



State of Wisconsin  
2011 - 2012 LEGISLATURE



LRB-1052/P6

JK:wj:rs

P6  
JLDTWJ  
RMR

DOA:.....Quinn, BB0229 - County and municipal aid reductions

**FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION**

in 2-15-11

Do Not Gen

1 AN ACT ..., relating to: the budget.

*Analysis by the Legislative Reference Bureau*

**SHARED REVENUE**

This bill reduces the total amount of county and municipal aid payments beginning in 2012. The total amount of the reduction for all counties is \$42,898,400 and the total amount of the reduction for all municipalities is \$72,889,000. The reductions are allocated, generally, based on population and limited for each county and municipality to the lesser of a percentage of the entity's property value or 60 percent of the entity's county and municipal aid payment in 2011.

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:*

2 SECTION 1. 79.01 (2d) of the statutes is amended to read:

3 79.01 (2d) There is established an account in the general fund entitled the  
4 "County and Municipal Aid Account." Beginning with the distributions in 2011, the

1 The total amount to be distributed each year in 2011 to counties and municipalities  
2 from the county and municipal aid account is \$824,825,715 and the total amount to  
3 be distributed to counties and municipalities in 2012, and in each year thereafter,  
4 from the county and municipal aid account is \$709,038,315.

5 **SECTION 2.** 79.02 (5) of the statutes is created to read:

6 79.02 (5) (a) For the distribution in 2012, the total amount of the payments to  
7 all municipalities from the county and municipal aid account shall be reduced by  
8 \$72,889,000 and the total amount of the payments to all counties from the county and  
9 municipal aid account shall be reduced by \$42,898,400.

10 (b) 1. To calculate the reduction under this subsection for each municipality, the  
11 department of revenue shall first divide \$72,889,000 by the total population of all  
12 municipalities. The department shall then adjust the result of the calculation to  
13 establish a per capita amount applied to all municipalities so that the reduction for  
14 each municipality is no more than the maximum allowable reduction under this  
15 subsection for that municipality and so that the total reductions to county and  
16 municipal aid payments for municipalities under this subsection is \$72,889,000.

17 2. To calculate the reduction under this subsection for each county, the  
18 department of revenue shall first divide \$42,898,400 by the total population of all  
19 counties. The department shall then adjust the result of the calculation to establish  
20 a per capita amount applied to all counties so that the reduction for each county is  
21 no more than the maximum allowable reduction under this subsection for that  
22 county and so that the total reductions to county and municipal aid payments for  
23 counties under this subsection is \$42,898,400.

24 (c) The reduction for a municipality that has a population of less than 2,500 is  
25 the amount calculated by multiplying the amount determined under par. (b) 1. by the

1 municipality's population, multiplied by the quotient of the municipality's  
2 population divided by 2,500, except that the reduction determined under this  
3 paragraph may not exceed the lesser of an amount equal to 60 percent of the  
4 municipality's payment from the county and municipal aid account in 2011 or 10  
5 cents for each \$1,000 of the municipality's equalized value, as determined under s.  
6 70.57.

7 (d) 1. The reduction for a municipality that has a population of at least 2,500,  
8 but no greater than 10,000, is the amount equal to 10 cents for each \$1,000 of the  
9 municipality's equalized value, as determined under s. 70.57, plus the amount  
10 determined as follows:

11 a. Multiply the amount determined under par. (b) 1. by the municipality's  
12 population.

13 b. Subtract 2,500 from the municipality's population.

14 c. Divide the number determined under subd. 1. b. by 7,500.

15 d. Multiply the number determined under subd. 1. a. by the number  
16 determined under subd. 1. c.

17 2. The reduction determined under this paragraph may not exceed the lesser  
18 of an amount equal to 60 percent of the municipality's payment from the county and  
19 municipal aid account in 2011 or 20 cents for each \$1,000 of the municipality's  
20 equalized value, as determined under s. 70.57.

21 (e) 1. The reduction for a municipality that has a population greater than  
22 10,000, but no greater than 50,000, is the amount equal to 20 cents for each \$1,000  
23 of the municipality's equalized value, as determined under s. 70.57, plus the amount  
24 determined as follows:

1 a. Multiply the amount determined under par. (b) 1. by the municipality's  
2 population.

