

2013 DRAFTING REQUEST

Bill

Received: 11/25/2013 Received By: fknepp  
 Wanted: As time permits Same as LRB:  
 For: Patricia Strachota (608) 264-8486 By/Representing: Heather Moore  
 May Contact: Drafter: fknepp  
 Subject: Education - school finance Addl. Drafters:  
 Extra Copies: TKK  
 PG

Submit via email: YES  
 Requester's email: Rep.Strachota@legis.wisconsin.gov  
 Carbon copy (CC) to: fern.knepp@legis.wisconsin.gov

Pre Topic:

No specific pre topic given

Topic:

School trust fund for capital projects

Instructions:

See attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	fknepp 12/13/2013	evinz 12/16/2013		_____			
/P1	fknepp 1/21/2014		rschlue 12/16/2013	_____	lparisi 12/16/2013		State S&L
/P2	fknepp	evinz	rschlue	_____	lparisi		State

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/1	1/23/2014	kfollett 1/23/2014	rschluet 1/23/2014	_____	sbasford 1/23/2014	sbasford 1/23/2014	State S&L

FE Sent For:

<END>

→ At Intro.

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/P2		evinz 1/15/14 1/23	rschluet	_____	lparisi		State

Vers. Drafted

Reviewed  
1/21/2014

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1/21/2014

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**Pre Topic:**

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**Topic:**

School trust fund for capital projects ✓

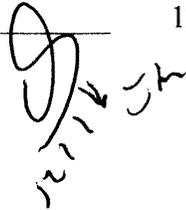
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**Instructions:**

See attached

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FE Sent For:	1/21/14	1/21/14	<END>				

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1?	fknepp	1pl eeV 12/13/13	1pl eeV 12/13/13				

FE Sent For:

<END>

**Grant, Peter**

---

**From:** Moore, Heather  
**Sent:** Friday, November 22, 2013 9:20 AM  
**To:** Grant, Peter  
**Subject:** FW: School trust fund proposal

*Heather Moore*  
Office of Pat Strachota  
Office (608) 264-8486  
Toll-Free (888) 534-0058

---

**From:** Kava, Russ  
**Sent:** Thursday, November 21, 2013 11:19 AM  
**To:** Moore, Heather  
**Cc:** Lopnow, Dave  
**Subject:** School trust fund proposal

Heather,

At your request, the following is a brief description of a school district trust fund proposal.

Under the proposal, a school board would be authorized to set up a trust fund for future capital projects by resolution. The trust fund would receive transfers from the district's general fund. The resolution would be required to specify whether the board would want the moneys in the trust fund to be aided under the equalization formula either at the time the revenue is deposited into the fund or at the time that expenditures are made from the fund. A school board's determination in the original resolution regarding the aid treatment of moneys in the fund could not be modified at any point during the existence of the trust fund. The definition of shared cost under the formula would have to be modified to include the trust fund and its aid treatment, based on the decision of the school board.

As we discussed, there are a number of different options that could be pursued with respect to district eligibility to establish the trust fund and to any accountability measures that would be in place regarding the fund, such as the provisions in the referendum bill you mentioned or the provisions included in the most recent budget act regarding the community service levy. These measures could be included with the language establishing the trust fund.

I hope this is helpful. If you or the drafter have any further questions, please let me or Dave know.

Russ

Non-slots  
Fund 80

Reserve funds  
"Sinking funds"

Not for  
this  
draft



State of Wisconsin  
2013 - 2014 LEGISLATURE



LRB-3738/R  
FFK:.....

API  
RMC  
eev

In 12-13  
owb 12-17

**PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION**

gen cat

1 AN ACT **relating to:** authorizing school boards to create capital improvement  
2 funds.

***Analysis by the Legislative Reference Bureau***

✓ This is a preliminary draft. An analysis will be provided in a subsequent version of this draft.

