



2013 ASSEMBLY BILL 756

February 11, 2014 - Introduced by Representatives C. TAYLOR, THIESFELDT, BERCEAU, GOYKE, KAHL, POPE and RINGHAND, cosponsored by Senators RISSER and SCHULTZ. Referred to Committee on Ways and Means.

1 **AN ACT to amend** 20.835 (5) (a), 70.119 (1), 70.119 (2), 70.119 (7) (a) and 70.119
2 (7) (c) of the statutes; **relating to:** state payments for municipal services and
3 making an appropriation.

Analysis by the Legislative Reference Bureau

Under current law, instead of paying property taxes, the state pays municipalities for municipal services provided to state facilities located in the municipalities. The state negotiates the payment amount with each municipality based on the state's calculation of the value of state property located in the municipality. If the appropriation for making the payments for municipal services is insufficient for paying the full amount of all the negotiated payments, the state prorates the payments among the municipalities.

Under this bill, the state pays the full amount of all payments to municipalities for municipal services.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

4 **SECTION 1.** 20.835 (5) (a) of the statutes is amended to read:

ASSEMBLY BILL 756**SECTION 1**

1 20.835 (5) (a) *Payments for municipal services.* ~~The amounts in the schedule~~
2 A sum sufficient to make payments for municipal services provided by municipalities
3 to state facilities, as determined under s. 70.119 (7).

4 **SECTION 2.** 70.119 (1) of the statutes is amended to read:

5 70.119 (1) The state and the University of Wisconsin Hospitals and Clinics
6 Authority shall make reasonable payments, in full, at established rates for water,
7 sewer and electrical services and all other services directly provided by a
8 municipality to state facilities and facilities of the University of Wisconsin Hospitals
9 and Clinics Authority described in s. 70.11 (38), including garbage and trash disposal
10 and collection, which are financed in whole or in part by special charges or fees. Such
11 payments for services provided to state facilities shall be made from the
12 appropriations to state agencies for the operation of the facilities. Each state agency
13 making such payments shall annually report the payments to the department.

14 **SECTION 3.** 70.119 (2) of the statutes is amended to read:

15 70.119 (2) The department shall make reasonable payments, in full, for
16 municipal services pursuant to the procedures specified in subs. (4), (5) and (6),
17 except as provided ~~in~~ under sub. (9).

18 **SECTION 4.** 70.119 (7) (a) of the statutes is amended to read:

19 70.119 (7) (a) The department shall make payment from the appropriation
20 under s. 20.835 (5) (a) for municipal services provided by municipalities to state
21 facilities. ~~If the appropriation under s. 20.835 (5) (a) is insufficient to pay the full~~
22 ~~amount under sub. (6) in any one year, the department shall prorate payments~~
23 ~~among the municipalities entitled thereto.~~ The University of Wisconsin Hospitals
24 and Clinics Authority shall make payment for municipal services provided by
25 municipalities to facilities of the authority described in s. 70.11 (38).

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1 **SECTION 5.** 70.119 (7) (c) of the statutes is amended to read:

2 70.119 (7) (c) The department shall assess to the appropriate program revenue
3 and program revenue–service accounts and segregated funds the costs of providing
4 payments for municipal services for the administration of programs financed from
5 program revenues or segregated revenues, except program revenues derived from
6 academic student fees levied by the board of regents of the University of Wisconsin
7 System. ~~If payments are prorated under par. (a) in any year, the department shall~~
8 ~~assess costs under this paragraph as affected by the proration.~~ The department shall
9 transfer to the general fund an amount equal to the assessments in each year from
10 the appropriate program revenue, program revenue–service and segregated revenue
11 appropriations.

12 **SECTION 6. Initial applicability.**

13 (1) This act first applies to payments made in 2014.

14 (END)