

State of Misconsin 2003 - 2004 LEGISLATURE

SENATE SUBSTITUTE AMENDMENT 1, TO 2003 SENATE BILL 384

February 10, 2004 – Offered by Senator LEIBHAM.

1	$AN \ ACT \ \textit{to amend} \ 38.28 \ (1m) \ (a) \ 1. \ and \ 66.0621 \ (1) \ (c); \ and \ \textit{to create} \ 38.39, \ 73.03$
2	(61) and 560.03 (24) of the statutes; relating to: authorizing technical college
3	districts to issue revenue bonds for the purpose of providing services and
4	facilities to businesses and granting rule–making authority.
	The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:
5	SECTION 1. 38.28 (1m) (a) 1. of the statutes, as affected by 2003 Wisconsin Act
6	33, is amended to read:
7	38.28 (1m) (a) 1. "District aidable cost" means the annual cost of operating a
8	technical college district, including debt service charges for district bonds and
9	promissory notes for building programs or capital equipment, but excluding all
10	expenditures relating to auxiliary enterprises and community service programs, all
11	expenditures funded by or reimbursed with federal revenues, all receipts under sub.
12	(6) and ss. 38.12 (9), 38.14 (3) and (9), <u>38.39</u> , 118.15 (2) (a), 118.55 (7r), and 146.55

1 (5), all receipts from grants awarded under ss. 38.04 (8), (20), (28), and (31), 38.14 $\mathbf{2}$ (11), 38.26, 38.27, 38.33, and 38.38, all fees collected under s. 38.24, and driver 3 education and chauffeur training aids. 4 **SECTION 2.** 38.39 of the statutes is created to read: $\mathbf{5}$ 38.39 Wisconsin Advantage Jobs Training Program. (1) (a) With the 6 approval of the board, a district board may establish a regional project for the 7 creation and retention of jobs. Under the project, the district board may on its own 8 or jointly with any other entity contract with a business located in the district to 9 provide the business with one or more of the following, subject to pars. (b) to (d): 10 1. Training for jobs created or retained by the business. 2. Adult basic education. 11 123. Vocational and skill-assessment services. 13 4. Training facilities, equipment, and material. 145. Professional services. 15(b) A district board may provide training, education, or services under par. (a) 16 only to residents of this state or individuals who are required to file an income tax 17return under s. 71.03 (2). (c) 1. Except as provided in subd. 2., a district board may not enter into a 18 19 contract under par. (a) in which the cost per trainee exceeds \$3,500. 202. If the district board proposes to enter into a contract under subd. 1. in which 21the cost per trainee exceeds \$3,500, the district board shall notify the joint committee 22on finance in writing of its proposed action. If the cochairpersons of the committee 23do not notify the district board that the committee has scheduled a meeting for the $\mathbf{24}$ purpose of reviewing the proposed contract within 14 working days after the date of 25the district board's notification, the district board may enter into the contract. If,

- 2 -

2003 - 2004 Legislature

within 14 working days after the date of the district board's notification, the
cochairpersons of the committee notify the district board that the committee has
scheduled a meeting for the purpose of reviewing the proposed contract, the district
board may enter into the contract only upon approval of the committee.

5 (d) 1. Except as provided under subd. 2., the board shall ensure that the total
6 cost to the district boards of the contracts under par. (a) does not exceed \$10,000,000
7 in any fiscal year.

8 2. If the board proposes to increase the limit under subd. 1. in any fiscal year, 9 the board shall notify the joint committee on finance in writing of its proposed action. 10 If the cochairpersons of the committee do not notify the board that the committee has 11 scheduled a meeting for the purpose of reviewing the proposed increase within 14 working days after the date of the board's notification, the board may increase the 1213limit. If, within 14 working days after the date of the board's notification, the 14 cochairpersons of the committee notify the board that the committee has scheduled 15a meeting for the purpose of reviewing the proposed increase, the limit may be 16 increased only upon approval of the committee.

17 (2) A contract under sub. (1) may require the business to pay fees for the
18 services provided, or to pay all or a portion of the costs of the services provided.

(3) (a) The district board may issue revenue obligations under s. 66.0621 to
provide funds for payment of the costs of providing services under a contract under
sub. (1).

(b) The district board may pledge as security for repayment of the bonds issued
under par. (a) district property and moneys in reserve fund balances that are not
derived from property taxes.