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:***

3

SECTION 1. 119.04 (1) of the statutes is amended to read:

↑ as affected by 2013 Wisconsin Act 20

4 119.04 (1) Subchapters IV, V and VII of ch. 115, ch. 121 and ss. 66.0235 (3) (c),  
5 66.0603 (1m) to (3), 115.01 (1) and (2), 115.28, 115.31, 115.33, 115.34, 115.343,  
6 115.345, 115.363, 115.365 (3), 115.38 (2), 115.415, 115.445, 118.001 to 118.04,  
7 118.045, 118.06, 118.07, 118.075, 118.076, 118.10, 118.12, 118.125 to 118.14, 118.145  
8 (4), 118.15, 118.153, 118.16, 118.162, 118.163, 118.164, 118.18, 118.19, 118.20,

1 118.223, 118.225, 118.24 (1), (2) (c) to (f), (6), (8), and (10), 118.245, 118.255, 118.258,  
 2 118.291, 118.292, 118.293, 118.30 to 118.43, 118.46, 118.51, 118.52, 118.53, 118.55,  
 3 118.56, 120.12 (2m), (4m), (5), and (15) to (27), 120.125, 120.13 (1), (2) (b) to (g), (3),  
 4 (14), (17) to (19), (26), (34), (35), (37), (37m), and (38), 120.137, 120.14, 120.21 (3), and  
 5 120.25 are applicable to a 1st class city school district and board.

\*\*\*\*NOTE: Please let me know if it is not consistent with your intent to allow the Milwaukee school board the ability to create a capital improvement fund under s. 120.137.

**History:** 1971 c. 152 s. 38; 1971 c. 154 s. 80; 1973 c. 89 s. 20 (1); 1973 c. 90; 1973 c. 188 s. 6; 1973 c. 243, 254, 290, 307, 333; 1975 c. 39, 41, 95, 220, 379, 395, 422; 1977 c. 29; 1977 c. 203 s. 106; 1977 c. 206, 284, 447; 1979 c. 20; 1979 c. 34 s. 2102 (43) (a); 1979 c. 221, 298, 331; 1979 c. 346 s. 15; 1979 c. 355; 1981 c. 59; 1981 c. 241 s. 4; 1983 a. 193; 1983 a. 339 s. 10; 1983 a. 374 s. 12; 1983 a. 412, 489, 538; 1985 a. 29 s. 3202 (43); 1985 a. 56 s. 43; 1985 a. 214 s. 4; 1985 a. 225, 332; 1987 a. 27, 187, 285, 386, 403; 1989 a. 31, 120, 121, 122, 201, 209, 359; 1991 a. 39, 42, 189, 269; 1993 a. 16, 334, 377, 491; 1995 a. 27, 225; 1997 a. 27, 77, 113, 240, 252, 335; 1999 a. 9, 32, 73; 1999 a. 150 ss. 631, 672; 1999 a. 186; 2005 a. 99, 290, 346; 2007 a. 20, 97, 220, 222; 2009 a. 28, 60, 96, 215, 273, 305, 309; 2011 a. 10, 32, 85, 157, 166, 172; 2013 a. 20.

6 **SECTION 2. 120.137** of the statutes is created to read:

7 **120.137 Capital improvement fund; general funds.** (1) A school board  
 8 may adopt a resolution creating a capital improvement fund for the purpose of  
 9 financing costs incurred after the date of the resolution for acquiring and improving  
 10 sites; constructing school facilities; major maintenance of school facilities; or  
 11 remodeling, renovating, and improving school facilities. The school board may  
 12 transfer money from the school district's general fund to the capital improvement  
 13 fund. The school board shall specify in the resolution whether money deposited in  
 14 or transferred to the capital improvement fund is included in the school district's  
 15 shared cost under s. 121.07 (6) (a) or whether money expended from the capital  
 16 improvement fund is included in the school district's shared cost under s. 121.07 (6)  
 17 (a). The school board's specification in the resolution regarding when money  
 18 deposited in the capital improvement fund is considered a shared cost is permanent  
 19 and may not be amended.

\*\*\*\*NOTE: Please let me know if you would like to include criteria for which school boards may create a capital improvement fund under this section.

1 (2) No later than 10 days after adopting a resolution under this sub. (1), the  
2 school board shall provide the department with a copy of the resolution.

3 (3) A school board may not use money in the capital improvement fund for any  
4 purpose not described in sub. (1) or transfer any money in the capital improvement  
5 fund to any other fund without the approval of a majority of the electors of the school  
6 district voting on the question at a referendum.

\*\*\*\*NOTE: This subsection is based on s. 120.135 (4) (a). Is this consistent with your  
intent?

