

Fiscal Estimate - 2019 Session

Original Updated Corrected Supplemental

LRB Number 19-4271/1	Introduction Number SB-455	
Description the real estate transfer fee exemptions for conveyances to related individuals		
Fiscal Effect		
State:		
<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 checked="" 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	
Local:		
<input type="checkbox"/> No Local Government Costs <input checked="" 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 checked="" type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input checked="" type="checkbox"/> Mandatory	
5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input checked="" type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts		
Fund Sources Affected		
<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		
Affected Ch. 20 Appropriations		
Agency/Prepared By	Authorized Signature	Date
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Fiscal Estimate Narratives
DOR 10/4/2019

LRB Number 19-4271/1	Introduction Number SB-455	Estimate Type Original
Description the real estate transfer fee exemptions for conveyances to related individuals		

Assumptions Used in Arriving at Fiscal Estimate

Current law generally requires a person who conveys an interest in real property to file a real estate transfer return with the county register of deeds and pay a real estate transfer return fee equal to 30 cents for each \$100 of value. Certain exemptions from paying the fee are provided by current law, including exemptions for conveyances between an entity and the members of the entity who are related as spouses, lineal ascendants, lineal descendants, or siblings. The bill modifies the exemption to include members who are related as an uncle and his nieces or nephews, an aunt and her nieces or nephews, or first cousins.

The fiscal estimate is indeterminate as the department does not collect the information of how shareholders, partners, or members of an entity are related to each other. For FY 2019, 316 real estate transfer returns claimed the conveyance between entities exemption. Approximately 225,000 real estate transfer returns were filed in FY 2019.

Long-Range Fiscal Implications