



**Fiscal Estimate Narratives**

**DOR 6/16/2005**

LRB Number <b>05-2888/1</b>	Introduction Number <b>AB-498</b>	Estimate Type <b>Original</b>
<b>Subject</b> Tax credit for property taxes paid on property owned by Goodwill Industries		

**Assumptions Used in Arriving at Fiscal Estimate**

The bill would create a nonrefundable income and franchise tax credit for the amount of property taxes paid on property in the state that is owned by Goodwill Industries. The bill requires that the property must be used for purposes for which Goodwill Industries is organized and that no person receive pecuniary profit from the use of the property. Unused credits can be carried forward for 15 years.

Based on a survey of assessors of municipalities in which Goodwill stores are located, the real and personal property owned by Goodwill Industries are typically exempt from property taxes under the exemption for benevolent institutions. Thus, it is estimated that property taxes paid by Goodwill Industries are minimal. As a result, the bill is expected to have a minimal fiscal effect.

**Long-Range Fiscal Implications**