3 b. Subtract 10,000 from the municipality's population.

4 c. Divide the number determined under subd. 1. b. by 40,000.

5 d. Multiply the number determined under subd. 1. a. by the number  
6 determined under subd. 1. c.

7 2. The reduction determined under this paragraph may not exceed the lesser  
8 of an amount equal to 60 percent of the municipality's payment from the county and  
9 municipal aid account in 2011 or 30 cents for each \$1,000 of the municipality's  
10 equalized value, as determined under s. 70.57.

11 (f) 1. The reduction for a municipality that has a population greater than  
12 50,000, but no greater than ~~105,000~~ <sup>110,000</sup> is the amount equal to 30 cents for each \$1,000  
13 of the municipality's equalized value, as determined under s. 70.57, plus the amount  
14 determined as follows:

15 a. Multiply the amount determined under par. (b) 1. by the municipality's  
16 population.

17 b. Subtract 50,000 from the municipality's population.

18 c. Divide the number determined under subd. 1. b. by ~~55,000~~ <sup>60,000</sup>.

19 d. Multiply the number determined under subd. 1. a. by the number  
20 determined under subd. 1. c.

21 2. The reduction determined under this paragraph may not exceed the lesser  
22 of an amount equal to 60 percent of the municipality's payment from the county and  
23 municipal aid account in 2011 or 40 cents for each \$1,000 of the municipality's  
24 equalized value, as determined under s. 70.57.

110,000

105,000

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(g) The reduction for a municipality that has a population greater than 105,000 is the amount determined by subtracting 105,000 from the municipality's population and multiplying the result by the amount determined under par. (b) 1., except that the reduction determined under this paragraph may not exceed the lesser of an amount equal to 60 percent of the municipality's payment from the county and municipal aid account in 2011 or 50 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57.

(h) The reduction for a county is the amount determined under par. (b) 2. multiplied by the county's population, except that the reduction determined under this paragraph may not exceed the lesser of an amount equal to 60 percent of the county's payment from the county and municipal aid account in 2011 or \$0.20 for each \$1,000 of the county's equalized value, as determined under s. 70.57.

**SECTION 3.** 79.035 (1) of the statutes is amended to read:

79.035 (1) In 2004 and subsequent years, except as provided under s. 79.02 (4) and (5), each county and municipality shall receive a payment from the county and municipal aid account and, beginning with payments in November 2009, from the appropriation accounts under s. 20.835 (1) (q) and (r) in an amount determined under sub. (2).

**SECTION 4.** 79.043 (6) of the statutes is amended to read:

79.043 (6) For the distribution in 2011 and subsequent years, each county and municipality shall receive a payment under this section and s. 79.035 that is equal to the amount of the payment determined for the county or municipality under s. 79.02 (4) in 2010.

**SECTION 5.** 79.043 (7) of the statutes is created to read:

1           79.043 (7) For the distribution in 2012 and subsequent years, each county and  
2           municipality shall receive a payment under this section and s. 79.035 that is equal  
3           to the amount of the payment determined for the county or municipality under s.  
4           79.02 (5) for 2012.

5

**(END)**

**Kreye, Joseph**

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**From:** Quinn, Brian D - DOA [Brian.Quinn@wisconsin.gov]  
**Sent:** Friday, February 18, 2011 4:38 PM  
**To:** Kreye, Joseph  
**Subject:** Re: County and Municipal Aid Draft Changes  
**Attachments:** Shared Revenue Cut Drafts Changes.doc

Joe,

These reflect the new numbers that have come down. I have gone through and made the changes that I think should be made. The most substantive is the calculation under the fifth tier.

Let me know if you have any questions.

Thanks.

