

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

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| LRB Number 19-3629/1 | Introduction Number SB-391 |
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Description
 Lengthening the time during which tax increments may be allocated and expenditures for project costs may be made and extending the maximum life for Tax Incremental Districts Number Three and Four in the village of Lake Delton

Fiscal Effect

State:

| | | |
|--|---|--|
| <input checked="" 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 type="checkbox"/> Indeterminate | <input type="checkbox"/> Decrease Existing Revenues | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| <input type="checkbox"/> Increase Existing Appropriations | <input type="checkbox"/> Decrease Costs | |
| <input type="checkbox"/> Decrease Existing Appropriations | | |
| <input type="checkbox"/> Create New Appropriations | | |

Local:

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

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| 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 | |

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| Agency/Prepared By DOR/ Craig Steinfeldt (608) 266-5705 | Authorized Signature Jamie Adams (608) 266-6785 | Date 9/19/2019 |
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Fiscal Estimate Narratives
DOR 9/19/2019

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|---|-----------------------------------|-------------------------------|
| LRB Number 19-3629/1 | Introduction Number SB-391 | Estimate Type Original |
| Description Lengthening the time during which tax increments may be allocated and expenditures for project costs may be made and extending the maximum life for Tax Incremental Districts Number Three and Four in the village of Lake Delton | | |

Assumptions Used in Arriving at Fiscal Estimate

Current law generally limits a tax increment district (TID) maximum life to 20 years, 23 years, or 27 years depending on the type of TID. Project expenditures are generally limited to 5 years before the unextended termination date. Under the bill, with regard to TID number 3 and 4 in the Village of Lake Delton, expenditures for project costs may be made for up to 32 years after TID creation and DOR may allocate tax increments for up to 37 years after creation. The bill extends the maximum life of TID 3 for 17 years and TID 4 for 10 years.

For 2019, TID 3 has a current value of \$347,044,500, with an increment value of \$303,080,800. TID 4 has a current value of \$57,393,100, with an increment value of \$25,652,100. TID 4 had a negative increment value between 2010 and 2016. TID 4 received transfers from TID 3 totaling \$2,700,000 between 2016 and 2018. The transfers were approximately 93.1 percent of TID 4 total revenue between 2016 and 2018.

Long-Range Fiscal Implications