- 3 -

2003 – 2004 Legislature

 deposits the fees received under sub. (2) and any other moneys designated by the district board for deposit into the special fund. The district board may use this revenue solely for the payment of principal and interest on the bonds issued under par. (a) until all such bonds are retired. When the bonds are retired, the district board shall transmit the balance in the fund to the secretary of administration for deposit in the general fund. (d) Notwithstanding s. 66.0621 (4) (a) 1., all of the following apply to the bonds issued under par. (a): 1. In the statement included with each bond the district board shall express its expectation and aspiration that if at any time the revenues received or expected to be received in the special redemption fund under par. (c) are insufficient to pay the payment from other district funds, subject to par. (e). 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	1	(c) The district board shall maintain a special fund, to be identified as the
 district board for deposit into the special fund. The district board may use this revenue solely for the payment of principal and interest on the bonds issued under par. (a) until all such bonds are retired. When the bonds are retired, the district board shall transmit the balance in the fund to the secretary of administration for deposit in the general fund. (d) Notwithstanding s. 66.0621 (4) (a) 1., all of the following apply to the bonds issued under par. (a): 1. In the statement included with each bond the district board shall express its expectation and aspiration that if at any time the revenues received or expected to be received in the special redemption fund under par. (c) are insufficient to pay the principal and interest on the bond when due, the district board shall make the payment from other district funds, subject to par. (e). 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	2	Wisconsin Advantage Jobs Training Program special redemption fund, into which it
 revenue solely for the payment of principal and interest on the bonds issued under par. (a) until all such bonds are retired. When the bonds are retired, the district board shall transmit the balance in the fund to the secretary of administration for deposit in the general fund. (d) Notwithstanding s. 66.0621 (4) (a) 1., all of the following apply to the bonds issued under par. (a): 1. In the statement included with each bond the district board shall express its expectation and aspiration that if at any time the revenues received or expected to be received in the special redemption fund under par. (c) are insufficient to pay the principal and interest on the bond when due, the district board shall make the payment from other district funds, subject to par. (e). 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	3	deposits the fees received under sub. (2) and any other moneys designated by the
 par. (a) until all such bonds are retired. When the bonds are retired, the district board shall transmit the balance in the fund to the secretary of administration for deposit in the general fund. (d) Notwithstanding s. 66.0621 (4) (a) 1., all of the following apply to the bonds issued under par. (a): 1. In the statement included with each bond the district board shall express its expectation and aspiration that if at any time the revenues received or expected to be received in the special redemption fund under par. (c) are insufficient to pay the principal and interest on the bond when due, the district board shall make the payment from other district funds, subject to par. (e). 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	4	district board for deposit into the special fund. The district board may use this
 board shall transmit the balance in the fund to the secretary of administration for deposit in the general fund. (d) Notwithstanding s. 66.0621 (4) (a) 1., all of the following apply to the bonds issued under par. (a): In the statement included with each bond the district board shall express its expectation and aspiration that if at any time the revenues received or expected to be received in the special redemption fund under par. (c) are insufficient to pay the principal and interest on the bond when due, the district board shall make the payment from other district funds, subject to par. (e). 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board shall submit a report to the governor, and to the 	5	revenue solely for the payment of principal and interest on the bonds issued under
 deposit in the general fund. (d) Notwithstanding s. 66.0621 (4) (a) 1., all of the following apply to the bonds issued under par. (a): 1 1. In the statement included with each bond the district board shall express its expectation and aspiration that if at any time the revenues received or expected to be received in the special redemption fund under par. (c) are insufficient to pay the principal and interest on the bond when due, the district board shall make the payment from other district funds, subject to par. (e). 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	6	par. (a) until all such bonds are retired. When the bonds are retired, the district
 9 (d) Notwithstanding s. 66.0621 (4) (a) 1., all of the following apply to the bonds issued under par. (a): 11 1. In the statement included with each bond the district board shall express its expectation and aspiration that if at any time the revenues received or expected to be received in the special redemption fund under par. (c) are insufficient to pay the principal and interest on the bond when due, the district board shall make the payment from other district funds, subject to par. (e). 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	7	board shall transmit the balance in the fund to the secretary of administration for
 issued under par. (a): 1. In the statement included with each bond the district board shall express its expectation and aspiration that if at any time the revenues received or expected to be received in the special redemption fund under par. (c) are insufficient to pay the principal and interest on the bond when due, the district board shall make the payment from other district funds, subject to par. (e). 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	8	deposit in the general fund.
111. In the statement included with each bond the district board shall express its12expectation and aspiration that if at any time the revenues received or expected to13be received in the special redemption fund under par. (c) are insufficient to pay the14principal and interest on the bond when due, the district board shall make the15payment from other district funds, subject to par. (e).162. The bonds are payable at times not to exceed 10 years from the date of17issuance.18(e) The district board may not use moneys derived from property taxes to pay19debt service on revenue obligations issued under par. (a).20(5) A district board may raise funds or provide support for the program under21this section by any means necessary or convenient except as expressly limited by law22or board or district board rule.23(6) Annually, the board shall submit a report to the governor, and to the	9	(d) Notwithstanding s. 66.0621 (4) (a) 1., all of the following apply to the bonds
 expectation and aspiration that if at any time the revenues received or expected to be received in the special redemption fund under par. (c) are insufficient to pay the principal and interest on the bond when due, the district board shall make the payment from other district funds, subject to par. (e). 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	10	issued under par. (a):
 be received in the special redemption fund under par. (c) are insufficient to pay the principal and interest on the bond when due, the district board shall make the payment from other district funds, subject to par. (e). 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	11	1. In the statement included with each bond the district board shall express its
 principal and interest on the bond when due, the district board shall make the payment from other district funds, subject to par. (e). 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	12	expectation and aspiration that if at any time the revenues received or expected to
 payment from other district funds, subject to par. (e). 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	13	be received in the special redemption fund under par. (c) are insufficient to pay the
 2. The bonds are payable at times not to exceed 10 years from the date of issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	14	principal and interest on the bond when due, the district board shall make the
 issuance. (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	15	payment from other district funds, subject to par. (e).
 (e) The district board may not use moneys derived from property taxes to pay debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	16	2. The bonds are payable at times not to exceed 10 years from the date of
 debt service on revenue obligations issued under par. (a). (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	17	issuance.
 (5) A district board may raise funds or provide support for the program under this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	18	(e) The district board may not use moneys derived from property taxes to pay
 this section by any means necessary or convenient except as expressly limited by law or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	19	debt service on revenue obligations issued under par. (a).
 or board or district board rule. (6) Annually, the board shall submit a report to the governor, and to the 	20	(5) A district board may raise funds or provide support for the program under
23 (6) Annually, the board shall submit a report to the governor, and to the	21	this section by any means necessary or convenient except as expressly limited by law
	22	or board or district board rule.
legislature under s. 13.172 (2), describing the contracts entered into under this	23	(6) Annually, the board shall submit a report to the governor, and to the
	24	legislature under s. 13.172 (2), describing the contracts entered into under this

