

Fiscal Estimate Narratives

DOR 3/6/2012

LRB Number	11-4162/2	Introduction Number	SB-538	Estimate Type	Original
Description Changes to BadgerCare Plus and BadgerCare Plus Core programs by the department of health services and by waiver, disallowing certain carry-forward amounts for combined reporting purposes, and making an appropriation					

Assumptions Used in Arriving at Fiscal Estimate

This fiscal estimate is only for the provisions of the bill that relate to net business loss carryforwards for combined group members.

Under current law, for taxable years beginning on or after January 1, 2012, a corporation that is a member of a combined group and that has a net business loss carryforward from a taxable year beginning before January 1, 2009 may share 5% of the pre-2009 business loss with all other members of the combined group. Under the bill, the provision would be repealed for taxable years beginning on or after January 1, 2013.

Fiscal Estimate

Based on simulations using tax year 2007 corporate returns, and adjusting for changes in the economy since 2007, disallowing the sharing of pre-2009 net operating loss carryforwards for taxable year 2013 and after would result in an increase in revenue of an estimated \$9.6 million in FY 2013, \$39.1 million in FY 2014, and \$42.0 million in FY 2015.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2011 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description Changes to BadgerCare Plus and BadgerCare Plus Core programs by the department of health services and by waiver, disallowing certain carry-forward amounts for combined reporting purposes, and making an appropriation			
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	\$42,000,000	\$
	GPR Earned		
	FED		
	PRO/PRS		
	SEG/SEG-S		
	TOTAL State Revenues	\$42,000,000	\$
NET ANNUALIZED FISCAL IMPACT			
		<u>State</u>	<u>Local</u>
	NET CHANGE IN COSTS	\$	\$
	NET CHANGE IN REVENUE	\$42,000,000	\$
Agency/Prepared By		Authorized Signature	Date
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