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(FORM UPDATED: 08/11/2010)

WISCONSIN STATE LEGISLATURE ... PUBLIC HEARING - COMMITTEE RECORDS

2005-06

(session year)

Senate

(Assembly, Senate or Joint)

Committee on ... Job Creation, Economic Development and Consumer Affairs (SC-JCEDCA)

COMMITTEE NOTICES ...

- Committee Reports ... **CR**
- Executive Sessions ... **ES**
- Public Hearings ... **PH**

INFORMATION COLLECTED BY COMMITTEE FOR AND AGAINST PROPOSAL

- Appointments ... **Appt** (w/Record of Comm. Proceedings)
- Clearinghouse Rules ... **CRule** (w/Record of Comm. Proceedings)
- Hearing Records ... bills and resolutions (w/Record of Comm. Proceedings)
(**ab** = Assembly Bill) (**ar** = Assembly Resolution) (**ajr** = Assembly Joint Resolution)
(**sb** = Senate Bill) (**sr** = Senate Resolution) (**sjr** = Senate Joint Resolution)
- Miscellaneous ... **Misc**

* Contents organized for archiving by: Mike Barman (LRB) (August/2012)

Senate

Record of Committee Proceedings

Committee on Job Creation, Economic Development and Consumer Affairs

Senate Bill 102

Relating to: expenditure periods, and allowable project costs, for certain tax incremental districts in the city of Kenosha.

By Senators Wirch and Stepp; cosponsored by Representatives Steinbrink, Kerkman and Ott.

March 08, 2005 Referred to Committee on Job Creation, Economic Development and Consumer Affairs.

May 19, 2005 **PUBLIC HEARING HELD**

Present: (5) Senators Kanavas, Zien, Reynolds, Lassa and Decker.

Absent: (0) None.

Appearances For

- John Antaramian, Kenosha — Mayor, City of Kenosha

Appearances Against

- None.

Appearances for Information Only

- None.

Registrations For

- Robert Wirch, Madison — Senator
- John Steinbrink, Madison — Representative
- Samantha Kerkman, Madison — Representative
- Ron Brown, Madison — Senator
- Mr. Jim Hough, Madison — Wisconsin Economic Development Association

Registrations Against

- None.

June 24, 2005 **EXECUTIVE SESSION HELD**

Present: (5) Senators Kanavas, Zien, Reynolds, Lassa and Decker.

Absent: (0) None.

Moved by Senator Kanavas that **Senate Bill 102** be recommended for passage.

Ayes: (5) Senators Kanavas, Zien, Reynolds, Lassa and Decker.

Noes: (0) None.

PASSAGE RECOMMENDED, Ayes 5, Noes 0

Jeremey Shepherd
Committee Clerk

SENATE BILL 102 (LRB -2230)

An Act to amend 66.1105 (2) (f) 1. (intro.); and to create 66.1105 (2) (f) 1. m. and 66.1105 (6) (am) 5. of the statutes; relating to: expenditure periods, and allowable project costs, for certain tax incremental districts in the city of Kenosha.

2005

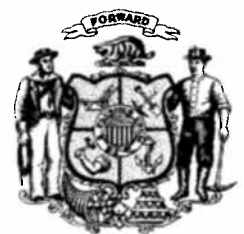
- 03-08. S. Introduced by Senators **Wirch** and **Stepp**; cosponsored by Representatives **Steinbrink**, **Kerkman** and **Ott**.
- 03-08. S. Read first time and referred to committee on Job Creation, Economic Development and Consumer Affairs 110
- 03-29. S. Fiscal estimate received.
- 05-19. S. Public hearing held.
- 06-24. S. Executive action taken.
- 06-28. S. Report passage recommended by committee on Job Creation, Economic Development and Consumer Affairs, Ayes 5, Noes 0 276
- 06-28. S. Available for scheduling.

