

Fiscal Estimate - 2001 Session

Original Updated Corrected Supplemental

LRB Number 01-3736/2		Introduction Number SB-246	
Subject Internal Revenue Code update with technical corrections			
Fiscal Effect			
State:			
<input type="checkbox"/> No State Fiscal Effect			
<input type="checkbox"/> Indeterminate			
<input type="checkbox"/> Increase Existing Appropriations		<input checked="" type="checkbox"/> Increase Existing Revenues	
<input type="checkbox"/> Decrease Existing Appropriations		<input type="checkbox"/> Decrease Existing Revenues	
<input type="checkbox"/> Create New Appropriations		<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	
Local:			
<input type="checkbox"/> No Local Government Costs			
<input type="checkbox"/> Indeterminate			
1. <input type="checkbox"/> Increase Costs		3. <input type="checkbox"/> Increase Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
2. <input type="checkbox"/> Decrease Costs		4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
5. Types of Local Government Units Affected			
<input type="checkbox"/> Towns		<input type="checkbox"/> Village <input type="checkbox"/> Cities	
<input type="checkbox"/> Counties		<input type="checkbox"/> Others	
<input type="checkbox"/> School Districts		<input type="checkbox"/> WTCS Districts	
Fund Sources Affected		Affected Ch. 20 Appropriations	
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS			
Agency/Prepared By DOR/ Dennis Collier (608) 266-5773		Authorized Signature Brian Pahnke (608) 266-2700	
		Date 9/21/01	

Fiscal Estimate Narratives

DOR 9/24/01

LRB Number	01-3736/2	Introduction Number	SB-246	Estimate Type	Original
Subject					
Internal Revenue Code update with technical corrections					

Assumptions Used in Arriving at Fiscal Estimate

The bill would update the statutory reference to the Internal Revenue Code, with exceptions, so that federal laws enacted through December 31, 2000, would apply for Wisconsin income tax purposes. Specifically, the bill would adopt:

1) the Community Renewal Tax Relief Act provisions of the Consolidated Appropriations Act [Public Law (P.L.) 106-554], except that deductions for environmental remediation expenses and corporate donations of computer technology would not be adopted for Wisconsin purposes, and

2) the Installment Tax Correction Act (P.L. 106-573).

The bill would not adopt provisions of the Federal Sales Corporation Repeal and Extraterritorial Income Exclusion Act (P.L. 106-519) for Wisconsin purposes.

Federal provisions to which Wisconsin would conform under this bill relate to extension of the medical savings account program, tax benefits with respect to kidnapped children, individual retirement accounts for nonworking spouses, the federal renewal communities and empowerment zone programs, the basis of stock received in tax-free exchanges, securities futures contracts, and use of the installment method by accrual method taxpayers. Provisions requiring taxpayers to reduce the basis of stock in certain tax-free exchanges would increase tax revenues by \$100,000 annually. Other provisions would have a limited fiscal effect.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Subject			
Internal Revenue Code update with technical corrections			
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, ets.)			
		Increased Rev	Decreased Rev
GPR Taxes		\$100,000	\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
TOTAL State Revenues		\$100,000	\$
NET ANNUALIZED FISCAL IMPACT			
		State	Local
NET CHANGE IN COSTS		\$	\$
NET CHANGE IN REVENUE		\$100,000	\$
Agency/Prepared By		Authorized Signature	
DOR/ Dennis Collier (608) 266-5773		Brian Pahnke (608) 266-2700	
		Date	
		9/21/01	