

### Fiscal Estimate - 2013 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>13-1336/1</b>	<b>Introduction Number</b> <b>AB-0063</b>
<b>Description</b> Income and franchise tax credit for investments in a community development financial institution	
<b>Fiscal Effect</b>	
<b>State:</b>	
<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
<b>Local:</b>	
<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	
<b>Fund Sources Affected</b>	
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	
<b>Affected Ch. 20 Appropriations</b>	
<b>Agency/Prepared By</b>	
WEDC/ Sam Berndt (608) 210-6803	
<b>Authorized Signature</b>	
Amy Young (608) 210-6711	
<b>Date</b>	
3/11/2013	

**Fiscal Estimate Narratives**

**WEDC 3/11/2013**

LRB Number <b>13-1336/1</b>	Introduction Number <b>AB-0063</b>	Estimate Type <b>Original</b>
<b>Description</b> 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.