



WISCONSIN LEGISLATIVE COUNCIL ACT MEMO

2005 Wisconsin Act 46
[2005 Assembly Bill 193]

**Kenosha Tax Incremental District
Project Costs and Expenditure
Periods**

2005 Wisconsin Act 46 provides that, for a tax incremental district (TID) in the City of Kenosha about which a finding is made that not less than 50%, by area, of the real property within the TID is a blighted area, project costs include costs incurred for the territory that is located within a one-half mile radius of the district's boundaries.

TIDs are required to terminate, with some exceptions, once these project costs are paid back. Under one of the exceptions under current law, the planning commission may allocate positive tax increments generated by the TID (the "donor" TID) to another TID (a "donee" TID) that has been created by the planning commission.

For certain TIDs, subject to a number of exceptions, the expenditure period to pay off project costs is limited to five years before the unextended termination date of the TID. Act 46 applies that same expenditure period, five years before the termination date of the TID, to certain donor TIDs in the City of Kenosha.

Effective Date: Act 46 takes effect October 18, 2005.

Prepared by: Laura Rose, Deputy Director

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LR:tlu

This memo provides a brief description of the Act. For more detailed information, consult the text of the law and related legislative documents at the Legislature's Web site at: <http://www.legis.state.wi.us/>.