

Fiscal Estimate - 2013 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 13-0964/1	Introduction Number SB-043	
Description Income and franchise tax credit for investments in a community development financial institution		
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 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 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 type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
5. Types of Local Government Units Affected <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		
Fund Sources Affected	Affected Ch. 20 Appropriations	
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS		
Agency/Prepared By	Authorized Signature	Date
WEDC/ Sam Berndt (608) 210-6803	Amy Young (608) 210-6711	3/6/2013

Fiscal Estimate Narratives

WEDC 3/6/2013

LRB Number	13-0964/1	Introduction Number	SB-043	Estimate Type	Original
Description Income and franchise tax credit for investments in a community development financial institution					

Assumptions Used in Arriving at Fiscal Estimate

This bill allows the Wisconsin Economic Development Corporation (WEDC) to certify a person who makes a qualified investment in a registered community development financial institution (CDFI) to receive a credit against state income and franchise taxes and against license fees paid by insurers. The WEDC may certify up to \$1,000,000 in tax credits annually.

Long-Range Fiscal Implications

WEDC currently manages several tax credit certification programs and would be able to manage this program as part of the tax credit portfolio, however the bill requires WEDC to register investors in a CDFI and may be labor intensive and may require a .5 FTE to meet requirements. No additional staff expenses are anticipated, assuming other bill proposals requiring absorption are not enacted.