

Fiscal Estimate - 2003 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 03-3785/2	Introduction Number SB-427
------------------------------------	--

Subject
 Individual income tax checkoff for children's trust fund

Fiscal Effect

State:

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

Local:

<input checked="" type="checkbox"/> No Local Government Costs			
<input type="checkbox"/> Indeterminate			
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue		<input type="checkbox"/> Counties <input type="checkbox"/> Others
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<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 checked="" type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.566(1)(hp)	

Agency/Prepared By DOR/ Karyn Kriz (608) 261-8984	Authorized Signature Dennis Collier (608) 266-5773	Date 2/11/2004
---	--	--------------------------

Fiscal Estimate Narratives

DOR 2/11/2004

LRB Number	03-3785/2	Introduction Number	SB-427	Estimate Type	Original
Subject					
Individual income tax checkoff for children's trust fund					

Assumptions Used in Arriving at Fiscal Estimate

Under current law, a children's trust fund consists of contributions, gifts, grants, and bequests accepted by the Child Abuse and Neglect Prevention Board (CANPB) or by a nonstock, nonprofit corporation organized by the CANPB and of moneys received from the sale of "Celebrate Children" license plates.

This bill would create an income tax check-off for designations to the children's trust fund program. The total amount of designations less the cost of administering the check-off procedure would be deposited in the children's trust fund.

According to the Department of Revenue data from tax year 2002 returns, about 40,000 tax filers contributed a total of \$660,000 in donations to the endangered species program; donations to the endangered species program are collected in the same way as the proposed check-off for donations for the children's trust fund would be administered. Assuming similar participation in the proposed check-off, 40,000 filers would donate a total of \$660,000 to the children's trust fund program.

The Department would incur one-time costs of \$83,800 for system development and annual costs of \$15,900 for limited-term employee (LTE) salaries and fringe benefits, supplies, and printing and postage. These costs would be deducted from total donations received and the remaining funds would be deposited in the children's trust fund. Therefore, the first year of the check-off program would bring in a total of \$560,300 (\$660,000 - \$83,800 - \$15,900) in donations after deducting the cost of administering the program. If the amount of donations remains constant each year, total annual donations would be \$644,100 (\$660,000 - \$15,900) for each subsequent year.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2003 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 03-3785/2		Introduction Number SB-427	
Subject			
Individual income tax checkoff for children's trust fund			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
\$83,800 in system development costs, financed by an equal amount of program revenue.			
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		15,900	
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category		\$15,900	\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS		15,900	
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		15,900	
SEG/SEG-S		644,100	
TOTAL State Revenues		\$660,000	\$
NET ANNUALIZED FISCAL IMPACT			
		State	Local
NET CHANGE IN COSTS		\$15,900	\$
NET CHANGE IN REVENUE		\$660,000	\$
Agency/Prepared By		Authorized Signature	Date
DOR/ Karyn Kriz (608) 261-8984		Dennis Collier (608) 266-5773	2/11/2004