



**Fiscal Estimate Narratives**

**DOR 2/25/2022**

LRB Number <b>21-6098/1</b>	Introduction Number <b>AB-1019</b>	Estimate Type <b>Original</b>
<b>Description</b> limitations on the total value of taxable property that may be included in a tax incremental financing district created in the city of Wausau		

**Assumptions Used in Arriving at Fiscal Estimate**

Under current law, the equalized value of taxable property of a new or amended tax incremental district (TID) plus the value increment of all existing TIDs in a city or village may not exceed 12 percent of the total equalized value of taxable property in the city or village. Under this bill, the 12 percent rule does not apply to TID Number 13 created by the city of Wausau.

The City of Wausau currently has eight TIDs and based on 2021 data the city exceeds the 12 percent limit at 13.16 percent. Under current law, the City of Wausau cannot create TID number 13 without terminating a current TID, subtracting territory, or waiting until the values fall below the 12 percent limit. Under the bill, if the city creates TID number 13, the new TID would not be subject to any valuation limits. Wausau TIDs each contribute the following amounts to the overall 12 percent limit: TID number 3 3.43 percent, TID number 6 4.35 percent, TID number 7 1.75 percent, TID number 8 0.76 percent, TID number 9 0.02 percent, TID number 10 0.45 percent, TID number 11 2.02 percent, and TID number 12 0.38 percent.

Wausau had 2021 total equalized value of \$3,265,016,200. Wausau TIDs have a combined 2021 current value of \$684,790,600, and a combined 2021 increment value of \$429,834,700. Combined current values have increased by 13.13 percent in 2021, declined by 2.44 percent in 2020, increased by 12.51 percent in 2019, and increased by 12.44 percent in 2018.

The department's computer software can accommodate this special TID without any additional programming changes or administrative costs.

**Long-Range Fiscal Implications**