

Fiscal Estimate - 2017 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 17-5452/1	Introduction Number SB-798
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Description
 a sales and use tax rebate for certain dependent children and making an appropriation

Fiscal Effect

State:

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

Local:

<input type="checkbox"/> No Local Government Costs		
<input type="checkbox"/> Indeterminate		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	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
<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	

Fund Sources Affected	Affected Ch. 20 Appropriations
<input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	20.835 (2)(cb), 20.566(1)(a)

Agency/Prepared By	Authorized Signature	Date
DOR/ Bradley Caruth (608) 261-8984	Michael Oakleaf (608) 261-5173	2/15/2018

Fiscal Estimate Narratives

DOR 2/15/2018

LRB Number 17-5452/1	Introduction Number SB-798	Estimate Type Original
Description a sales and use tax rebate for certain dependent children and making an appropriation		

Assumptions Used in Arriving at Fiscal Estimate

This bill creates a onetime sales and use tax rebate to be paid by September 1, 2018, as an approximation of nonbusiness Wisconsin sales tax paid in 2017 for raising children. The rebate is equal to \$100 for each qualifying child who is under 18 years of age for the entire year of 2017, a United States citizen, a resident of Wisconsin on December 31, 2017, and the claimant's dependent, as determined under the Internal Revenue Code. An individual who is a full-year resident, nonresident, or part-year resident is eligible to claim the rebate if he or she completes an online application for the rebate on a form prepared by the department. A nonresident or part-year resident may claim the rebate if the claimant verifies his or her nonbusiness Wisconsin sales taxes paid in 2017, and the verified amount is at least \$100 for each qualified child.

Based on an analysis of Wisconsin tax returns, the department expects approximately 1,221,000 children will qualify for the rebate for a one-time cost of \$122.1 million. The department also expects to incur one-time administrative costs of \$823,200 (\$477,000 in fiscal year 2018 and \$346,200 in fiscal year 2019). The bill provides the department with an appropriation of \$506,400 to administer the rebate.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2017 Session

Detailed Estimate of Annual Fiscal Effect

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Description
 a sales and use tax rebate for certain dependent children and making an appropriation

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):

The department expects to incur one-time administrative costs of \$823,200 (\$477,000 in fiscal year 2018 and \$346,200 in fiscal year 2019). The bill provides the department with an appropriation of \$506,400 to administer the rebate.

II. Annualized Costs:	Annualized Fiscal Impact on funds from:	
	Increased Costs	Decreased Costs

A. State Costs by Category		
	Increased Costs	Decreased Costs
State Operations - Salaries and Fringes	\$	\$
(FTE Position Changes)		
State Operations - Other Costs		
Local Assistance		
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$	\$

B. State Costs by Source of Funds		
	Increased Costs	Decreased Costs
GPR		
FED		
PRO/PRS		
SEG/SEG-S		

III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)

	Increased Rev	Decreased Rev
GPR Taxes	\$	\$
GPR Earned		
FED		
PRO/PRS		
SEG/SEG-S		
TOTAL State Revenues	\$	\$

NET ANNUALIZED FISCAL IMPACT		
	State	Local
NET CHANGE IN COSTS	\$See Text	\$
NET CHANGE IN REVENUE	\$	\$

Agency/Prepared By DOR/ Bradley Caruth (608) 261-8984	Authorized Signature Michael Oakleaf (608) 261-5173	Date 2/15/2018
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