---

Brian Quinn  
Executive Policy & Budget Analyst  
Department of Administration  
Division of Executive Budget and Finance  
(608)-266-1923  
brian.quinn@wisconsin.gov

## Changes in Shared Revenue Cut Draft

- Changes in mill rate amounts:

Summary Table of County and Municipal Aid Cut Tiers				
Tier	Population Category	Maximum Cut Amount	Adjustment Factor*	Number of Municipalities in Tier
1	<2,500	0.10 Mills	Population / 2,500	1,493
2	Between 2,500 and 10,000	0.15 Mills	(Population - 2,500) / 7,500	267
3	Between 10,000 and 50,000	0.25 Mills	(Population - 10,000) / 40,000	77
4	Between 50,000 and 110,000	0.30 Mills	(Population - 50,000) / 60,000	11
5	Over 110,000	0.35 Mills	None	2

All municipalities cannot see an aid reduction of more than 50% of their 2011 payment.

\* All adjustment factors maximize at 100%.

- The aid reduction will be:
  - Municipalities - \$59,500,000
  - Counties - \$36,500,000
  - Total - \$96,000,000

- Line by Line Edits

✓ Page 2 Line 4 – the total amount should be changed to \$728,825,715.

✓ Page 2 Line 8 - \$72,889,000 should be changed to \$59,500,000

✓ Page 2 Line 9 - \$42,898,400 should be changed to \$36,500,000

✓ Page 2 Line 11 - \$72,889,000 should be changed to \$59,500,000

✓ Page 2 Line 16 - \$72,889,000 should be changed to \$59,500,000

✓ Page 2 Line 18 - \$42,898,400 should be changed to \$36,500,000

✓ Page 2 Line 23 - \$42,898,400 should be changed to \$36,500,000

✓ Page 3 Line 3 – "60 percent" should be changed to "50 percent"

✓ Page 3 Line 18 – "60 percent" should be changed to "50 percent"

✓ Page 3 Line 19 – "20 cents" should be changed to "15 cents"

✓ Page 3 Line 22 – "20 cents" should be changed to "15 cents"

✓ Page 4 Line 8 – "60 percent" should be changed to "50 percent"

✓ Page 4 Line 9 – "30 cents" should be changed to "25 cents"

✓ Page 4 Line 12 – "30 cents" should be changed to "25 cents"

~~Page 4 Line 22 – "60 percent" should be changed to "50 percent"~~

~~Page 4 Line 23 – "40 cents" should be changed to "30 cents"~~

~~Page 5 Lines 1-4 – Let's change this to "The reduction for a municipality that has a population greater than 110,000 is the lesser of 50 percent of the municipality's payment from the county and municipal aid account or ~~40~~ cents for each \$1,000 in equalized value, as determined under s.70.57 plus an amount equal to that municipality's population less 110,000, the result of which is multiplied by the amount determined under par. (b) 1. The total reduction for these municipalities cannot exceed 35 cents for each \$1,000 in equalized value.~~

~~Page 5 Line 7 – Change "60 percent" to "50 percent".~~

~~Page 5 Line 8 – Change "\$0.20" to "15 cents"~~

30



State of Wisconsin  
2011 - 2012 LEGISLATURE



LRB-1052/P6  
JK:jld&wlj:md

RMYR

DOA:.....Quinn, BB0229 - County and municipal aid reductions

**FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION**

in 2-18-11

4  
1

Don't gen

AN ACT ...; relating to: the budget.

\$36,500,000

*Analysis by the Legislative Reference Bureau*

**SHARED REVENUE**

This bill reduces the total amount of county and municipal aid payments beginning in 2012. The total amount of the reduction for all counties is ~~\$42,898,400~~ and the total amount of the reduction for all municipalities is ~~\$72,889,000~~. The reductions are allocated, generally, based on population and limited for each county and municipality to the lesser of a percentage of the entity's property value or 60 percent of the entity's county and municipal aid payment in 2011.

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

\$59,500,000

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

- 2 SECTION 1. 79.01 (2d) of the statutes is amended to read:
- 3 79.01 (2d) There is established an account in the general fund entitled the
- 4 "County and Municipal Aid Account." Beginning with the distributions in 2011, the

1 The total amount to be distributed each year in 2011 to counties and municipalities  
 2 from the county and municipal aid account is \$824,825,715 and the total amount to  
 3 be distributed to counties and municipalities in 2012, and in each year thereafter,  
 4 from the county and municipal aid account is ~~\$709,038,315~~ \$728,825,715

