million	

County and stadium sales tax revenues were 6.25% of state sales tax revenues in 1997. Assuming this percentage applies, county and stadium sales tax revenues would decline by approximately \$1.9 million annually (\$30.1 million x .06255).

The Department would incur one-time costs of \$54,100, relating to the mailing of information regarding the new exemption to retailers and associated taxpayer assistance.

FISCAL ESTIMATE WORK	SHEET	Detailed Estimate of An	1999 Session			
☐ ORIGINAL ☐ UPD	ATED .	LRB# -2109\1		Admin. Rule #		
☐ CORRECTED ☐ SUPP	PLEMENTAL	INTRODUCTION #	AB 184			
Subject		dry and Paragnal Hygi	one Products			
Sales and Use Tax Exe		•				
I. One-Time Costs or Revenue Impa	cts for State and/or	Local Government (do not inc	lude in annualized fiscal e	effect):		
one-time costs of \$54,10	0 for mailing ar	d taxpayer assistance				
II. Annualized Costs:			Annualized Fiscal im	Annualized Fiscal impact on State funds from:		
A State Costs by Cotogost			. Increased Costs	Decreased Costs		
A. State Costs by Category State Operations - Salaries and Frin	ge		\$	<u> </u>		
(FTE Position Changes)			(FTE)	(- FTE)		
State Operations-Other Costs				-		
Local Assistance				-		
Aids to Individuals or Organization	S			-		
TOTAL State Costs by Categ	ory		\$	\$ -		
B. State Costs by Source of Funds			Increased Costs	Decreased Costs		
GPR			\$	\$ -		
FED				-		
PRO/PRS				-		
SEG/SEG-S				-		
III. State Revenues - Complete this crevenues (e.g.,	only when proposal	will increase or decrease state	increased Rev.	Decreased Rev.		
revenues (e.g.,	tax moroaco, acore	,				
GPR Taxes			\$	\$ - 30.1 million		
GPR Earned			-	-		
FED				-		
				-		
PRO/PRS				-		
SEG/SEG-S			\$	\$ - 30.1 million		
TOTAL State Revenues		·				
	NET	ANNUALIZED FISCAL IMPAC	т			
		STATE		LOCAL		
NET CHANGE IN COSTS		\$				
NET CHANGE IN REVENUES	-	\$ - 30.1 million	\$ - 1.9 mil	lion		
NET CHANGE IN REVENUES	-					
Agency/Prepared by: (Name & Pho	one No.)	Authorized Signature/Teleph	one No.	Date		
Wisconsin Department of Revenue		Voong Eng Braun				
		Yea	up By Brain	4/8/99		
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