

### Fiscal Estimate - 2009 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>09-4073/1</b>	<b>Introduction Number</b> <b>AB-0714</b>
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**Description**  
 Creating an individual income tax deduction for amounts paid to process certain meat that is donated to a charitable organization and exempting from taxation certain meat processing fees

**Fiscal Effect**

**State:**

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase 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"/> Indeterminate	<input checked="" type="checkbox"/> Decrease Existing Revenues	
<input type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriations		
<input type="checkbox"/> Create New Appropriations		

**Local:**

<input type="checkbox"/> No Local Government Costs	3. <input type="checkbox"/> Increase Revenue	<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
<input type="checkbox"/> Indeterminate	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
1. <input type="checkbox"/> Increase Costs	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

<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> DOR/ Bradley Caruth (608) 261-8984	<b>Authorized Signature</b> Rebecca Boldt (608) 266-6785	<b>Date</b> 3/3/2010
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## Fiscal Estimate Narratives

DOR 3/3/2010

LRB Number	<b>09-4073/1</b>	Introduction Number	<b>AB-0714</b>	Estimate Type	<b>Original</b>
<b>Description</b> Creating an individual income tax deduction for amounts paid to process certain meat that is donated to a charitable organization and exempting from taxation certain meat processing fees					

### Assumptions Used in Arriving at Fiscal Estimate

This bill allows a subtraction from income for any amount of fees paid by an individual for processing the meat of a game animal that is lawfully killed by the individual if the individual donates the processed meat to a charitable organization. In addition, for individuals, corporations, and insurance companies, a subtraction is allowed for fees received for processing the meat of a game animal that is lawfully killed if the processed meat is donated to a charitable organization.

The primary game donation programs in Wisconsin are the Wisconsin Venison Donation Program, Hunt for the Hungry, and Target Hunger. These programs do not require individual donors to pay for meat processing if a whole deer is donated. In those cases, the processor would be eligible to subtract the fees received for processing the meat, but the hunter would not receive a subtraction. For cases in which the hunter pays for processing and then donates the processed meat, the hunter could claim the subtraction based on the donated meat and, if notified of the hunter's intent to donate, the processor could claim subtraction for processing the meat.

Using an average marginal tax rate of 5.3 percent and assuming processing costs average \$50 per animal, the subtraction would reduce revenue by \$2.65 to \$5.15 per donated animal (\$2.65 if only the donor or processor claims the subtraction and \$5.15 if both claim subtractions). It is estimated that the subtraction will reduce revenue minimally.

### Long-Range Fiscal Implications

## Fiscal Estimate Worksheet - 2009 Session

Detailed Estimate of Annual Fiscal Effect

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<b>LRB Number</b> 09-4073/1		<b>Introduction Number</b> AB-0714	
<b>Description</b> Creating an individual income tax deduction for amounts paid to process certain meat that is donated to a charitable organization and exempting from taxation certain meat processing fees			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>			
<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, etc.)</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	\$SeeText	\$
<b>Agency/Prepared By</b>			
DOR/ Bradley Caruth (608) 261-8984		<b>Authorized Signature</b>	<b>Date</b>
		Rebecca Boldt (608) 266-6785	3/3/2010