

Fiscal Estimate Narratives

DOR 5/4/01

LRB Number	01-2169/1	Introduction Number	AB-369	Estimate Type	Original
Subject					
Individual income tax exemption of first \$25,000 federal AGI					

Assumptions Used in Arriving at Fiscal Estimate

This bill would create an income tax subtract modification for the first \$25,000 of federal adjusted gross income (FAGI) for single or married separate filers and for the first \$50,000 of FAGI for married joint filers.

Based on a simulation using the 1999 Wisconsin Individual Income Tax Model, this bill would reduce revenues by \$3.2 billion. The simulation assumed that head of household filers would be eligible for the same \$25,000 exemption as single and married separate filers.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Subject			
Individual income tax exemption of first \$25,000 federal AGI			
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 funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes	\$		
(FTE Position Changes)			
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	\$		\$-3,200,000,000
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
TOTAL State Revenues	\$		\$-3,200,000,000
NET ANNUALIZED FISCAL IMPACT			
		State	Local
NET CHANGE IN COSTS	\$		\$
NET CHANGE IN REVENUE		\$-3,200,000,000	\$
Agency/Prepared By		Authorized Signature	Date
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