

## Fiscal Estimate - 2013 Session

Original     
  Updated     
  Corrected     
  Supplemental

**LRB Number**    **13-4066/1**                     
 **Introduction Number**    **SB-001 (JR4)**

**Description**  
 Reducing the lowest individual income tax rate; providing technical college property tax relief aid; establishing a technical college district revenue limit; the carry-back of net operating losses; the sales and use tax exemption for commercial printing; the jobs tax credit; the electronic medical records credit; the manufacturing and agriculture credit; the research credit; the state historic rehabilitation credit; the relocated business credit; and making an appropriation

**Fiscal Effect**

**State:**

- No State Fiscal Effect
- Indeterminate
  - Increase Existing Appropriations
  - Decrease Existing Appropriations
  - Create New Appropriations
- Increase Existing Revenues
- Decrease Existing Revenues
- Increase Costs - May be possible to absorb within agency's budget
  - Yes                       No
- Decrease Costs

**Local:**

- No Local Government Costs
  - Indeterminate
  - 1.  Increase Costs                      3.  Increase Revenue
  - Permissive    Mandatory                       Permissive    Mandatory
  - 2.  Decrease Costs                      4.  Decrease Revenue
  - Permissive    Mandatory                       Permissive    Mandatory
5. Types of Local Government Units Affected
- Towns                       Village                       Cities
  - Counties                       Others
  - School Districts                       WTCS Districts

**Fund Sources Affected**

- GPR     FED     PRO     PRS     SEG     SEGS

**Affected Ch. 20 Appropriations**

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**Date**

1/29/2014

**Fiscal Estimate Narratives**

**WEDC 1/29/2014**

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**Assumptions Used in Arriving at Fiscal Estimate**

This bill makes a number of changes to Wisconsin tax programs, including the Jobs Tax Credit program, which is administered by WEDC.

This bill is intended to clarify Wis. Statute 238.16 (3) as it applies to calculating the Jobs Tax Credit benefit. Under current law, a person is eligible for tax credits so long as the person increases net employment in their business. As currently written, relocated jobs within a company, but new to Wisconsin, may not qualify for Jobs Tax Credits as the net employment in the business may remain the same. This bill modifies statute to reflect that net increases in Wisconsin employment are eligible for tax credits, either by creating new jobs in Wisconsin or relocating existing jobs from out of state to Wisconsin.

As the bill expands the efficacy of the Jobs Tax Credit Program, there is no fiscal effect for the Wisconsin Economic Development Corporation.

**Long-Range Fiscal Implications**