7 SECTION 3. 121.07 (6) (ar) of the statutes is created to read:

8 121.07 (6) (ar) (1.) For purposes of par. (a), "shared costs" includes either the  
9 amount a school board deposits in or transfers to a capital improvement fund under  
10 s. 120.137 or the amount expended from a capital improvement fund under s.  
11 120.137, as provided in the school board's resolution creating the capital  
12 improvement fund.

13

(END)

1-16-14  
 Meeting w/ Strachota, Olson, DPI (Bob Sothner + Brian Pahnke),  
 West Bend Superintendent, Bri Hany Attendorf (finance)  
 + LFB (Ted Neitzke)  
 (Russ Kava) +

allow school district to

Create a trust fund for future capital projects  
 [example: save \$ for a school building that  
 will be built around 2027] Save now  
 instead of tax later.

Not Fund 41 - the expenditures from 41 are counted  
 as shared cost ~~over an~~<sup>time</sup> ~~asm~~ after expenditure  
 is made.

This fund - count as shared cost when  
 deposit in fund is made NOT  
 when expenditures from fund are  
 "made"  
 Like OPEB trust

### Requirements

\* School board must have a "school board  
 approved" long-term capital improvement  
 plan that covers a least 10 yrs.

\* No expenditures for 5 yrs from creation

\* Irrevocable - No transfers out + only expenditure  
 for purpose of the trust



State of Wisconsin  
2013 - 2014 LEGISLATURE



LRB-3738/PV/1P2  
FFK:eev:rs RMR

In 1-21-14

TODAY

*note*

**PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION**

SAJ  
xref

*regen*

1 AN ACT <sup>to amend</sup> 119.04 (1); and <sup>to create</sup> 120.137 and 121.07 (6) (ar) of the

2 statutes; **relating to:** authorizing <sup>a</sup> school boards <sup>e</sup> to create <sup>a</sup> capital improvement

3 <sup>trust</sup> funds.

*Analysis Insert* →

**Analysis by the Legislative Reference Bureau**

This is a preliminary draft. An analysis will be provided in a subsequent version of this draft.

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.** 119.04<sup>x</sup> (1) of the statutes, as affected by 2013<sup>1</sup> Wisconsin Act 20, is

5 amended to read:

6 119.04 (1) Subchapters IV, V and VII of ch. 115, ch. 121 and ss. 66.0235 (3) (c),

7 66.0603 (1m) to (3), 115.01 (1) and (2), 115.28, 115.31, 115.33, 115.34, 115.343,

8 115.345, 115.363, 115.365 (3), 115.38 (2), 115.415, 115.445, 118.001 to 118.04,

1 118.045, 118.06, 118.07, 118.075, 118.076, 118.10, 118.12, 118.125 to 118.14, 118.145  
2 (4), 118.15, 118.153, 118.16, 118.162, 118.163, 118.164, 118.18, 118.19, 118.20,  
3 118.223, 118.225, 118.24 (1), (2) (c) to (f), (6), (8), and (10), 118.245, 118.255, 118.258,  
4 118.291, 118.292, 118.293, 118.30 to 118.43, 118.46, 118.51, 118.52, 118.53, 118.55,  
5 118.56, 120.12 (2m), (4m), (5), and (15) to (27), 120.125, 120.13 (1), (2) (b) to (g), (3),  
6 (14), (17) to (19), (26), (34), (35), (37), (37m), and (38), 120.137, 120.14, 120.21 (3), and  
7 120.25 are applicable to a 1st class city school district and board.

\*\*\*\*NOTE: Please let me know if it is not consistent with your intent to allow the Milwaukee school board the ability to create a capital improvement fund under s. 120.137.

Ins. A →  
8 **SECTION 2.** 120.137 of the statutes is created to read:

9 **120.137 Capital improvement fund; general funds.** (1) A school board  
10 may adopt a resolution creating a capital improvement fund for the purpose of  
11 financing costs incurred after the date of the resolution for acquiring and improving  
12 sites; constructing school facilities; major maintenance of school facilities; or  
13 remodeling, renovating, and improving school facilities. The school board may  
14 transfer money from the school district's general fund to the capital improvement  
15 fund. The school board shall specify in the resolution whether money deposited in  
16 or transferred to the capital improvement fund is included in the school district's  
17 shared cost under s. 121.07 (6) (a) or whether money expended from the capital  
18 improvement fund is included in the school district's shared cost under s. 121.07 (6)  
19 (a). The school board's specification in the resolution regarding when money in the  
20 capital improvement fund is considered a shared cost is permanent and may not be  
21 amended.

