

FISCAL ESTIMATE

1999 Session

- ORIGINAL UPDATED
- CORRECTED SUPPLEMENTAL

LRB # -1911/1

INTRODUCTION # AB 224

Admin. Rule #

Subject

Expand Expenditure Period for Ashwaubenon Tax Incremental Financing District # 2

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, project costs must be expended during the first 7 years of a tax incremental financing district (TID) life. A municipality may amend a TID project plan to add territory once in the first 7 years of the TID, in which case expenditures for project costs incurred because of the amendment to the plan may be made for not more than 3 years after the date of the amendment.

Under the bill, TID # 2 in the Village of Ashwaubenon would have 5 years to make expenditures incurred because of an amendment to add territory to its plan.

TID # 2 in the Village of Ashwaubenon was created in 1991 and amended to add territory in 1996. Under current law, TID # 2 has through 1999 to make expenditures for project costs incurred because of the amendment; any expenditures made after 1999 would be borne by the village. The bill would lengthen the expenditure period of TID # 2 by 2 years, through 2001. As a result, the TID would have a total of 12 years to make expenditures, so project costs incurred in 2000 and 2001 would be paid from TIF tax increments.

The bill has the potential to lengthen the life of the TID since the increased TID expenditures would take longer to pay off. The delay in closing out the TID would extend the time before the TIF value increment was placed on the general tax rolls. The bill would delay the audit required after all expenditures are incurred.

The bill would have no state effect.

Long-Range Fiscal Implications

Agency/Prepared by: (Name & Phone No.)	Authorized Signature/Telephone No.	Date
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FISCAL ESTIMATE

Detailed Estimate of annual fiscal Effect

1999 Session

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Expand Expenditure Period for Ashwaubenon Tax Incremental Financing District # 2

I. One-Time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):

II. Annualized Costs:	Annualized Fiscal impact on State Funds from:	
	Increased Costs	Decreased Costs
A. State Costs by Category		
State Operations - Salaries and Fringe	\$	\$ -
(FTE Position Changes)	(FTE)	(- FTE)
State Operations-Other Costs		-
Local Assistance		-
Aids to Individuals or Organizations		-
TOTAL State Costs by Category	\$	\$ -
B. State Costs by Source of Funds		
GPR	\$	\$ -
FED		-
PRO/PRS		-
SEG/SEG-S		-
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)		
	Increased Rev.	Decreased Rev.
GPR Taxes	\$	\$ -
GPR Earned		-
FED		-
PRO/PRS		-
SEG/SEG-S		-
TOTAL State Revenues	\$	\$ -

NET ANNUALIZED FISCAL IMPACT

	<u>STATE</u>	<u>LOCAL</u>
NET CHANGE IN COSTS	\$ _____	\$ See text of fiscal note.
NET CHANGE IN REVENUES	\$ _____	\$ _____

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