

Fiscal Estimate - 2009 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 09-3966/1	Introduction Number SB-452
Description A sales and use tax exemption for food sold by child welfare facilities	
Fiscal Effect	
State:	
<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 checked="" 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
Local:	
<input type="checkbox"/> No Local Government Costs <input checked="" type="checkbox"/> Indeterminate	
1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input checked="" type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input checked="" type="checkbox"/> Mandatory
5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input checked="" type="checkbox"/> Counties <input checked="" type="checkbox"/> Others <input type="checkbox"/> stadium districts <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts	
Fund Sources Affected	
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	
Affected Ch. 20 Appropriations	
Agency/Prepared By	Authorized Signature
DOR/ Paul Ziegler (608) 266-5773	Paul Ziegler (608) 266-5773
Date	
1/21/2010	

Fiscal Estimate Narratives

DOR 1/21/2010

LRB Number	09-3966/1	Introduction Number	SB-452	Estimate Type	Original
Description A sales and use tax exemption for food sold by child welfare facilities					

Assumptions Used in Arriving at Fiscal Estimate

Under current law, food, except soft drinks, sold by hospitals, sanatoriums, nursing homes, retirement homes, community-based residential facilities, and day care centers is exempt from the sales and use tax.

Under this bill, food, except soft drinks, sold by any child welfare facility licensed under chapter 48 (Children's Code) would be exempt from the sales tax. As a result, food sold by residential care centers, shelter care facilities, group homes, and any other facilities licensed under chapter 48 that provide licensed child welfare services would become newly exempt from the sales tax.

According to the Department of Children and Families, approximately 700 children, on average, are in residential care centers or group homes across the state. While information on the typical cost per meal per child in these facilities is unavailable, the bill is expected to result in a minimal reduction in state and local sales tax collections.

The Department of Revenue's costs under the bill are expected to be absorbed within existing expenditure authority.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2009 Session

Detailed Estimate of Annual Fiscal Effect

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Description A sales and use tax exemption for food sold by child welfare facilities			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes	\$		\$
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category	\$		\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS			
SEG/SEG-S			
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	\$		\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
TOTAL State Revenues		\$	\$
NET ANNUALIZED FISCAL IMPACT			
		State	Local
NET CHANGE IN COSTS		\$	\$
NET CHANGE IN REVENUE		\$minimal	\$minimal
Agency/Prepared By		Authorized Signature	
DOR/ Paul Ziegler (608) 266-5773		Paul Ziegler (608) 266-5773	
		Date	
		1/21/2010	