

Fiscal Estimate Narratives

WEDC 10/14/2011

LRB Number 11-3095/1	Introduction Number SB-016 (SE1)	Estimate Type Original
Description Entrepreneurial tax credit access grants		

Assumptions Used in Arriving at Fiscal Estimate

Special Session Senate Bill 16 allows the Wisconsin Economic Development Corporation to award a grant to a person who wishes to secure financing to make expenditures that would qualify for tax credits under the Economic Development Tax Credit, Technology Zones Credit, Dairy and Livestock Farm Investment Credit, Dairy Manufacturing Facility Investment Credit, Meat Processing Facility Investment Credit, Woody Biomass Harvesting and Processing Credit, and the Food Processing Plant and Food Warehouse Investment Credit programs.

The person is eligible to receive a grant if the expenditures are made for a business located in this state that has fewer than 25 employees in this state or less than \$5 million in gross receipts. The WEDC shall pay grants under this bill from the appropriation under s. 20.192(1)(r). The WEDC may award up to \$8 million annually.

This bill will have a minimal fiscal effect. No new funding is appropriated, and the program will fall as an eligible activity under the current appropriation mentioned above. The bill will most likely result in an increase in applications, but the WEDC should be able to absorb the increased workload within current resources.

Long-Range Fiscal Implications