

Fiscal Estimate - 2001 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 01-3963/3	Introduction Number AB-840
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Subject
 Historic buildings rehabilitation tax credits

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Indeterminate	<input checked="" type="checkbox"/> Increase Existing Appropriations	<input type="checkbox"/> Decrease Existing Appropriations	<input type="checkbox"/> Create New Appropriations	<input checked="" type="checkbox"/> Increase Existing Revenues	<input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Decrease Costs
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Local:

<input type="checkbox"/> No Local Government Costs	<input type="checkbox"/> Indeterminate	1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		5. Types of Local Government Units Affected		
						<input type="checkbox"/> Towns	<input type="checkbox"/> Counties	<input type="checkbox"/> School Districts	<input type="checkbox"/> Village	<input type="checkbox"/> Others	<input type="checkbox"/> WTCS Districts	<input type="checkbox"/> Cities

Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input checked="" type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.245(1)(g)	

Agency/Prepared By SHS/ John Lohrentz (608) 264-6421	Authorized Signature John Lohrentz (608) 264-6421	Date 3/6/02
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Fiscal Estimate Narratives

SHS 3/6/02

LRB Number	01-3963/3	Introduction Number	AB-840	Estimate Type	Original
Subject					
Historic buildings rehabilitation tax credits					

Assumptions Used in Arriving at Fiscal Estimate

The number of commercial projects to be certified will increase by 22 due to the increased tax credit. This will require the addition of a .75 architect position at an annual cost of \$34,200 for salaries and fringes. Costs for review of residential projects will not increase since the increased benefit will not result in a substantial increase in the number of projects to be reviewed. The time to prepare the rules governing the fee collection for residential properties will be absorbed by current staff.

Increased revenues from fees for certification of commercial properties will be \$155,000. These fees are based on 1% of the rehabilitation costs up to a maximum of \$10,000 fee per project. Fees for review of residential projects are calculated at \$150 per project for 200 projects for a total \$30,000.

Budget cut backs at the federal and State levels have reduced funds for these activities by at least the \$150,000 that these fees will produce above the cost of the additional .75% position. Revenues from these fees will allow the program to continue to provide the review and certification services. Funds for two positions that are presently funded to provide these reviews and certifications have been cut in the latest federal grant to the Society and the current State budget cuts.

This bill will provide basic support to continue the service to property owners applying for tax credits.

Long-Range Fiscal Implications

Continuing annual costs.

Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

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Subject			
Historic buildings rehabilitation tax credits			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
none			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$34,200	
(FTE Position Changes)		(0.8 FTE)	
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category		\$34,200	\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS		34,200	
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, ets.)			
		Increased Rev	Decreased Rev
GPR Taxes		\$	\$
GPR Earned			
FED			
PRO/PRS		185,000	
SEG/SEG-S			
TOTAL State Revenues		\$185,000	\$
NET ANNUALIZED FISCAL IMPACT			
		<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS		\$34,200	\$
NET CHANGE IN REVENUE		\$185,000	\$
Agency/Prepared By		Authorized Signature	Date
SHS/ John Lohrentz (608) 264-6421		John Lohrentz (608) 264-6421	3/6/02