



State of Wisconsin
2019 - 2020 LEGISLATURE

LRBs0239/1
JK:amn&skw

**SENATE SUBSTITUTE AMENDMENT 1,
TO SENATE BILL 624**

January 29, 2020 - Offered by Senator CRAIG.

1 **AN ACT** *to amend* 70.365 of the statutes; **relating to:** notice that an assessor is
2 prohibited from changing the valuation of property based solely on a recent sale
3 of the property.

Analysis by the Legislative Reference Bureau

Current law requires that, to determine a property's value for property tax purposes, the assessor consider recent arm's-length sales of the property to be assessed if according to professionally acceptable appraisal practices those sales conform to recent arm's-length sales of reasonably comparable property. Current law, generally, prohibits an assessor from changing the assessed value of a property based solely on the recent arm's-length sale of the property unless the change in assessed value corrects a previous assessment based on incorrect information about the physical characteristics of the property.

This bill requires that an assessor's notice of changed assessment to a property owner include language that specifies that the assessor may not change the assessment of property based solely on the recent arm's length sale of the property

without adjusting the assessed value of comparable properties in the same market area.

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

1 **SECTION 1.** 70.365 of the statutes, as affected by 2019 Wisconsin Act 2, is
2 amended to read:

3 **70.365 Notice of changed assessment.** When the assessor assesses any
4 taxable real property, or any improvements taxed as personal property under s. 77.84
5 (1), and arrives at a different total than the assessment of it for the previous year,
6 the assessor shall notify the person assessed if the address of the person is known
7 to the assessor, otherwise the occupant of the property. However, the assessor is not
8 required to provide notice under this section if land is classified as agricultural land,
9 as defined in s. 70.32 (2) (c) 1g., for the current year and previous year and the
10 difference between the assessments is \$500 or less. If the assessor determines that
11 land assessed under s. 70.32 (2r) for the previous year is no longer eligible to be
12 assessed under s. 70.32 (2r), and the current classification under s. 70.32 (2) (a) is not
13 undeveloped, agricultural forest, productive forest land, or other, the assessor shall
14 notify the person assessed if the assessor knows the person's address, or otherwise
15 the occupant of the property, that the person assessed may be subject to a conversion
16 charge under s. 74.485. Any notice issued under this section shall be in writing and
17 shall be sent by ordinary mail at least 15 days before the meeting of the board of
18 review or before the meeting of the board of assessors in 1st class cities and in 2nd
19 class cities that have a board of assessors under s. 70.075, except that, in any year
20 in which the taxation district conducts a revaluation under s. 70.05, the notice shall
21 be sent at least 30 days before the meeting of the board of review or board of

1 assessors. The notice shall contain the amount of the changed assessment and the
2 time, date, and place of the meeting of the local board of review or of the board of
3 assessors. The notice shall also include the following: “Under Wisconsin law,
4 generally, the assessor may not change the assessment of property based solely on
5 the recent arm’s length sale of the property without adjusting the assessed value of
6 comparable properties in the same market area. For information on the assessment
7 of properties that have recently sold, visit the Internet site of the Department of
8 Revenue at ... (Internet site address).” However, if the assessment roll is not
9 complete, the notice shall be sent by ordinary mail at least 15 days prior to the date
10 to which the board of review or board of assessors has adjourned, except that, in any
11 year in which the taxation district conducts a revaluation under s. 70.05, the notice
12 shall be sent at least 30 days prior to the date to which the board of review or board
13 of assessors has adjourned. The assessor shall attach to the assessment roll a
14 statement that the notices required by this section have been mailed and failure to
15 receive the notice shall not affect the validity of the changed assessment, the
16 resulting changed tax, the procedures of the board of review or of the board of
17 assessors or the enforcement of delinquent taxes by statutory means. After the
18 person assessed or the occupant of the property receives notice under this section,
19 if the assessor changes the assessment as a result of the examination of the rolls as
20 provided in s. 70.45 and the person assessed waives, in writing and on a form
21 prescribed or approved by the department of revenue, the person’s right to the notice
22 of the changed assessment under this section, no additional notice is required under
23 this section. The secretary of revenue shall prescribe the form of the notice required
24 under this section. The form shall include information notifying the taxpayer of the

1 procedures to be used to object to the assessment. The form shall also indicate
2 whether the person assessed may be subject to a conversion charge under s. 74.485.

3 **SECTION 2. Initial applicability.**

4 (1) This act first applies to the property tax assessments as of January 1, 2021.

5 (END)