



City of Milwaukee Fiscal Impact Statement

A

Date 6/23/2023 File Number 230374 ☒ Original ☐ Substitute

Subject Fiscal impact of repeal of personal property tax by 2023 Wisconsin Act 12

B

Submitted By (Name/Title/Dept./Ext.) Nicole F. Larsen, Commissioner of Assessments

C

- This File
- ☐ Increases or decreases previously authorized expenditures.
 - ☐ Suspends expenditure authority.
 - ☐ Increases or decreases city services.
 - ☐ Authorizes a department to administer a program affecting the city's fiscal liability.
 - ☐ Increases or decreases revenue.
 - ☐ Requests an amendment to the salary or positions ordinance.
 - ☐ Authorizes borrowing and related debt service.
 - ☐ Authorizes contingent borrowing (authority only).
 - ☐ Authorizes the expenditure of funds not authorized in adopted City Budget.

D

- Charge To
- | | |
|--|---|
| <input type="checkbox"/> Department Account | <input type="checkbox"/> Contingent Fund |
| <input type="checkbox"/> Capital Projects Fund | <input type="checkbox"/> Special Purpose Accounts |
| <input type="checkbox"/> Debt Service | <input type="checkbox"/> Grant & Aid Accounts |
| <input type="checkbox"/> Other (Specify) _____ | |

E

Purpose	Specify Type/Use	Expenditure	Revenue
Salaries/Wages		\$0.00	\$0.00
		\$0.00	\$0.00
Supplies/Materials		\$0.00	\$0.00
		\$0.00	\$0.00
Equipment		\$0.00	\$0.00
		\$0.00	\$0.00
Services		\$0.00	\$0.00
		\$0.00	\$0.00
Other		\$0.00	\$0.00
		\$0.00	\$0.00
TOTALS		\$ 0.00	\$ 0.00

F**Assumptions used in arriving at fiscal estimate.** _____**G****For expenditures and revenues which will occur on an annual basis over several years check the appropriate box below and then list each item and dollar amount separately.**☒ **1-3 Years** ☐ **3-5 Years**☐ **1-3 Years** ☐ **3-5 Years**☐ **1-3 Years** ☐ **3-5 Years**Beginning in 2025, the state will pay to the City an amount equal to the personal property taxes levied as of Jan. 1, 2023. Wis. Stat. s. 79.0965(1).

_____**H****List any costs not included in Sections D and E above.** _____**I****Additional information.**This change is revenue-neutral. 2023 Wis Act 12 repeals the personal property tax on businesses with personal property located in the state. The law freezes PP tax revenues at 2023 levels, the last year personal property taxes will be levied. Beginning in 2025, the State will reimburse the City an amount equal to the 2023 revenue level.
_____**J****This Note** ☒ **Was requested by committee chair.**