

FISCAL ESTIMATE FORM

2011 Session

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB # 11-

INTRODUCTION #

Admin. Rule # Chapter tax 3.05

Subject PROPOSED ORDER OF THE DEPARTMENT OF REVENUE CREATING RULES FOR INCOME TAX DEDUCTION FOR JOB CREATION

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation

- Increase Existing Appropriation Increase Existing Revenues
 Decrease Existing Appropriation Decrease Existing Revenues
 Create New Appropriation

- Increase Costs - May be Possible to Absorb Within Agency's Budget Yes No
 Decrease Costs

Local: No Local Government Costs

- | | |
|---|---|
| <p>1. <input type="checkbox"/> Increase Costs
 <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory</p> <p>2. <input type="checkbox"/> Decrease Costs
 <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory</p> | <p>3. <input type="checkbox"/> Increase Revenues
 <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory</p> <p>4. <input type="checkbox"/> Decrease Revenues
 <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory</p> |
|---|---|

5. Types of Local Governmental Units Affected:
- Towns Villages Cities
 Counties Others _____
 School Districts WTCS Districts

Fund Sources Affected

- GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

Assumptions Used in Arriving at Fiscal Estimate:

The proposed rule order does the following:

- 1) clarifies certain terms as they apply to the job creation deduction under ss. 71.05 (6) (b) 47., 71.26 (1) (h), and 71.45 (1) (c), Stats., as created by 2011 Wisconsin Act 5;
- 2) prescribes the methods by which the average employee count is computed for purposes of determining the amount of the deduction; and
- 3) clarifies how the deduction applies to partnerships, limited liability companies, tax-option corporations, and professional employer organizations.

The fiscal effect of the job creation deduction was included in the fiscal estimate for 2011 Act 5. As such, the proposed rule has no fiscal effect.

(continued on page two)

Long-Range Fiscal Implications:

Agency/Prepared by	Authorized Signature/Telephone No.	Date
Wisconsin Department of Revenue /Michael Oakleaf 608-261-5173	Rebecca Boldt 608 266-6785	03/08/11

FISCAL ESTIMATE WORKSHEET

Detailed Estimate of Annual Fiscal Effect

2011 Session

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

II. Annualized Costs:	Annualized Fiscal impact on State funds from:	
A. State Costs by Category	Increased Costs	Decreased Costs
State Operations - Salaries and Fringe	\$	\$ -
(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	\$ -	\$ 0
NET CHANGE IN REVENUES	\$ 0	\$ 0

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