\*\*\*\*NOTE: Please let me know if you would like to include criteria for which school boards may create a capital improvement fund under this section.



Analysis insert

This bill authorizes a school board that has approved a long-term capital improvement plan that is for a minimum of 10 years to establish a trust fund for the purpose of financing the capital improvements included in the long-term plan. The bill prohibits a school board from spending any money deposited in the trust fund for a period of ~~5~~ <sup>five</sup> years from the date the trust fund is created. After the initial ~~5~~ <sup>five</sup>-year period, a school board may spend money in the trust fund only for the purposes described in the school board's long-term plan. Additionally, a school board is expressly prohibited from transferring money in the trust fund to any other school district fund. Finally, the bill specifies that, for purposes of calculating equalization aid, money deposited in a long-term capital improvement trust fund is counted as a shared cost at the time the money is deposited in the trust fund and is not a shared cost at the time the money is expended from the trust fund.

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

End Analysis insert

INS A

1 SECTION ~~120~~ 120.137 of the statutes is created to read:

2 **120.137 Long-term capital improvement trust fund.** (1) In this section,  
3 a "long-term capital improvement plan" is a capital improvement plan for at least  
4 a 10-year period.

5 (2) A school board that has approved a long-term capital improvement plan  
6 may create a long-term capital improvement trust fund for the purpose of financing  
7 the costs of the capital improvements included in the school board's approved  
8 long-term capital improvement plan.

9 (3) (a) A school board may not expend money deposited in a long-term capital  
10 improvement trust fund created under sub. (2) for a period of 5 years beginning on  
11 the date the trust fund is created.

12 (b) After the 5-year period described in sub. (a), a school board may make  
13 expenditures from a long-term capital improvement trust fund solely for the

1 purposes described in the school board's approved long-term capital improvement  
2 plan and may not transfer money from a long-term capital improvement trust fund  
3 to any other school district fund.

4 SECTION 2. 121.07 (6) (a) (intro.) of the statutes is amended to read:

5 121.07 (6) (a) (intro.) "Shared cost" is the sum of the net cost of the general fund  
6 and the net cost of the debt service fund, except that "shared cost" excludes any costs,  
7 including attorney fees, incurred by a school district as a result of its participation  
8 in a lawsuit commenced against the state, beginning with such costs incurred in the  
9 fiscal year in which the lawsuit is commenced, excludes any expenditures from a  
10 capital improvement fund created under s. 120.135 or a capital improvement trust  
11 fund created under s. 120.137, and excludes the costs of transporting those transfer  
12 pupils for whom the school district operating under ch. 119 does not receive  
13 intradistrict transfer aid under s. 121.85 (6) as a result of s. 121.85 (6) (am). In this  
14 paragraph, "net;

15 1m. "Net cost of the debt service fund" includes all of the following amounts:

16 History: 1971 c. 125; 1973 c. 61, 90, 190, 333; 1975 c. 39; 1977 c. 29, 178, 418; 1979 c. 34, 221; 1981 c. 20, 317, 385; 1983 a. 27, 212; 1985 a. 29; 1987 a. 27; 1988 a. 31,  
114, 309, 336, 359; 1991 a. 39, 269, 315; 1993 a. 16, 437; 1995 a. 27 ss. 4046m to 4064, 9145 (1); 1997 a. 27, 113, 286; 1999 a. 9, 17; 2001 a. 16, 109; 2003 a. 33; 2005 a. 25;  
2009 a. 28; 2011 a. 71; 2013 a. 20.

17 SECTION 3. 121.007 (6) (a) 1. and 2. of the statutes are renumbered 121.007 (6)

18 (a) 1m. a. and b. *Ins EV*

19 SECTION 4. 121.007 (6) (a) 1m. of the statutes is created to read:

20 121.007 (6) (a) 1m. "Net cost of the general fund" includes money deposited in  
a long-term capital improvement trust fund created under s. 120.137.

END INS A

2013-2014 DRAFTING INSERT  
FROM THE  
LEGISLATIVE REFERENCE BUREAU

LRB-3738/P2ins  
FFK:eev:...

