

Fiscal Estimate Narratives

WEDC 2/21/2012

LRB Number	11-2858/6	Introduction Number	SB-477	Estimate Type	Original
Description Tax credit programs administered by the Wisconsin Economic Development Corporation					

Assumptions Used in Arriving at Fiscal Estimate

2011 SB 477 makes the following changes to tax credits administered by the Wisconsin Economic Development Corporation:

1. Under this bill, the definition of full-time job in each of the tax credit programs provides that WEDC may make an exception to the 2,080 hours per year requirement as long as the employed individual receives benefits that are acceptable to the corporation.
2. Changes the amount of per-employee tax benefits received under the Jobs Tax Credit from "in the amount of 10 percent of the wages paid to a full-time employee" to "up to 10 percent of the wages paid to a full-time employee."
3. Makes the following changes to the requirements for certification to claim the Enterprise Zone Tax Credit:
 - a. Eliminates the requirement that the value of a qualifying capital investment in an enterprise zone must be at least 10 percent of the business's gross revenues. The bill requires the business to make a significant capital investment, as determined by WEDC.
 - b. For a business that retains jobs in an enterprise zone, the bill eliminates the requirement that the business must be an original equipment manufacturer with a significant supply chain in Wisconsin and allows certification for any manufacturer with a significant supply chain in Wisconsin.

2011 SB 477 will not have a fiscal impact.

Long-Range Fiscal Implications