Fiscal Estimate - 2007 Session

☑ Original ☐ Updated	Corrected Supplemental					
LRB Number 07-0301/1	Introduction Number AB-0033					
Description The distribution of the penalty for converting agricultural land						
Fiscal Effect						
State: No State Fiscal Effect Indeterminate Increase Existing Appropriations Decrease Existing Appropriations Appropriations Create New Appropriations Local: No Local Government Costs Indeterminate 1. Increase Costs Any be possible to absorb within agency's budget Tyes No Decrease Costs State: Increase Existing Revenues Decrease Existing Revenues Tyes No Decrease Costs State: Increase Costs - May be possible to absorb within agency's budget Decrease Costs Tyes of Local Government Units Affected Towns Towns Village Counties Counties Others School Districts Districts						
Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS						
Agency/Prepared By	Authorized Signature Date					
DOR/ Pamela Walgren (608) 266-7817	Paul Ziegler (608) 266-5773 2/13/2007					

Fiscal Estimate Narratives DOR 2/14/2007

LRB Number 07-0301/1	Introduction Number	AB-0033	Estimate Type	Original	
Description					
The distribution of the penalty for converting agricultural land					

Assumptions Used in Arriving at Fiscal Estimate

Under current law, a person who converts land that was assessed as agricultural land to another purpose must pay a penalty to the county in which the land is located. The penalty per acre is 10.0%, 7.5% or 5.0% of the difference between the average per acre fair market value and the agricultural use value of the land, depending upon whether less than 10, 10 to 30, or over 30 acres of land, respectively, is converted. The county pays 50% of the penalty to the city, village or town where the land is located.

Under the bill, the county must pay the municipality's 50% share no later than August 20 of each year.

The bill may change the timing of payments to the city, village or town, but would not change the amount. The bill is estimated have an unknown, but minimal, fiscal effect to reflect changes in the timing of payments.

Long-Range Fiscal Implications