

Fiscal Estimate - 2003 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 03-4114/1	Introduction Number AB-900	
Subject Manufacturing property assessment fee to be deducted from July shared revenue payment		
Fiscal Effect		
State:		
<input type="checkbox"/> No State Fiscal Effect <input checked="" type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <input type="checkbox"/> Decrease Costs		
Local:		
<input type="checkbox"/> No Local Government Costs <input checked="" type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <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 checked="" type="checkbox"/> Towns <input checked="" type="checkbox"/> Village <input checked="" type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts		
Fund Sources Affected		
<input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS s. 20.566 (2) (gb)		
Affected Ch. 20 Appropriations		
Agency/Prepared By DOR/ Daniel Huegel (608) 266-5705	Authorized Signature Dennis Collier (608) 266-5773	Date 2/25/2004

Fiscal Estimate Narratives

DOR 2/25/2004

LRB Number	03-4114/1	Introduction Number	AB-900	Estimate Type	Original
Subject					
Manufacturing property assessment fee to be deducted from July shared revenue payment					

Assumptions Used in Arriving at Fiscal Estimate

Under current law, the Department of Revenue (DOR) imposes a fee on each municipality in which state-assessed manufacturing property is located for the purpose of reimbursing the state for 50% of the cost of assessing such property. Billings are generally sent in mid to late February. Statutes do not specify when municipalities are required to pay these bills. Statutes also do not provide a mechanism for recovery of unpaid bills.

Under the bill, municipalities would be required to pay amounts due to DOR by March 31 of each year. If a municipality fails to pay by the deadline, the amount due will be deducted from the municipality's July shared revenue payment.

Based on the appropriation, total billings are expected to be \$1,076,300. Since 2004 is the first year bills are being sent, DOR has not yet experienced any unpaid bills under the program. The bill would help ensure that billings under the program are recovered in full.

Long-Range Fiscal Implications