

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19-5170/1	Introduction Number SB-645
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Description

a sales and use tax exemption for building materials that become a part of a facility for the University of Wisconsin Hospital and Clinics Authority

Fiscal Effect

State:

- No State Fiscal Effect
- Indeterminate
 - Increase Existing Appropriations
 - Decrease Existing Appropriations
 - Create New Appropriations
- Increase Existing Revenues
- Decrease Existing Revenues
- Increase Costs - May be possible to absorb within agency's budget
 - Yes
 - No
- Decrease Costs

Local:

- No Local Government Costs
- Indeterminate
- 1. Increase Costs
 - Permissive Mandatory
- 2. Decrease Costs
 - Permissive Mandatory
- 3. Increase Revenue
 - Permissive Mandatory
- 4. Decrease Revenue
 - Permissive Mandatory
- 5. Types of Local Government Units Affected
 - Towns Village Cities
 - Counties Others
 - School Districts WTCS Districts

Fund Sources Affected

Affected Ch. 20 Appropriations

- GPR FED PRO PRS SEG SEGS

Agency/Prepared By	Authorized Signature	Date
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Fiscal Estimate Narratives

DOR 1/8/2020

LRB Number	19-5170/1	Introduction Number	SB-645	Estimate Type	Original
Description a sales and use tax exemption for building materials that become a part of a facility for the University of Wisconsin Hospital and Clinics Authority					

Assumptions Used in Arriving at Fiscal Estimate

The bill provides a sales and use tax exemption for tangible personal property sold to a construction contractor who transfers the property to the University of Wisconsin Hospitals and Clinics Authority (UWHCA) as part of constructing a facility for the authority in this state.

The UWHCA is able to purchase such materials without tax under current law. The bill extends the exemption to the contractors making the materials purchases that are currently not subject to tax. As a result of current law and purchasing practices by UWHCA, there is no reduction in state and local sales tax revenue as a result of the bill.

Long-Range Fiscal Implications