

Fiscal Estimate Narratives

DOR 5/5/2017

LRB Number	17-2270/1	Introduction Number	AB-0291	Estimate Type	Original
Description project costs for tax incremental districts incurred for territory located within an adjacent city, village, or town					

Assumptions Used in Arriving at Fiscal Estimate

Under current law, a city or village may incur project costs for territory within a one-half mile radius of a tax incremental district's (TID) boundary within the city or village that created the district. The cost must be approved by the Joint Review Board. Under the bill, a city or village can incur a project cost for territory within a one-half mile radius of TID's boundary in an adjacent city, village, or town if the governing body consents to the expenditure by adopting a resolution. The city or village would have to amend the TID project plan to allow for costs in an adjacent city, village, or town, which includes approval by the Joint Review Board.

There is no state fiscal effect. Under the bill, the City of Brookfield could extend Wisconsin Avenue to Pilgrim Parkway, with modifications to Watertown Plank Rd in the Village of Elm Grove. The project costs could be charged to TID 3, which had an accumulated fund balance of \$10.9 million as of December 31, 2015. Preliminary cost estimates for the project range from \$2.4 million to \$5.2 million.

The department is not aware of any other pending projects that may be impacted by the bill. The bill does not impact tax increment revenue.

Long-Range Fiscal Implications