5 SECTION 2. 79.02 (5) of the statutes is created to read:

score

6 79.02 (5) (a) For the distribution in 2012, the total amount of the payments to  
 7 all municipalities from the county and municipal aid account shall be reduced by  
 8 ~~\$72,889,000~~ \$59,500,000 ✓ and the total amount of the payments to all counties from the county and  
 9 municipal aid account shall be reduced by ~~\$42,898,400~~ \$36,500,000 ✓

10 (b) 1. To calculate the reduction under this subsection for each municipality, the  
 11 department of revenue shall first divide ~~\$72,889,000~~ \$59,500,000 by the total population of all  
 12 municipalities. The department shall then adjust the result of the calculation to  
 13 establish a per capita amount applied to all municipalities so that the reduction for  
 14 each municipality is no more than the maximum allowable reduction under this  
 15 subsection for that municipality and so that the total reductions to county and  
 16 municipal aid payments for municipalities under this subsection is ~~\$72,889,000~~

17 2. To calculate the reduction under this subsection for each county, the  
 18 department of revenue shall first divide ~~\$42,898,400~~ \$36,500,000 ✓ by the total population of all  
 19 counties. The department shall then adjust the result of the calculation to establish  
 20 a per capita amount applied to all counties so that the reduction for each county is  
 21 no more than the maximum allowable reduction under this subsection for that  
 22 county and so that the total reductions to county and municipal aid payments for  
 23 counties under this subsection is ~~\$42,898,400~~ \$36,500,000 ✓

24 (c) The reduction for a municipality that has a population of less than 2,500 is  
 25 the amount calculated by multiplying the amount determined under par. (b) 1. by the

1 municipality's population, multiplied by the quotient of the municipality's  
2 population divided by 2,500, except that the reduction determined under this  
3 paragraph may not exceed the lesser of an amount equal to ~~60~~<sup>50</sup> percent of the  
4 municipality's payment from the county and municipal aid account in 2011 or 10  
5 cents for each \$1,000 of the municipality's equalized value, as determined under s.  
6 70.57.

7 (d) 1. The reduction for a municipality that has a population of at least 2,500,  
8 but no greater than 10,000, is the amount equal to 10 cents for each \$1,000 of the  
9 municipality's equalized value, as determined under s. 70.57, plus the amount  
10 determined as follows:

11 a. Multiply the amount determined under par. (b) 1. by the municipality's  
12 population.

13 b. Subtract 2,500 from the municipality's population.

14 c. Divide the number determined under subd. 1. b. by 7,500.

15 d. Multiply the number determined under subd. 1. a. by the number  
16 determined under subd. 1. c.

17 2. The reduction determined under this paragraph may not exceed the lesser  
18 of an amount equal to ~~60~~<sup>50</sup> percent of the municipality's payment from the county and  
19 municipal aid account in 2011 or ~~20~~<sup>15</sup> cents for each \$1,000 of the municipality's  
20 equalized value, as determined under s. 70.57.

21 (e) 1. The reduction for a municipality that has a population greater than  
22 10,000, but no greater than 50,000, is the amount equal to ~~20~~<sup>15</sup> cents for each \$1,000  
23 of the municipality's equalized value, as determined under s. 70.57, plus the amount  
24 determined as follows:

1 a. Multiply the amount determined under par. (b) 1. by the municipality's  
2 population.

3 b. Subtract 10,000 from the municipality's population.

4 c. Divide the number determined under subd. 1. b. by 40,000.

5 d. Multiply the number determined under subd. 1. a. by the number  
6 determined under subd. 1. c.

7 2. The reduction determined under this paragraph may not exceed the lesser  
8 of an amount equal to <sup>50</sup>60 percent of the municipality's payment from the county and  
9 municipal aid account in 2011 or <sup>25</sup>30 cents for each \$1,000 of the municipality's  
10 equalized value, as determined under s. 70.57.

11 (f) 1. The reduction for a municipality that has a population greater than  
12 50,000, but no greater than 110,000, is the amount equal to <sup>25</sup>30 cents for each \$1,000  
13 of the municipality's equalized value, as determined under s. 70.57, plus the amount  
14 determined as follows:

15 a. Multiply the amount determined under par. (b) 1. by the municipality's  
16 population.

