



Legislative Fiscal Bureau

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June 9, 2011

TO: Senator Mark Miller
Room 206 South, State Capitol

FROM: Rob Reinhardt, Program Supervisor

SUBJECT: General Fund Taxes

At your request, I have prepared the attached table showing the estimated fiscal effects of 2011 legislation affecting general fund taxes. The table includes provisions that were passed during the January, 2011, special session, one other 2011 enacted bill, and the biennial budget provisions adopted by the Joint Committee on Finance. The estimates for 2013-14 and later years are in 2012-13 dollars.

I hope this information responds to your request. Please contact me if you have additional questions.

RR/le
Attachment

ATTACHMENT

**Estimated Fiscal Effects of General Fund Tax Provisions
(Millions)**

	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>
January 2011 Special Session Bills										
Health Savings Accounts (2011 Act 1)	-\$21.2	-\$28.0	-\$28.0	-\$28.0	-\$28.0	-\$28.0	-\$28.0	-\$28.0	-\$28.0	-\$28.0
Relocated Business Credit/Deduction (2011 Act 3)	-0.5	-0.5	-0.5	-0.5	-0.5	-0.5	-0.5	-0.5	-0.5	-0.5
Deduction for New Hires (2011 Act 5)	-33.5	-33.5	-33.5	-33.5	-33.5	-33.5	-33.5	-33.5	-33.5	-33.5
Economic Development Zone Increase (2011 Act 4)	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>-6.3</u>	<u>-6.3</u>	<u>-6.3</u>	<u>-6.3</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Special Session Totals	-\$55.2	-\$62.0	-\$62.0	-\$68.3	-\$68.3	-\$68.3	-\$68.3	-\$62.0	-\$62.0	-\$62.0
Other 2011 Bills										
Extend Dairy/Livestock Credit (2011 Act 15)	\$0.0	-\$1.6	-\$1.6	-\$1.6	-\$1.6	-\$1.6	\$0.0	\$0.0	\$0.0	\$0.0
Biennial Budget Provisions--JFC										
Capital Gains Deferral for WI Investments	-\$16.1	-\$20.2	-\$20.2	-\$20.2	-\$20.2	-\$20.2	-\$20.2	-\$20.2	-\$20.2	-\$20.2
Capital Gains Exclusion for WI Capital Assets	0.0	0.0	0.0	0.0	0.0	-6.0	-22.8	-56.6	-73.4	-79.4
Internal Revenue Code Update	0.2	-0.3	-0.3	-0.3	-0.3	-0.3	-0.3	-0.3	-0.3	-0.3
Combined Reporting--Pre-2009 Losses	-9.2	-37.2	-40.0	-40.0	-40.0	-40.0	-40.0	-40.0	-40.0	-40.0
Domestic Production Credit	0.0	-10.1	-44.2	-72.3	-104.4	-128.7	-128.7	-128.7	-128.7	-128.7
Sales Tax Exemption for Modular Homes	-0.2	-0.3	-0.3	-0.3	-0.3	-0.3	-0.3	-0.3	-0.3	-0.3
Sales Tax Exemption for Direct Mail	0.0	0.0	-0.5	-0.5	-0.5	-0.5	-0.5	-0.5	-0.5	-0.5
Sales Tax Exemption for Snow-Making Equipment	<u>0.0</u>	<u>0.0</u>	<u>-0.2</u>	<u>-0.2</u>	<u>-0.2</u>	<u>-0.2</u>	<u>-0.2</u>	<u>-0.2</u>	<u>-0.2</u>	<u>-0.2</u>
Biennial Budget Totals	-\$25.3	-\$68.1	-\$105.7	-\$133.8	-\$165.9	-\$196.2	-\$213.0	-\$246.8	-\$263.6	-\$269.6
Grand Total	-\$80.5	-\$131.7	-\$169.2	-\$203.6	-\$235.7	-\$266.0	-\$281.2	-\$308.8	-\$325.6	-\$331.6