INS EV

1

2

**SECTION 1.** 121.07 (6) (a) 1. and 2. of the statutes are renumbered 121.07 (6)

3

(a) 1m. a. and b. and 121.07 (6) (a) 1m. a., as renumbered, is amended to read:

4

121.07 (6) (a) 1m. a. If a school board makes an expenditure from a capital

5

expansion fund created under s. 120.10 (10m), an amount determined by dividing the

6

expenditure by the number of years in which the school district levied a tax for the

7

capital project. This ~~subdivision~~ <sup>✓</sup> subd. 1m. a. applies for the number of years equal

8

to the number of years in which the school district levied a tax for the capital project.

**DRAFTER'S NOTE  
FROM THE  
LEGISLATIVE REFERENCE BUREAU**

LRB-3738/P2dn

FFK: /:....

eev

Nate

To Representative Strachota:

This draft authorizes a school board to establish a trust fund for purposes of funding future capital expenditures that are described in the school board's long-term capital improvement plan. During our meeting, there was discussion of modeling this type of trust fund after the OPEB (other post-employment benefit) trust fund, which school boards are currently authorized to establish.

In looking at the statutes, I identified only a few provisions related specifically to OPEB trusts. One of the provisions is related to the investment of funds in an OPEB trust, specifically that the funds may be invested and reinvested in accordance with the prudent investor rule. The other is that a school district may not discuss or vote on establishing an OPEB trust fund unless the notice of the school board meeting at which the discussion or vote may occur includes the issue as a separate agenda item. Because the focus of using the OPEB trust as a model was to have a deposit into the trust fund counted as a shared cost, it was not clear to me if you intended for these aspects of an OPEB trust to be replicated in this draft. Bob Solner from DPI and Brittany from the West Bend School District may know more about whether these provisions are necessary for the trust fund to achieve its intended purpose. Also, please note that it appears that much the guidance on OPEB trust funds comes from GASB Standard 45, which is specific to post-employment benefits. It is not clear to me what additional guidance may apply to this new type of trust fund.

I provided Russ Kava with a preliminary version of this language. However, in an effort to get this out to you in an expedited fashion, I am sending this to you before receiving comments on the language from him.

I look forward to working with you to finalize this language.

Fern Knepp  
Legislative Attorney  
Phone: (608) 261-6927  
E-mail: fern.knepp@legis.wisconsin.gov

**DRAFTER'S NOTE**  
**FROM THE**  
**LEGISLATIVE REFERENCE BUREAU**

LRB-3738/P2dn  
FFK:eev:rs

January 21, 2014

To Representative Strachota:

This draft authorizes a school board to establish a trust fund for purposes of funding future capital expenditures that are described in the school board's long-term capital improvement plan. During our meeting, there was discussion of modeling this type of trust fund after the OPEB (other post-employment benefit) trust fund, which school boards are currently authorized to establish.

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I look forward to working with you to finalize this language.

Fern Knepp  
Legislative Attorney  
Phone: (608) 261-6927  
E-mail: fern.knepp@legis.wisconsin.gov



State of Wisconsin  
2013 - 2014 LEGISLATURE



LRB-3738/P2 /1  
FFK:eev:rs RMR  
Stays

No Change

TODAY

**PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION**

Rezen

1 AN ACT *to renumber and amend* 121.07 (6) (a) 1. and 2.; *to amend* 119.04 (1)  
2 and 121.07 (6) (a) (intro.); and *to create* 120.137 and 121.07 (6) (a) 2m. of the  
3 statutes; **relating to:** authorizing a school board to create a capital  
4 improvement trust fund.

***Analysis by the Legislative Reference Bureau***

This bill authorizes a school board that has approved a long-term capital improvement plan that is for a minimum of 10 years to establish a trust fund for the purpose of financing the capital improvements included in the long-term plan. The bill prohibits a school board from spending any money deposited in the trust fund for a period of five years from the date the trust fund is created. After the initial five-year period, a school board may spend money in the trust fund only for the purposes described in the school board's long-term plan. Additionally, a school board is expressly prohibited from transferring money in the trust fund to any other school district fund. Finally, the bill specifies that, for purposes of calculating equalization aid, money deposited in a long-term capital improvement trust fund is counted as a shared cost at the time the money is deposited in the trust fund and is not a shared cost at the time the money is expended from the trust fund.