17 b. Subtract 50,000 from the municipality's population.

18 c. Divide the number determined under subd. 1. b. by 60,000.

19 d. Multiply the number determined under subd. 1. a. by the number  
20 determined under subd. 1. c.

21 2. The reduction determined under this paragraph may not exceed the lesser  
22 of an amount equal to <sup>50</sup>60 percent of the municipality's payment from the county and  
23 municipal aid account in 2011 or <sup>30</sup>40 cents for each \$1,000 of the municipality's  
24 equalized value, as determined under s. 70.57.

1 (g) The reduction for a municipality that has a population greater than 110,000  
 2 is the lesser of an amount equal to <sup>50</sup>60 percent of the municipality's payment from the  
 3 county and municipal aid account in 2011 or <sup>30</sup>50 cents for each \$1,000 of the  
 4 municipality's equalized value, as determined under s. 70.57. <sup>INSERT 5-4</sup> ✓

5 (h) The reduction for a county is the amount determined under par. (b) 2.  
 6 multiplied by the county's population, except that the reduction determined under  
 7 this paragraph may not exceed the lesser of an amount equal to <sup>50</sup>60 percent of the  
 8 county's payment from the county and municipal aid account in 2011 or <sup>15 cents</sup>\$0.20 for  
 9 each \$1,000 of the county's equalized value, as determined under s. 70.57. ✓

10 **SECTION 3.** 79.035 (1) of the statutes is amended to read:

11 79.035 (1) In 2004 and subsequent years, except as provided under s. 79.02 (4)  
 12 and (5), each county and municipality shall receive a payment from the county and  
 13 municipal aid account and, beginning with payments in November 2009, from the  
 14 appropriation accounts under s. 20.835 (1) (q) and (r) in an amount determined under  
 15 sub. (2).

16 **SECTION 4.** 79.043 (6) of the statutes is amended to read:

17 79.043 (6) For the distribution in 2011 ~~and subsequent years~~, each county and  
 18 municipality shall receive a payment under this section and s. 79.035 that is equal  
 19 to the amount of the payment determined for the county or municipality under s.  
 20 79.02 (4) in 2010.

21 **SECTION 5.** 79.043 (7) of the statutes is created to read:

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 23 municipality shall receive a payment under this section and s. 79.035 that is equal

**SECTION 5**

1 to the amount of the payment determined for the county or municipality under s.  
2 79.02 (5) for 2012.

3 (END)

2011-2012 DRAFTING INSERT  
FROM THE  
LEGISLATIVE REFERENCE BUREAU

LRB-1052/P7ins  
JK:jld&wlj:md

Insert 5 - 4

1 ~~¢~~<sup>NO</sup>, plus an amount equal to the municipality's population, less 110,000,  
2 multiplied by the amount determined under par. (b) 1.,<sup>✓</sup> except that the reduction  
3 determined under this paragraph<sup>✓</sup> may not exceed an amount equal to<sup>✓</sup> 35 cents for  
4 each \$1,000 in equalized value, as determined under s. 70.57<sup>✓</sup> ~~¢~~<sup>NO</sup>

**Kreye, Joseph**

---

**From:** Quinn, Brian D - DOA [Brian.Quinn@wisconsin.gov]  
**Sent:** Monday, February 21, 2011 9:00 AM  
**To:** Kreye, Joseph  
**Subject:** RE: Re: County and Municipal Aid Draft Changes

Joe,

After giving it some thought over the weekend, that 5<sup>th</sup> tier calculation should be changed to just the amount determined in par (b)1 multiplied by the whole population rather than the population minus 110,000. It makes no difference materially, but in terms of the over logic of the aid reductions it fits better.

Let me know if you have any questions.

Thanks,

Brian

---

**From:** Quinn, Brian D - DOA  
**Sent:** Friday, February 18, 2011 4:38 PM  
**To:** Kreye, Joseph - LEGIS  
**Subject:** Re: County and Municipal Aid Draft Changes

Joe,

These reflect the new numbers that have come down. I have gone through and made the changes that I think should be made. The most substantive is the calculation under the fifth tier.

Let me know if you have any questions.

Thanks.

