

Fiscal Estimate - 2005 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 05-3310/1	Introduction Number AB-641
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Subject
Individual and corporate tax credit for certain WHEFA bonds re: educational facility

Fiscal Effect

State:

- No State Fiscal Effect
- Indeterminate
 - Increase Existing Appropriations
 - Decrease Existing Appropriations
 - Create New Appropriations
- Increase Existing Revenues
- Decrease Existing Revenues
- Increase Costs - May be possible to absorb within agency's budget
 - Yes No
- Decrease Costs

Local:

- No Local Government Costs
- Indeterminate
- 1. Increase Costs
 - Permissive Mandatory
- 2. Decrease Costs
 - Permissive Mandatory
- 3. Increase Revenue
 - Permissive Mandatory
- 4. Decrease Revenue
 - Permissive Mandatory
- 5. Types of Local Government Units Affected
 - Towns Village Cities
 - Counties Others
 - School Districts WTCS Districts

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 None	

Agency/Prepared By WHEFA/ Larry Nines (262) 792-0466	Authorized Signature Larry Nines (262) 792-0466	Date 9/6/2005
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Fiscal Estimate Narratives
WHEFA 9/6/2005

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Subject Individual and corporate tax credit for certain WHEFA bonds re: educational facility		

Assumptions Used in Arriving at Fiscal Estimate

Education bonds issued annually assumed to be 52.5 million dollars. \$40 million of these bonds would be held by Wisconsin investors. 7% state tax rate and 5% borrowing costs. These assumptions result in lost state revenue of approximately \$155,000 in the first year following enactment.

Long-Range Fiscal Implications

After 10 years of bond issuance newly issued bonds should equal bond redemptions. So the maximum fiscal impact is \$1,555,000 per annum after the 10th year.

Fiscal Estimate Worksheet - 2005 Session

Detailed Estimate of Annual Fiscal Effect

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Subject			
Individual and corporate tax credit for certain WHEFA bonds re: educational facility			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
No increased costs, but lost revenues as indicated on estimate.			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
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	
TOTAL State Costs by Category	\$0	\$0	
B. State Costs by Source of Funds			
GPR	0	0	
FED	0	0	
PRO/PRS (0)	0	0	
SEG/SEG-S (0)	0	0	
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
	Increased Rev	Decreased Rev	
GPR Taxes	\$0	\$-155,000	
GPR Earned	0	0	
FED	0	0	
PRO/PRS (0)	0	0	
SEG/SEG-S (0)	0	0	
TOTAL State Revenues	\$0	\$-155,000	
NET ANNUALIZED FISCAL IMPACT			
	<u>State</u>	<u>Local</u>	
NET CHANGE IN COSTS	\$0	\$0	
NET CHANGE IN REVENUE	\$-155,000	\$0	
Agency/Prepared By		Authorized Signature	
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		Date	
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