



## Fiscal Estimate Narratives

DOR 4/28/2009

LRB Number	<b>09-1962/1</b>	Introduction Number	<b>SB-165</b>	Estimate Type	<b>Original</b>
<b>Description</b> Changing the type of income that may be used to calculate the married persons tax credit					

### Assumptions Used in Arriving at Fiscal Estimate

Current Wisconsin law allows married dual earner couples to claim a married couple credit equal to 3% of the lower earning spouse's earned income. The maximum amount of the credit is \$480 and the credit is nonrefundable. This bill allows married couples to also include qualified retirement plan income and individual retirement account income in the calculation of their married couple credits.

Based on a simulation using the Department of Revenue income tax model, the bill is expected to reduce revenue by \$20.0 million annually beginning in fiscal year 2010.

### Long-Range Fiscal Implications

## Fiscal Estimate Worksheet - 2009 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>09-1962/1</b>		<b>Introduction Number</b> <b>SB-165</b>	
<b>Description</b> Changing the type of income that may be used to calculate the married persons tax credit			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>			
<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			
Local Assistance			
Aids to Individuals or Organizations			
<b>TOTAL State Costs by Category</b>	<b>\$</b>		<b>\$</b>
<b>B. State Costs by Source of Funds</b>			
GPR			
FED			
PRO/PRS			
SEG/SEG-S			
<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	\$		\$-20,000,000
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
<b>TOTAL State Revenues</b>	<b>\$</b>		<b>\$-20,000,000</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>			
	State		Local
NET CHANGE IN COSTS	\$		\$
NET CHANGE IN REVENUE	\$-20,000,000		\$
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	
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		<b>Date</b>	
		4/28/2009	