---

Brian Quinn  
Executive Policy & Budget Analyst  
Department of Administration  
Division of Executive Budget and Finance  
(608)-266-1923  
brian.quinn@wisconsin.gov



State of Wisconsin  
2011 - 2012 LEGISLATURE



LRB-1052/P7  
JK:jld&wlj:ph

Stays RMR

DOA:.....Quinn, BB0229 - County and municipal aid reductions

**FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION**

in 2-21-11

Don't Gen

1 AN ACT ...; relating to: the budget.

*Analysis by the Legislative Reference Bureau*

**SHARED REVENUE**

This bill reduces the total amount of county and municipal aid payments beginning in 2012. The total amount of the reduction for all counties is \$36,500,000 and the total amount of the reduction for all municipalities is \$59,500,000. The reductions are allocated, generally, based on population and limited for each county and municipality to the lesser of a percentage of the entity's property value or 50 percent of the entity's county and municipal aid payment in 2011.

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

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9 municipal aid account shall be reduced by \$36,500,000.

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11 department of revenue shall first divide \$59,500,000 by the total population of all  
12 municipalities. The department shall then adjust the result of the calculation to  
13 establish a per capita amount applied to all municipalities so that the reduction for  
14 each municipality is no more than the maximum allowable reduction under this  
15 subsection for that municipality and so that the total reductions to county and  
16 municipal aid payments for municipalities under this subsection is \$59,500,000.

17 2. To calculate the reduction under this subsection for each county, the  
18 department of revenue shall first divide \$36,500,000 by the total population of all  
19 counties. The department shall then adjust the result of the calculation to establish  
20 a per capita amount applied to all counties so that the reduction for each county is  
21 no more than the maximum allowable reduction under this subsection for that  
22 county and so that the total reductions to county and municipal aid payments for  
23 counties under this subsection is \$36,500,000.

24 (c) The reduction for a municipality that has a population of less than 2,500 is  
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1 municipality's population, multiplied by the quotient of the municipality's  
2 population divided by 2,500, except that the reduction determined under this  
3 paragraph may not exceed the lesser of an amount equal to 50 percent of the  
4 municipality's payment from the county and municipal aid account in 2011 or 10  
5 cents for each \$1,000 of the municipality's equalized value, as determined under s.  
6 70.57.

7 (d) 1. The reduction for a municipality that has a population of at least 2,500,  
8 but no greater than 10,000, is the amount equal to 10 cents for each \$1,000 of the  
9 municipality's equalized value, as determined under s. 70.57, plus the amount  
10 determined as follows:

11 a. Multiply the amount determined under par. (b) 1. by the municipality's  
12 population.

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19 municipal aid account in 2011 or 15 cents for each \$1,000 of the municipality's  
20 equalized value, as determined under s. 70.57.

21 (e) 1. The reduction for a municipality that has a population greater than  
22 10,000, but no greater than 50,000, is the amount equal to 15 cents for each \$1,000  
23 of the municipality's equalized value, as determined under s. 70.57, plus the amount  
24 determined as follows:

1           a. Multiply the amount determined under par. (b) 1. by the municipality's  
2 population.

3           b. Subtract 10,000 from the municipality's population.

4           c. Divide the number determined under subd. 1. b. by 40,000.

5           d. Multiply the number determined under subd. 1. a. by the number  
6 determined under subd. 1. c.

7           2. The reduction determined under this paragraph may not exceed the lesser  
8 of an amount equal to 50 percent of the municipality's payment from the county and  
9 municipal aid account in 2011 or 25 cents for each \$1,000 of the municipality's  
10 equalized value, as determined under s. 70.57.

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14 determined as follows:

15           a. Multiply the amount determined under par. (b) 1. by the municipality's  
16 population.

17           b. Subtract 50,000 from the municipality's population.

18           c. Divide the number determined under subd. 1. b. by 60,000.

19           d. Multiply the number determined under subd. 1. a. by the number  
20 determined under subd. 1. c.

21           2. The reduction determined under this paragraph may not exceed the lesser  
22 of an amount equal to 50 percent of the municipality's payment from the county and  
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6 under par. (b) 1., except that the reduction determined under this paragraph may not  
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8 under s. 70.57.

