Original Updated Corrected Supplemental LRB Number 17-4152/1 Introduction Number AB-0895 Description Introduction Number Introduction Number Introduction Number	rom							
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Description	rom							
Description adopting a provision of federal law concerning an individual's reporting of rollover payments received from certain airlines								
Fiscal Effect								
State: No State Fiscal Effect Indeterminate Increase Existing Increase Existing Revenues Decrease Existing Decrease Existing Appropriations Decrease Existing Appropriations Revenues Create New Appropriations Decrease Costs	get							
Local: No Local Government Costs Indeterminate 1. Increase Costs Permissive Mandatory 2. Decrease Costs Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Mandatory								
Fund Sources Affected Affected Ch. 20 Appropriations								
GPR FED PRO PRS SEG SEGS								
Agency/Prepared By Authorized Signature Date								
DOR/ Bradley Caruth (608) 261-8984 Jamie Adams (608) 266-6785 2/5/20	18							

Fiscal Estimate - 2017 Session

Fiscal Estimate Narratives DOR 2/5/2018

LRB Number	17-4152/1	Introduction Number	AB-0895	Estimate Type	Original				
Description adopting a provision of federal law concerning an individual's reporting of rollover payments received from certain airlines									

Assumptions Used in Arriving at Fiscal Estimate

Under federal law, qualified airline employees who received airline payment amounts under bankruptcy claims were allowed to contribute the amounts to traditional IRAs as rollover contributions. Public Law 113-243 specifically allowed this for airline bankruptcy cases filed on November 29, 2011. Payments made from that bankruptcy case may affect taxable years 2012 and later. The employees could exclude the IRA contributions from gross income in the tax year in which the payments were made. Wisconsin does not conform to the Internal Revenue Code with respect to this provision, so individuals were not allowed to rollover contributions for state purposes and the amounts were required to be included in gross income for state purposes.

This bill adopts the federal law for state purposes beginning in tax year 2014. Because the bill applies retroactively to tax year 2014, individuals who received payments in 2014 and after will be allowed to file amended state tax returns in order to exclude the amount of the IRA rollovers from income. The bill is expected to result in a minimal revenue loss as a result of these amended returns. If the bill was effective beginning in tax year 2012 and provided an exception to the current law statute of limitations on filing amended returns, it could reduce revenue by as much as \$300,000.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2017 Session

Detailed Estimate of Annual Fiscal Effect

I Updated		Corrected		Supplemental
LRB Number 17-4152/1		Introduction N	lumber	AB-0895
Description adopting a provision of federal law concern from certain airlines I. One-time Costs or Revenue Impacts fo annualized fiscal effect):	-			
II. Annualized Costs:				pact on funds from:
		Increased C	osts	Decreased Costs
A. State Costs by Category	· · ·	Mild attention was an interesting and a second s		
State Operations - Salaries and Fringes		ar an	\$	\$
(FTE Position Changes)		An de la seconda de la companya de l		
State Operations - Other Costs	<u> </u>			
Local Assistance				
Aids to Individuals or Organizations				
TOTAL State Costs by Category			\$	\$
B. State Costs by Source of Funds		annan ann an an an Annan A	<u></u>	n an
GPR				
FED		nen an		na marina da kata na ang kata na kata na kata na k
PRO/PRS		Anne - an ang ang kan dan mang ang pang kinang ang pang kinang ang pang kinang kan pang kan pang kan pang kan p		an a
SEG/SEG-S		м. Аланан <u>ан түүүүү</u> баймаа таланууду байлага таланууду байлага талануулуу байлага талануулуу байлага талануулуу		
III. State Revenues - Complete this only revenues (e.g., tax increase, decrease ir			ase or dec	rease state
		Increased	Rev	Decreased Rev
GPR Taxes			\$	\$
GPR Earned				
FED				
PRO/PRS				
SEG/SEG-S				
TOTAL State Revenues			\$	\$
NET ANNU	JALIZE	D FISCAL IMPAC	Γ	
		Ş	State	<u>Local</u>
NET CHANGE IN COSTS		\$	9	
NET CHANGE IN REVENUE		\$See	Text	\$
Agency/Prepared By	Aut	horized Signature		Date
DOR/ Bradley Caruth (608) 261-8984		amie Adams (608) 266-6785 2/5/20		