



Legislative Fiscal Bureau

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Joint Committee on Finance

Paper #318

Reestimate Enterprise Zone Tax Credits (General Fund Taxes -- Income and Franchise Taxes)

[LFB 2015-17 Budget Summary: Page 175, #5]

CURRENT LAW

The enterprise zone program provides refundable tax credits that can be claimed against the individual income tax, including the alternative minimum tax, and corporate income/franchise tax for eligible expenses from increased employment, retaining employees, employee training, capital investment, and purchases from Wisconsin vendors. The program is administered by the Wisconsin Economic Development Corporation (WEDC). The credits are paid from the sum sufficient enterprise zone jobs credit appropriation.

GOVERNOR

Estimate the sum sufficient enterprise zone jobs credit appropriation at \$50,500,000 GPR in 2015-16 and \$41,300,000 GPR in 2016-17.

MODIFICATION

Reestimate the sum sufficient appropriation for enterprise zone jobs credits at \$52,500,000 GPR in 2015-16 and \$53,100,000 GPR in 2016-17. Compared to the bill, the reestimate would increase the appropriation by \$2,000,000 GPR in 2015-16 and by \$11,800,000 GPR in 2016-17.

Explanation: The reestimates are based on more recent data provided by WEDC updated with enterprise zone designations and credit allocations, by year, that have been recently contracted with, or amended by, the Corporation through April of 2015.

Change to Bill	
GPR	\$13,800,000

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