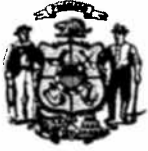
2006

- 05-11. S. Failed to pass pursuant to Senate Joint Resolution 1 853



WISCONSIN STATE LEGISLATURE





State of Wisconsin • DEPARTMENT OF REVENUE

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Jim Doyle
Governor

Michael L. Morgan
Secretary of Revenue

Senate Job Creation, Economic Development and Consumer Affairs Committee Hearing,
May 19, 2005

Senate Bill 102 – Changes to Tax Incremental District (TID) in Kenosha (Sen. Wirsch)

Description of Current Law and Proposed Change

Under current law, project costs of a TID are required to be expended within the boundaries of a TID. The bill allows project costs of a blighted TID located in the City of Kenosha to be spent on territory within a half mile radius of the boundary of the TID.

Under current law, the expenditure period of project costs of a TID ranges from 15 years for mixed-use TIDs to 22 years for blighted TIDs. This bill would allow expenditure periods for Kenosha TIDs of up to 5 years before the unextended termination date.

Fairness/Tax Equity

- The bill provides a different set of requirements and limits for TIDs in the City of Kenosha relative to other TIDs throughout the state. The bill allows the City of Kenosha to expend tax increments outside the TID district.
- 2003 Wisconsin Act 126 provided that expenditures in TIDs can be made up to 5 years before the unextended termination date. The bill allows the same expenditure periods for City of Kenosha.
- To the extent that project costs would be incurred for a larger territory and for a longer period of time, the bill would result in longer lives for Kenosha TIDs. As a result, overlying taxing jurisdictions, such as the school district, county and vocational college district, would be required to forego the tax base associated with the development within TIDs for longer periods.
- The bill will invite special legislation to grant other municipalities' special authority and exceptions.

Impact on Economic Development

- The bill appears to be designed to foster economic development related to specific projects in the City of Kenosha by allowing to expend tax increment funds outside the district boundaries.

Administrative Impact/Fiscal Effect

- The bill would increase the Department costs associated with monitoring the different requirements and time limits. These costs would be absorbed.

Prepared by: Milda Aksamitauskas, (608) 261-5173
April 15, 2005

MA:skr
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ROBERT W. WIRCH
STATE SENATOR TWENTY-SECOND DISTRICT

Thursday, April 28, 2005

Senator Ted Kanavas
Chair, Committee on Job Creation, Economic Development and Consumer Affairs
Room 10 South
State Capitol

Dear Senator Kanavas,

I am writing to request a hearing on Senate Bill 102. I have introduced this legislation to address several issues related to TIF Districts in the City of Kenosha. I have enclosed a copy for your reference.

Generally, the bill makes two changes: it brings the expenditure period for specific TIDs into line with changes made for similar TIF Districts in legislation adopted last session, and it would allow the city to make TIF project cost expenditures in a half-mile area around a TID itself.

The first change, which would apply an expenditure period expiring 5 years prior to the termination date of the TID, was not addressed by omnibus TIF legislation last session because several specific TID's in Kenosha have separate statutory references. This change would bring them in line with changes made for other TIDs last year.

The second change, allowing TIF expenditures in a half-mile area outside TIDs in the city, would allow the city to utilize TIF funds to take advantage of economic development opportunities in these areas without expanding the TID. Therefore, the taxpayers of the other taxing entities, primarily the county and school district, would continue to benefit from increasing values that would go off the rolls if the TID were expanded.

Mayor John Antaramian of Kenosha and I would appreciate the opportunity to put this bill before the committee. The mayor has indicated that there are time constraints related to some of the economic development opportunities that could be impacted by this legislation.

I would certainly appreciate the opportunity to have SB 102 heard, and if possible acted on, by the committee at your earliest convenience, and appreciate your time and consideration.

If you have any questions concerning this request or the legislation then please do not hesitate to call me.

Very truly yours,



Senator Bob Wirch
State Senator
22nd District

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Email: Sen.Wirch@legis.state.wi.us • Website: www.legis.state.wi.us/senate/sen22/sen22.html • Fax: (608) 267-0984

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