

### Fiscal Estimate - 2017 Session

Original       Updated       Corrected       Supplemental

<b>LRB Number</b> <b>17-2652/1</b>	<b>Introduction Number</b> <b>SB-395</b>	
<b>Description</b> the regulation of nonferrous metallic mining, prospecting, exploration, and bulk sampling, repealing administrative rules relating to wetlands, granting rule-making authority, and making an appropriation		
<b>Fiscal Effect</b>		
<b>State:</b>		
<input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Decrease Existing Appropriations <input checked="" type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <input type="checkbox"/> Decrease Costs		
<b>Local:</b>		
<input checked="" type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs      3. <input type="checkbox"/> Increase Revenue <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 5. Types of Local Government Units Affected <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		
<b>Fund Sources Affected</b> <b>Affected Ch. 20 Appropriations</b>		
<input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input type="checkbox"/> SEGS		
<b>Agency/Prepared By</b>	<b>Authorized Signature</b>	<b>Date</b>
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## Fiscal Estimate Narratives

DOR 9/7/2017

LRB Number	<b>17-2652/1</b>	Introduction Number	<b>SB-395</b>	Estimate Type	<b>Original</b>
<b>Description</b> the regulation of nonferrous metallic mining, prospecting, exploration, and bulk sampling, repealing administrative rules relating to wetlands, granting rule-making authority, and making an appropriation					

### Assumptions Used in Arriving at Fiscal Estimate

The bill makes changes to the regulation and permitting of nonferrous metallic mineral prospecting and mining as administered by the Wisconsin Department of Natural Resources. The Department of Revenue (DOR) administers a net proceeds occupation tax on extracting metalliferous minerals. The tax increases on a graduated scale based on net proceeds—gross receipts minus allowable deductions.

The bill creates a process for engaging in bulk sampling for nonferrous metallic minerals. The bill requires a \$5,000 surety bond to be submitted along with a bulk sampling plan. Under the bill, the bulk sampling bond cost would be an allowable deduction from gross receipts for purposes of the net proceeds tax.

The fiscal effect of adding the \$5,000 bulk sampling bond cost as an allowable deduction would be minimal. The DOR is not collecting any net proceeds occupation taxes on metalliferous minerals as no such mines are in operation.

### Long-Range Fiscal Implications