



**Fiscal Estimate Narratives**

**DOR 5/15/01**

LRB Number <b>01-3030/1</b>	Introduction Number <b>AB-400</b>	Estimate Type <b>Original</b>
<b>Subject</b> Gasoline tax exemption for K-12 schools		

**Assumptions Used in Arriving at Fiscal Estimate**

Based on the information received from the Wisconsin School Bus Association (WSBA), the Department of Public Instruction estimated that there are approximately 1,900 school buses owned by Wisconsin school districts and they travel an average of 20,000 miles per year. About 90% of these buses are diesel-powered, with a fuel efficiency of about 6 miles per gallon, and the remaining 10% are gasoline-powered, with a fuel efficiency of about 3 miles per gallon. Based on this information, it is estimated that diesel fuel consumption for district-owned buses is 5.7 million gallons per year and for gasoline-powered buses is 1.3 million gallons, for total consumption of 6.97 million gallons. The revenue loss from exempting this fuel from the motor fuels tax would be \$1.90 million in FY02.

There would be an additional revenue loss from an exemption for fuel consumed in other district-owned vehicles, for which data are not available.

The Department of Revenue would one-time costs of \$61,000 to develop and mail new forms and revise computer applications and ongoing costs of \$2,500. The bill does not provide funding for these costs.

**Long-Range Fiscal Implications**

## Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> 01-3030/1		<b>Introduction Number</b> AB-400	
<b>Subject</b>			
Gasoline tax exemption for K-12 schools			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>			
\$61,000			
<b>II. Annualized Costs:</b>		<b>Annualized Fiscal Impact on funds from:</b>	
		Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>			
State Operations - Salaries and Fringes		\$	
(FTE Position Changes)			
State Operations - Other Costs		2,500	
Local Assistance			
Aids to Individuals or Organizations			
<b>TOTAL State Costs by Category</b>		<b>\$2,500</b>	<b>\$</b>
<b>B. State Costs by Source of Funds</b>			
GPR			
FED			
PRO/PRS			
SEG/SEG-S		2,500	
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, ets.)</b>			
		Increased Rev	Decreased Rev
GPR Taxes		\$	\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S (Transportation)			-1,900,000
<b>TOTAL State Revenues</b>		<b>\$</b>	<b>\$-1,900,000</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>			
		State	Local
NET CHANGE IN COSTS		\$2,500	\$
NET CHANGE IN REVENUE		\$-1,900,000	\$
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	<b>Date</b>
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