- 4 -

section and the success of the program under this section in creating and retaining
 jobs.

3 (7) The board shall promulgate rules to implement and administer this section.
4 SECTION 3. 66.0621 (1) (c) of the statutes is amended to read:

5 66.0621 (1) (c) "Revenue" means all moneys received from any source by or for 6 the operation of a public utility and all rentals and fees and, in the case of a local 7 professional baseball park district created under subch. III of ch. 229 includes tax 8 revenues deposited into a special fund under s. 229.685 and payments made into a 9 special debt service reserve fund under s. 229.74 and, in the case of a local 10 professional football stadium district created under subch. IV of ch. 229 includes tax 11 revenues deposited into a special fund under s. 229.825 and payments made into a 12special debt service reserve fund under s. 229.830 and, in the case of a technical 13 college district includes revenues deposited into a special fund under s. 38.39 (3) (c).

14

SECTION 4. 73.03 (61) of the statutes is created to read:

1573.03 (61) If a technical college district board has issued revenue bonds under 16 s. 38.39, annually for 10 years or until the bonds are retired, whichever occurs first. 17to determine the amount of wages from which withholding under s. 71.64 (1) is 18 calculated for an individual provided training, education, or services by that 19 technical college district under s. 38.39, as reported to the department by the 20 department of commerce under s. 560.03 (24); to calculate 1.5 percent of that amount; 21and to notify the technical college system board of the result, aggregated by each 22technical college district.

23

SECTION 5. 560.03 (24) of the statutes is created to read:

560.03 (24) Determine the number of persons provided training, education, or
 services by a technical college district under s. 38.39 and the identity of each such

3

person, and annually by July 1 report the information to the department of revenue
 for the purpose of s. 73.03 (61).

(END)