

### Fiscal Estimate - 2015 Session

Original     
  Updated     
  Corrected     
  Supplemental

LRB Number <b>15-4270/1</b>	Introduction Number <b>AB-0731</b>
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**Description**  
 Repealing the authority to create ABLE accounts in this state and creating tax benefits for contributions to ABLE accounts in other states

**Fiscal Effect**

**State:**

<input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations	<input checked="" 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
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**Local:**

<input checked="" 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	<b>5. Types of Local Government Units Affected</b> <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
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<b>Fund Sources Affected</b>	<b>Affected Ch. 20 Appropriations</b>
<input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

<b>Agency/Prepared By</b> DOR/ Bradley Caruth (608) 261-8984	<b>Authorized Signature</b> Robert Schmidt (608) 266-5773	<b>Date</b> 1/26/2016
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## Fiscal Estimate Narratives

DOR 1/26/2016

LRB Number	<b>15-4270/1</b>	Introduction Number	<b>AB-0731</b>	Estimate Type	<b>Original</b>
<b>Description</b> Repealing the authority to create ABLE accounts in this state and creating tax benefits for contributions to ABLE accounts in other states					

### Assumptions Used in Arriving at Fiscal Estimate

Current federal law allows states to create Achieving a Better Life Experience (ABLE) accounts under which resident individuals from that state or another state may make contributions to tax-exempt savings accounts to pay for qualified expenses of designated beneficiaries with disabilities. The Wisconsin state budget bill (2015 Act 55) authorized the creation of ABLE accounts in Wisconsin and provided for a tax deduction for contributions to an account as well as tax exemption for earnings from an account.

This bill repeals the provisions which authorized the creation of ABLE accounts in Wisconsin, although contributions to another state's ABLE account continue to be tax-advantaged. Under this bill, some individuals may be deterred from contributing to any account if they are not able to open an account administered by Wisconsin. However, under this bill, the department expects that most individuals who would otherwise contribute to a Wisconsin account will contribute to an account operated by another state instead. The bill is expected to result in a minimal revenue gain corresponding to the foregone tax preference of those individuals who opt for no account instead of an out-of-state account.

### Long-Range Fiscal Implications

## Fiscal Estimate Worksheet - 2015 Session

Detailed Estimate of Annual Fiscal Effect

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<b>LRB Number</b> <b>15-4270/1</b>	<b>Introduction Number</b> <b>AB-0731</b>	
<b>Description</b> Repealing the authority to create ABLE accounts in this state and creating tax benefits for contributions to ABLE accounts in other states		
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>		
<b>II. Annualized Costs:</b>		
<b>Annualized Fiscal Impact on funds from:</b>		
	Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>		
State Operations - Salaries and Fringes	\$	\$
(FTE Position Changes)		
State Operations - Other Costs		
Local Assistance		
Aids to Individuals or Organizations		
<b>TOTAL State Costs by Category</b>	<b>\$</b>	<b>\$</b>
<b>B. State Costs by Source of Funds</b>		
GPR		
FED		
PRO/PRS		
SEG/SEG-S		
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</b>		
	Increased Rev	Decreased Rev
GPR Taxes	\$	\$
GPR Earned		
FED		
PRO/PRS		
SEG/SEG-S		
<b>TOTAL State Revenues</b>	<b>\$</b>	<b>\$</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$	\$
NET CHANGE IN REVENUE	\$Minimal	\$
<b>Agency/Prepared By</b>		
<b>Authorized Signature</b>		<b>Date</b>
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		1/26/2016