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:*

1           **SECTION 1.** 119.04 (1) of the statutes, as affected by 2013 Wisconsin Act 20, is  
2 amended to read:

3           119.04 (1) Subchapters IV, V and VII of ch. 115, ch. 121 and ss. 66.0235 (3) (c),  
4 66.0603 (1m) to (3), 115.01 (1) and (2), 115.28, 115.31, 115.33, 115.34, 115.343,  
5 115.345, 115.363, 115.365 (3), 115.38 (2), 115.415, 115.445, 118.001 to 118.04,  
6 118.045, 118.06, 118.07, 118.075, 118.076, 118.10, 118.12, 118.125 to 118.14, 118.145  
7 (4), 118.15, 118.153, 118.16, 118.162, 118.163, 118.164, 118.18, 118.19, 118.20,  
8 118.223, 118.225, 118.24 (1), (2) (c) to (f), (6), (8), and (10), 118.245, 118.255, 118.258,  
9 118.291, 118.292, 118.293, 118.30 to 118.43, 118.46, 118.51, 118.52, 118.53, 118.55,  
10 118.56, 120.12 (2m), (4m), (5), and (15) to (27), 120.125, 120.13 (1), (2) (b) to (g), (3),  
11 (14), (17) to (19), (26), (34), (35), (37), (37m), and (38), 120.137, 120.14, 120.21 (3), and  
12 120.25 are applicable to a 1st class city school district and board.

13           **SECTION 2.** 120.137 of the statutes is created to read:

14           **120.137 Long-term capital improvement trust fund.** (1) In this section,  
15 a "long-term capital improvement plan" is a capital improvement plan for at least  
16 a 10-year period.

17           (2) A school board that has approved a long-term capital improvement plan  
18 may create a long-term capital improvement trust fund for the purpose of financing  
19 the costs of the capital improvements included in the school board's approved  
20 long-term capital improvement plan.

1           (3) (a) A school board may not expend money deposited in a long-term capital  
2 improvement trust fund created under sub. (2) for a period of 5 years beginning on  
3 the date the trust fund is created.

4           (b) After the 5-year period described in par. (a), a school board may make  
5 expenditures from a long-term capital improvement trust fund solely for the  
6 purposes described in the school board's approved long-term capital improvement  
7 plan and may not transfer money from a long-term capital improvement trust fund  
8 to any other school district fund.

9           **SECTION 3.** 121.07 (6) (a) (intro.) of the statutes is amended to read:

10           121.07 (6) (a) (intro.) "Shared cost" is the sum of the net cost of the general fund  
11 and the net cost of the debt service fund, except that "shared cost" excludes any costs,  
12 including attorney fees, incurred by a school district as a result of its participation  
13 in a lawsuit commenced against the state, beginning with such costs incurred in the  
14 fiscal year in which the lawsuit is commenced, excludes any expenditures from a  
15 capital improvement fund created under s. 120.135 or a capital improvement trust  
16 fund created under s. 120.137, and excludes the costs of transporting those transfer  
17 pupils for whom the school district operating under ch. 119 does not receive  
18 intradistrict transfer aid under s. 121.85 (6) as a result of s. 121.85 (6) (am). In this  
19 paragraph, "net:

20           1m. "Net cost of the debt service fund" includes all of the following amounts:

21           **SECTION 4.** 121.07 (6) (a) 1. and 2. of the statutes are renumbered 121.07 (6)  
22 (a) 1m. a. and b., and 121.07 (6) (a) 1m. a., as renumbered, is amended to read:

23           121.07 (6) (a) 1m. a. If a school board makes an expenditure from a capital  
24 expansion fund created under s. 120.10 (10m), an amount determined by dividing the  
25 expenditure by the number of years in which the school district levied a tax for the

1 capital project. This ~~subdivision~~ subd. 1m. a. applies for the number of years equal  
2 to the number of years in which the school district levied a tax for the capital project.

3 **SECTION 5.** 121.07 (6) (a) 2m. of the statutes is created to read:

4 121.07 (6) (a) 2m. "Net cost of the general fund" includes money deposited in  
5 a long-term capital improvement trust fund created under s. 120.137.

6 (END)

**Parisi, Lori**

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**From:** Ford, Trevor  
**Sent:** Thursday, January 23, 2014 10:45 AM  
**To:** LRB.Legal  
**Subject:** Draft Review: LRB -3738/1 Topic: School trust fund for capital projects

Please Jacket LRB -3738/1 for the ASSEMBLY.