## Fiscal Estimate - 2007 Session

Original Dpc	dated Corre	cted	Supplemental				
LRB Number 07-3742/2	Introduction	on Number A	B-0732				
<b>Description</b> Relating to: a meat processing facility investment income and franchise tax credit, granting rule-making authority, and making an appropriation.							
Fiscal Effect							
State:  No State Fiscal Effect Indeterminate Increase Existing Appropriations Decrease Existing Appropriations Increase Existing Appropriations Increase Existing Appropriations Increase New Appropriations	Increase Existing Revenues Decrease Existing Revenues	Increase Costs to absorb within   ☑ Yes  ☐ Decrease Costs	n agency's budget No				
Local:  No Local Government Costs Indeterminate  1. Increase Costs Permissive Mandatory 2. Decrease Costs 4. Permissive Mandatory	Permissive Mandatory	Counties C	its Affected Village Cities Others WTCS Districts				
Fund Sources Affected Affected Ch. 20 Appropriations  GPR FED PRO PRS SEG SEGS 20.143 (1) (a)							
Agency/Prepared By	Authorized Signatu	ure	Date				
COMM/ Julie Keal (608) 266-6748	Louie Cornelius (60	Louie Cornelius (608) 266-8629 1/30/2008					

## Fiscal Estimate Narratives COMM 1/30/2008

LRB Number	07-3742/2	Introduction Number	AB-0732	Estimate Type	Original	
Description Relating to: a meat processing facility investment income and franchise tax credit, granting rule-making						
authority, and making an appropriation.						

## **Assumptions Used in Arriving at Fiscal Estimate**

This bill creates the Meat Processing Facility Investment Tax Credit program. It does not limit the number of businesses that the department may designate, but it does limit the amount of tax credits that the department may allocate to businesses to \$300,000 in FY10 and \$700,000 each fiscal year thereafter. Each taxpayer may claim not more than \$200,000 over the life of the program, which expires for taxable years beginning before January 1, 2017.

Under the bill, Commerce will certify meat processing businesses to claim tax benefits and allocate to each business the amount of tax credits it may claim. The department shall notify the Department of Revenue of all persons that it certifies and of the amount of tax credits it allocates to each person.

Commerce will not require any new positions to administer this program.

## Long-Range Fiscal Implications