

Fiscal Estimate - 2005 Session

Original Updated Corrected Supplemental

LRB Number 05-2053/1	Introduction Number SB-146
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Subject
 Authorized counties to participate in municipal revenue sharing agreements

Fiscal Effect

State:

No State Fiscal Effect
 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:

No Local Government Costs
 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	5. Types of Local Government Units Affected <input checked="" type="checkbox"/> Towns <input checked="" type="checkbox"/> Village <input checked="" type="checkbox"/> Cities <input checked="" type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
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	

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	

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Fiscal Estimate Narratives

DOR 4/11/2005

LRB Number	05-2053/1	Introduction Number	SB-146	Estimate Type	Original
Subject					
Authorized counties to participate in municipal revenue sharing agreements					

Assumptions Used in Arriving at Fiscal Estimate

Under current law, any municipality (town, village, or city) may enter into an agreement to share revenues from taxes or special charges with another municipality or with a federally recognized American Indian tribe or band. A municipality that wishes to enter into a revenue sharing agreement must be contiguous to at least one other municipality that enters into the agreement. The agreements must also: (a) be for a minimum of 10 years, (b) describe the boundaries of the area in which revenues will be shared, (c) describe how the revenues to be shared are calculated, (d) specify the dates on which payments will be made, and (e) specify how the agreement may be allowed to terminate after the initial 10 year term.

Under the bill, counties would be permitted to enter into revenue sharing agreements with other counties, municipalities, or federally recognized American Indian tribes or bands.

Municipalities are not required to report revenue sharing agreements with the Department of Revenue. The number of these agreements in existence and the amount of revenue being shared is therefore unknown. It is thus not possible to reasonably estimate the additional revenue that could be shared as a result of the bill.

Long-Range Fiscal Implications