

**Fiscal Estimate - 2007 Session**

Original       Updated       Corrected       Supplemental

<b>LRB Number 07-3599/1</b>		<b>Introduction Number AB-0935</b>	
<b>Description</b> creating reporting and repayment requirements for grants, loans, and tax benefits provided to businesses by the Department of Revenue and the Department of Commerce.			
<b>Fiscal Effect</b>			
<b>State:</b>			
<input type="checkbox"/> No State Fiscal Effect <input checked="" type="checkbox"/> Indeterminate			
<input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations		<input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues	
<input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No			
<input type="checkbox"/> Decrease Costs			
<b>Local:</b>			
<input type="checkbox"/> No Local Government Costs <input type="checkbox"/> 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	
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	
<b>5. Types of Local Government Units Affected</b>			
<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts			
<b>Fund Sources Affected</b>		<b>Affected Ch. 20 Appropriations</b>	
<input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS			
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	<b>Date</b>
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**Fiscal Estimate Narratives**  
**DOR 3/25/2008**

LRB Number <b>07-3599/1</b>	Introduction Number <b>AB-0935</b>	Estimate Type <b>Original</b>
<b>Description</b> creating reporting and repayment requirements for grants, loans, and tax benefits provided to businesses by the Department of Revenue and the Department of Commerce.		

**Assumptions Used in Arriving at Fiscal Estimate**

This bill provides that the department must submit to the legislature the names of all taxpayers who claimed development zones, technology zones, and manufacturing investment credit in the preceding fiscal year and the amount of tax revenue that the state did not collect as a result of such benefits.

Under the bill, taxpayers are required to repay the used tax credits if they fail to maintain for five years the activity that generated the credit.

This bill also includes provisions relating to reports, agreements, and repayments to the Department of Commerce.

**Fiscal Effect**

The repayment requirement may generate additional revenue. Data do not exist to estimate the amount of revenue; however it is anticipated to be minimal.

Administrative costs to comply with the reporting requirements can be absorbed within the Department's current operating budget.

**Long-Range Fiscal Implications**