

Fiscal Estimate - 2013 Session

Original Updated Corrected Supplemental

LRB Number 13-3484/1		Introduction Number SB-366	
Description Creation of a primary care and psychiatry shortage grant program, exempting from taxation amounts received from such a grant program, granting rule-making authority, and making an appropriation			
Fiscal Effect			
State:			
<input type="checkbox"/> No State Fiscal Effect		<input type="checkbox"/> Indeterminate	
<input type="checkbox"/> Increase Existing Appropriations	<input type="checkbox"/> Increase Existing Revenues	<input checked="checked" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget	
<input type="checkbox"/> Decrease Existing Appropriations	<input checked="checked" type="checkbox"/> Decrease Existing Revenues	<input checked="checked" type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/> Create New Appropriations		<input type="checkbox"/> Decrease Costs	
Local:			
<input type="checkbox"/> No Local Government Costs		<input type="checkbox"/> Indeterminate	
5. Types of Local Government Units Affected			
1. <input type="checkbox"/> Increase Costs		3. <input type="checkbox"/> Increase Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Towns	<input type="checkbox"/> Village <input type="checkbox"/> Cities
2. <input type="checkbox"/> Decrease Costs		4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<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 checked="checked" 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
DOR/ Bradley Caruth (608) 261-8984		Michael Wagner (608) 266-6785	11/20/2013

Fiscal Estimate Narratives

DOR 11/20/2013

LRB Number	13-3484/1	Introduction Number	SB-366	Estimate Type	Original
Description Creation of a primary care and psychiatry shortage grant program, exempting from taxation amounts received from such a grant program, granting rule-making authority, and making an appropriation					

Assumptions Used in Arriving at Fiscal Estimate

This bill establishes a grant program to encourage primary care physicians and psychiatrists to practice primary care medicine or psychiatry in under-served areas in Wisconsin. The program is administered by the Higher Educational Aids Board (HEAB).

The bill creates a \$1.5 million continuing appropriation for the grant program and requires HEAB to allocate grants to a limited number of physicians and psychiatrists, subject to certain eligibility restrictions. HEAB is prohibited from requesting continued funding for the grant program in its 2015–17 biennial budget request.

Beginning in 2014, the bill creates an individual income tax deduction for any amount received by a physician or psychiatrist from the primary care and psychiatry shortage grant program.

Assuming that HEAB allocates the full amount of the grant and that eligible individuals pay an average effective marginal tax rate of 6.46%, the deduction is expected to reduce revenue by \$97,000 (\$1.5 million x 6.46%). The timing of the fiscal effect of the deduction will depend on the grant allocation schedule and is expected to approximately coincide.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2013 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
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Description Creation of a primary care and psychiatry shortage grant program, exempting from taxation amounts received from such a grant program, granting rule-making authority, 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	\$		\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
TOTAL State Revenues	\$		\$
NET ANNUALIZED FISCAL IMPACT			
	<u>State</u>		<u>Local</u>
NET CHANGE IN COSTS	\$		\$
NET CHANGE IN REVENUE	\$See Text		\$
Agency/Prepared By		Authorized Signature	
DOR/ Bradley Caruth (608) 261-8984		Michael Wagner (608) 266-6785	
		Date	
		11/20/2013	