9 (h) The reduction for a county is the amount determined under par. (b) 2.  
10 multiplied by the county's population, except that the reduction determined under  
11 this paragraph may not exceed the lesser of an amount equal to 50 percent of the  
12 county's payment from the county and municipal aid account in 2011 or \$0.15 for  
13 each \$1,000 of the county's equalized value, as determined under s. 70.57.

14 **SECTION 3.** 79.035 (1) of the statutes is amended to read:

15 79.035 (1) In 2004 and subsequent years, except as provided under s. 79.02 (4)  
16 and (5), each county and municipality shall receive a payment from the county and  
17 municipal aid account and, beginning with payments in November 2009, from the  
18 appropriation accounts under s. 20.835 (1) (q) and (r) in an amount determined under  
19 sub. (2).

20 **SECTION 4.** 79.043 (6) of the statutes is amended to read:

21 79.043 (6) For the distribution in 2011 ~~and subsequent years~~, each county and  
22 municipality shall receive a payment under this section and s. 79.035 that is equal  
23 to the amount of the payment determined for the county or municipality under s.  
24 79.02 (4) in 2010.

25 **SECTION 5.** 79.043 (7) of the statutes is created to read:





DOA:.....Quinn, BB0229 - County and municipal aid reductions

**FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION**

1 **AN ACT** ...; **relating to:** the budget.

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*Analysis by the Legislative Reference Bureau*

**SHARED REVENUE**

This bill reduces the total amount of county and municipal aid payments beginning in 2012. The total amount of the reduction for all counties is \$36,500,000 and the total amount of the reduction for all municipalities is \$59,500,000. The reductions are allocated, generally, based on population and limited for each county and municipality to the lesser of a percentage of the entity's property value or 50 percent of the entity's county and municipal aid payment in 2011.

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

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

2 **SECTION 1.** 79.01 (2d) of the statutes is amended to read:

3 79.01 (2d) There is established an account in the general fund entitled the  
4 "County and Municipal Aid Account." Beginning with the distributions in 2011, the

1 The total amount to be distributed each year in 2011 to counties and municipalities  
2 from the county and municipal aid account is \$824,825,715 and the total amount to  
3 be distributed to counties and municipalities in 2012, and in each year thereafter,  
4 from the county and municipal aid account is \$728,825,715.

5 **SECTION 2.** 79.02 (5) of the statutes is created to read:

6 79.02 (5) (a) For the distribution in 2012, the total amount of the payments to  
7 all municipalities from the county and municipal aid account shall be reduced by  
8 \$59,500,000 and the total amount of the payments to all counties from the county and  
9 municipal aid account shall be reduced by \$36,500,000.

10 (b) 1. To calculate the reduction under this subsection for each municipality, the  
11 department of revenue shall first divide \$59,500,000 by the total population of all  
12 municipalities. The department shall then adjust the result of the calculation to  
13 establish a per capita amount applied to all municipalities so that the reduction for  
14 each municipality is no more than the maximum allowable reduction under this  
15 subsection for that municipality and so that the total reductions to county and  
16 municipal aid payments for municipalities under this subsection is \$59,500,000.

17 2. To calculate the reduction under this subsection for each county, the  
18 department of revenue shall first divide \$36,500,000 by the total population of all  
19 counties. The department shall then adjust the result of the calculation to establish  
20 a per capita amount applied to all counties so that the reduction for each county is  
21 no more than the maximum allowable reduction under this subsection for that  
22 county and so that the total reductions to county and municipal aid payments for  
23 counties under this subsection is \$36,500,000.

24 (c) The reduction for a municipality that has a population of less than 2,500 is  
25 the amount calculated by multiplying the amount determined under par. (b) 1. by the

1 municipality's population, multiplied by the quotient of the municipality's  
2 population divided by 2,500, except that the reduction determined under this  
3 paragraph may not exceed the lesser of an amount equal to 50 percent of the  
4 municipality's payment from the county and municipal aid account in 2011 or 10  
5 cents for each \$1,000 of the municipality's equalized value, as determined under s.  
6 70.57.

