

**FISCAL ESTIMATE**  
 DOA-2048 N(R10/94)

- ORIGINAL       UPDATED  
 CORRECTED       SUPPLEMENTAL

**Subject Tax Credits for Businesses that Pay Tuition for Individuals Enrolled in Degree-Granting Programs**

**Fiscal Effect**

State:  No State Fiscal Effect

Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.

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

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

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**

Assembly Bill 244 would create an income tax and franchise tax credit for businesses that pay tuition for an individual to participate in a degree-granting program at any UW System institution, technical college institution or regionally accredited 4-year nonprofit college or university having its regional headquarters and principal place of business in the state. Under the bill, a business could claim as a credit 50% of tuition that the business paid for an individual to participate in an associate, bachelor's or graduate degree program at an eligible institution.

The bill would have no immediate fiscal impact on UW System. However, the bill would provide an increased incentive for businesses to pay for individuals to obtain a degree, and as a result would likely result in an increased demand for degree-granting programs.

**Long-Range Fiscal Implications**

Agency/Prepared by: (Name & Phone No.)

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Authorized Signature/Telephone No.



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Date

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