



**Fiscal Estimate Narratives**  
**DOR 5/10/2005**

LRB Number <b>05-2115/2</b>	Introduction Number <b>AB-330</b>	Estimate Type <b>Original</b>
<b>Subject</b> Internet posting, paper listing, of delinquent taxpayers by department of revenue (DOR)		

**Assumptions Used in Arriving at Fiscal Estimate**

Currently the Department of Revenue (DOR) does not publish a list of delinquent taxpayer accounts. This bill requires DOR to prepare and maintain a list of delinquent taxpayer accounts in excess of \$25,000 that are unpaid for more than 90 days after all appeal rights have expired. DOR may set the threshold lower than \$25,000.

The bill also requires DOR to create and maintain a site on the Internet that lists delinquent taxpayers included in the prepared list and the amount of taxes, interest and penalties owed. The site must also contain a special page which includes the names of the 100 persons with the greatest amount of delinquent taxes, subject to specific provisions. DOR is required to update the information on a quarterly basis and update it each business day to remove any person who has reached an agreement or compromise with DOR or the Department of Justice and is in compliance with that agreement and any person who is protected by a stay under federal bankruptcy laws.

Currently, if any person requests information on Wisconsin net income, franchise or gift tax reported as paid or payable, DOR is required to provide the information, subject to certain requirements. Under the bill, if DOR provides such information to a requester, DOR must also provide information on any amount of delinquent taxes that the person owes as listed on the Internet site created in the bill.

Based on the experience of other states, the Department estimates that the bill will result in a \$1.5 million increase in revenue collections in the first year. During the subsequent years this amount is likely to decline to an indeterminate amount. The Department would incur one-time programming costs of \$27,000 to develop the web portal and a program to extract and post the data. These costs could be absorbed by the Department.

**Long-Range Fiscal Implications**

## Fiscal Estimate Worksheet - 2005 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
  Supplemental

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<b>Subject</b>			
Internet posting, paper listing, of delinquent taxpayers by department of revenue (DOR)			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>			
\$1.5 million increase in revenue collections in the first year.			
<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		\$	
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
<b>TOTAL State Costs by Category</b>		<b>\$</b>	<b>\$</b>
<b>B. State Costs by Source of Funds</b>			
GPR			
FED			
PRO/PRS			
SEG/SEG-S			
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, ets.)</b>			
		Increased Rev	Decreased Rev
GPR Taxes		\$	\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
<b>TOTAL State Revenues</b>		<b>\$</b>	<b>\$</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>			
		State	Local
NET CHANGE IN COSTS		\$	\$
NET CHANGE IN REVENUE		\$	\$
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	<b>Date</b>
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