

Fiscal Estimate - 2017 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 17-1083/1	Introduction Number AB-0039
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Description
 allowing refunds for the early stage seed and angel investment tax credits and making an appropriation

Fiscal Effect

State:

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

Local:

No Local Government Costs
 Indeterminate

1. Increase Costs Permissive Mandatory

2. Decrease Costs Permissive Mandatory

3. Increase Revenue Permissive Mandatory

4. Decrease Revenue Permissive Mandatory

5. Types of Local Government Units Affected

Towns Village Cities
 Counties Others
 School Districts 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

WEDC 4/5/2017

LRB Number	17-1083/1	Introduction Number	AB-0039	Estimate Type	Original
Description allowing refunds for the early stage seed and angel investment tax credits and making an appropriation					

Assumptions Used in Arriving at Fiscal Estimate

This bill changes the way a taxpayer may claim tax credits under the early stage seed and angel investment program by making the tax credits refundable for taxable years beginning after December 31, 2016.

Currently, WEDC administers the early stage seed and angel investment program, also known as the Qualified New Business Venture (QNBV) program. Under this program, WEDC staff certifies eligible early stage businesses and verifies the tax credits earned through investments in those new businesses. AB-039 does not change the way that WEDC staff certify QNBVs or verify tax credits earned, however, WEDC anticipates the volume of tax credit verifications to increase by forty (40) percent under the proposal.

WEDC uses the flexibility of its block grant funding to allocate resources to its portfolio of programs as needed. Although the bill does not require WEDC to expend existing budget, it may require additional staff to administer the program under the new statutory requirements. This would need to result in a re-allocation from other existing programs and activities.

This assumes that other bills amending the QNBV program do not pass.

Long-Range Fiscal Implications