

Fiscal Estimate - 2017 Session

Original

 Updated

 Corrected

 Supplemental

LRB Number 17-2289/2	Introduction Number AB-0292
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Description
 sale of Green Bay Correctional Institution and construction and lease with a purchase option of a correctional institution in Brown County or an adjacent county and making an appropriation

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget
<input checked="" type="checkbox"/> Indeterminate	<input type="checkbox"/> Increase Existing Revenues	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Increase Existing Appropriations	<input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriations		
<input type="checkbox"/> Create New Appropriations		

Local:

<input type="checkbox"/> No Local Government Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected
<input checked="" type="checkbox"/> Indeterminate	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
1. <input type="checkbox"/> Increase Costs	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities
		<input type="checkbox"/> Counties <input type="checkbox"/> Others
		<input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts

Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

Agency/Prepared By	Authorized Signature	Date
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Fiscal Estimate Narratives

DOR 5/8/2017

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Description sale of Green Bay Correctional Institution and construction and lease with a purchase option of a correctional institution in Brown County or an adjacent county and making an appropriation					

Assumptions Used in Arriving at Fiscal Estimate

The bill requires the Department of Administration (DOA) to solicit public bids to sell the Green Bay Correctional Institution in the Village of Allouez. If the DOA receives an acceptable bid for the current facility, the DOA would solicit proposals to build a privately owned correctional institution in Brown County or an adjacent county, with an option for the state to purchase the facility.

Under current law, a privately owned correctional institution would be subject to property taxes from all overlying tax jurisdictions. Under the bill, if the state purchases the facility, then the municipality where the facility is located would receive a payment in lieu of taxes administered by the DOA. The payment would equal the property taxes paid by the previous owner for the last year the property was subject to taxation.

The fiscal effect is indeterminate since the state's decision to purchase the prison, purchase date, location, and property value are unknown. A privately owned correctional institution in Brown County would have an average 2016-17 net tax rate of \$17.40 per \$1,000 of assessed property value.

Long-Range Fiscal Implications