

State of Misconsin 1997 - 1998 LEGISLATURE

1997 ASSEMBLY BILL 377

May 22, 1997 – Introduced by Representatives Grothman, F. Lasee, Albers, Kedzie, Kelso, J. Lehman, Lorge, Musser, Owens, Schneider, Seratti, Urban, Ziegelbauer and Zukowski, cosponsored by Senators Shibilski, Farrow, A. Lasee and Plache. Referred to Committee on Ways and Means.

1 AN ACT *to amend* 74.41 (1) (intro.); and *to create* 20.855 (4) (ag) and 70.995 (9m) 2 of the statutes; **relating to:** state payment of refunds of taxes on property used 3 in manufacturing and making an appropriation.

Analysis by the Legislative Reference Bureau

Under current law, the department of revenue assesses, for property tax purposes, property that is used in manufacturing. If the owner of that kind of property appeals an assessment and ultimately prevails, the municipality in which the property is located pays the refund that is due. If the refunds that the municipality owes in any year are sufficiently high it may charge back to the other taxing jurisdictions for which it collects taxes their share of those refunds. Under this bill, this state pays all refunds of the taxes on property that is used in manufacturing.

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.** 20.855 (4) (ag) of the statutes is created to read:

5 20.855 (4) (ag) A sum sufficient to make the payments under s. 70.995 (9m).

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1	SECTION 2. 70.995 (9m) of the statutes is created to read:
2	70.995 (9m) If, after final adjudication, it is determined that a refund of taxes
3	on property that is assessed under this section is due, the department of
4	administration shall pay the refund from the appropriation account under s. 20.855
5	(4) (ag).
6	SECTION 3. 74.41 (1) (intro.) of the statutes is amended to read:
7	74.41 (1) SUBMISSION OF REFUNDED OR RESCINDED TAXES TO DEPARTMENT. (intro.)
8	By October 1 of each year, the clerk of a taxation district may submit to the
9	department of revenue, on a form prescribed by the department of revenue, a listing
10	of all general property taxes <u>, except taxes based on assessments under s. 70.995,</u> on
11	the district's tax roll which, subject to sub. (2), meet any of the following conditions:
12	SECTION 4. Initial applicability.
13	(1) This act first applies to refunds of taxes that are based on the assessment
14	as of the January 1 after publication.
15	(END)

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