7 (d) 1. The reduction for a municipality that has a population of at least 2,500,  
8 but no greater than 10,000, is the amount equal to 10 cents for each \$1,000 of the  
9 municipality's equalized value, as determined under s. 70.57, plus the amount  
10 determined as follows:

11 a. Multiply the amount determined under par. (b) 1. by the municipality's  
12 population.

13 b. Subtract 2,500 from the municipality's population.

14 c. Divide the number determined under subd. 1. b. by 7,500.

15 d. Multiply the number determined under subd. 1. a. by the number  
16 determined under subd. 1. c.

17 2. The reduction determined under this paragraph may not exceed the lesser  
18 of an amount equal to 50 percent of the municipality's payment from the county and  
19 municipal aid account in 2011 or 15 cents for each \$1,000 of the municipality's  
20 equalized value, as determined under s. 70.57.

21 (e) 1. The reduction for a municipality that has a population greater than  
22 10,000, but no greater than 50,000, is the amount equal to 15 cents for each \$1,000  
23 of the municipality's equalized value, as determined under s. 70.57, plus the amount  
24 determined as follows:

1           a. Multiply the amount determined under par. (b) 1. by the municipality's  
2 population.

3           b. Subtract 10,000 from the municipality's population.

4           c. Divide the number determined under subd. 1. b. by 40,000.

5           d. Multiply the number determined under subd. 1. a. by the number  
6 determined under subd. 1. c.

7           2. The reduction determined under this paragraph may not exceed the lesser  
8 of an amount equal to 50 percent of the municipality's payment from the county and  
9 municipal aid account in 2011 or 25 cents for each \$1,000 of the municipality's  
10 equalized value, as determined under s. 70.57.

11           (f) 1. The reduction for a municipality that has a population greater than  
12 50,000, but no greater than 110,000, is the amount equal to 25 cents for each \$1,000  
13 of the municipality's equalized value, as determined under s. 70.57, plus the amount  
14 determined as follows:

15           a. Multiply the amount determined under par. (b) 1. by the municipality's  
16 population.

17           b. Subtract 50,000 from the municipality's population.

18           c. Divide the number determined under subd. 1. b. by 60,000.

19           d. Multiply the number determined under subd. 1. a. by the number  
20 determined under subd. 1. c.

21           2. The reduction determined under this paragraph may not exceed the lesser  
22 of an amount equal to 50 percent of the municipality's payment from the county and  
23 municipal aid account in 2011 or 30 cents for each \$1,000 of the municipality's  
24 equalized value, as determined under s. 70.57.

1 (g) The reduction for a municipality that has a population greater than 110,000  
2 is the lesser of an amount equal to 50 percent of the municipality's payment from the  
3 county and municipal aid account in 2011 or 30 cents for each \$1,000 of the  
4 municipality's equalized value, as determined under s. 70.57, plus an amount equal  
5 to the municipality's population multiplied by the amount determined under par. (b)  
6 1., except that the reduction determined under this paragraph may not exceed an  
7 amount equal to 35 cents for each \$1,000 in equalized value, as determined under  
8 s. 70.57.

9 (h) The reduction for a county is the amount determined under par. (b) 2.  
10 multiplied by the county's population, except that the reduction determined under  
11 this paragraph may not exceed the lesser of an amount equal to 50 percent of the  
12 county's payment from the county and municipal aid account in 2011 or \$0.15 for  
13 each \$1,000 of the county's equalized value, as determined under s. 70.57.

14 **SECTION 3.** 79.035 (1) of the statutes is amended to read:

15 79.035 (1) In 2004 and subsequent years, except as provided under s. 79.02 (4)  
16 and (5), each county and municipality shall receive a payment from the county and  
17 municipal aid account and, beginning with payments in November 2009, from the  
18 appropriation accounts under s. 20.835 (1) (q) and (r) in an amount determined under  
19 sub. (2).

20 **SECTION 4.** 79.043 (6) of the statutes is amended to read:

21 79.043 (6) For the distribution in 2011 ~~and subsequent years~~, each county and  
22 municipality shall receive a payment under this section and s. 79.035 that is equal  
23 to the amount of the payment determined for the county or municipality under s.  
24 79.02 (4) in 2010.

25 **SECTION 5.** 79.043 (7) of the statutes is created to read:

