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1997 ASSEMBLY BILL 823

February 24, 1998 – Introduced by Representative Black. Referred to Committee on Ways and Means.

AN ACT to amend 79.03 (1), 79.03 (3) (a), 79.06 (1) (b) and 79.06 (2) (b); and to

create 79.03 (2m) of the statutes; relating to: the maximum allowable loss in

shared revenue.

Analysis by the Legislative Reference Bureau

This bill creates a new shared revenue payment that ensures that the loss in shared revenue by a municipality or county will not exceed \$1,000,000 during any 10-year period.

For further information see the *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:

- **Section 1.** 79.03 (1) of the statutes is amended to read:
- 5 79.03 (1) Each municipality and county is entitled to shared revenue, 6 consisting of an amount determined on the basis of population under sub. (2), plus
- 7 an amount the amounts determined under sub. subs. (2m) and (3).
- 8 **Section 2.** 79.03 (2m) of the statutes is created to read:

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SECTION 2

79.03 (2m) Each municipality and each county is entitled to a payment of an amount that will ensure that its payments under this subchapter have not declined by more than \$1,000,000 during the 10 years ending with the current year.

SECTION 3. 79.03 (3) (a) of the statutes is amended to read:

79.03 (3) (a) The amount in the shared revenue account for municipalities and the amount in the shared revenue account for counties, less the payments under subsubs. (2) and (2m) and s. 79.04, shall be allocated to each municipality and county respectively in proportion to its entitlement. In this paragraph, "entitlement" means the product of aidable revenues and tax base weight.

Section 4. 79.06 (1) (b) of the statutes is amended to read:

79.06 (1) (b) If the payments to any municipality or county under s. 79.03, excluding payments under s. 79.03 (2m) and (3c), in 1986 or any year thereafter are less than 95% of the combined payments to the municipality or county under this section and s. 79.03, excluding payments under s. 79.03 (2m) and (3c), for the previous year, the municipality or county has an aids deficiency. The amount of the aids deficiency is the amount by which 95% of the combined payments to the municipality or county under this section and s. 79.03, excluding payments under s. 79.03 (2m) and (3c), in the previous year exceeds the payments to the municipality or county under s. 79.03, excluding payments under s. 79.03 (2m) and (3c), in the current year.

Section 5. 79.06 (2) (b) of the statutes is amended to read:

79.06 (2) (b) If the payments to a municipality or county, except any county in which there are no cities or villages, in any year exceed its combined payments under this section and s. 79.03, excluding payments under s. 79.03 (2m) and (3c), in the

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- previous year by more than the maximum allowable increase, the excess shall be withheld to fund minimum payments in that year under sub. (1) (c).
- 3 Section 6. Initial applicability.
- 4 (1) This act first applies to payments made during 1998.
- 5 (END)