

### Fiscal Estimate - 2003 Session

- Original       Updated       Corrected       Supplemental

<b>LRB Number</b> <b>03-0813/1</b>		<b>Introduction Number</b> <b>AB-205</b>	
<b>Subject</b> Individual income tax exemption for private college bonds; allow private college association to issue bonds			
<b>Fiscal Effect</b> <b>State:</b> <input type="checkbox"/> No State Fiscal Effect <input 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 checked="" type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <input type="checkbox"/> Decrease Costs			
<b>Local:</b> <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			
<b>Fund Sources Affected</b> <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		<b>Affected Ch. 20 Appropriations</b>	
<b>Agency/Prepared By</b> WHEFA/ Larry Nines (262) 792-0466		<b>Authorized Signature</b> Larry Nines (262) 792-0466	<b>Date</b> 12/2/2002

**Fiscal Estimate Narratives**  
**WHEFA 3/24/2003**

LRB Number <b>03-0813/1</b>	Introduction Number <b>AB-205</b>	Estimate Type <b>Original</b>
<b>Subject</b> Individual income tax exemption for private college bonds; allow private college association to issue bonds		

**Assumptions Used in Arriving at Fiscal Estimate**

Assume applies only to bonds (new money and refinancing) issued following date of enactment.

Assumes 50% of interest earned will be by in-state investors at average tax rate of 6.50%.

Assumes 3.73 bond issues per year with an average bond size of \$10,093,625 at an average interest rate of 4.30%.

**Long-Range Fiscal Implications**

Decrease in state revenues the 1st year would be (\$50,000) and grow to approximately (\$260,000) in the 5th year.

## Fiscal Estimate Worksheet - 2003 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> 03-0813/1		<b>Introduction Number</b> AB-205	
<b>Subject</b>			
Individual income tax exemption for private college bonds; allow private college association to issue bonds			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>			
None			
<b>II. Annualized Costs:</b>		<b>Annualized Fiscal Impact on funds from:</b>	
		Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>			
	State Operations - Salaries and Fringes	\$0	0
	(FTE Position Changes)	(0.0 FTE)	(0.0 FTE)
	State Operations - Other Costs	0	0
	Local Assistance	0	0
	Aids to Individuals or Organizations	0	0
	<b>TOTAL State Costs by Category</b>	<b>\$0</b>	<b>\$0</b>
<b>B. State Costs by Source of Funds</b>			
	GPR	0	0
	FED	0	0
	PRO/PRS	0	0
	SEG/SEG-S	0	0
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</b>			
		Increased Rev	Decreased Rev
	GPR Taxes	\$0	\$-160,000
	GPR Earned	0	0
	FED	0	0
	PRO/PRS	0	0
	SEG/SEG-S	0	0
	<b>TOTAL State Revenues</b>	<b>\$0</b>	<b>\$-160,000</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>			
		State	Local
NET CHANGE IN COSTS		\$0	\$0
NET CHANGE IN REVENUE		\$-160,000	\$0
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	<b>Date</b>
WHEFA/ Larry Nines (262) 792-0466		Larry Nines (262) 792-0466	12/2/2002