



State of Wisconsin
2021 - 2022 LEGISLATURE

LRB-6241/1
JK:amn

2021 SENATE BILL 1092

March 10, 2022 - Introduced by Senators SMITH, AGARD, CARPENTER, JOHNSON, LARSON and L. TAYLOR, cosponsored by Representatives GOYKE, ANDRACA, BALDEH, CONSIDINE, EMERSON, HAYWOOD, HEBL, B. MEYERS, POPE, RIEMER, S. RODRIGUEZ, SHANKLAND, SINICKI, SPREITZER, SUBECK, VINING and HINTZ. Referred to Committee on Transportation and Local Government.

1 **AN ACT** *to renumber* 79.015; *to renumber and amend* 79.02 (1); *to amend*
2 25.50 (3) (b); and *to create* 20.835 (1) (cs), 79.01 (2e), 79.015 (2), 79.02 (1) (b)
3 and 79.036 of the statutes; **relating to:** supplemental municipal aid and
4 making an appropriation.

Analysis by the Legislative Reference Bureau

This bill provides annual supplemental municipal aid payments to certain municipalities. A municipality is eligible to receive a payment under the bill if the three-year average of the municipality's per capita equalized property value due to new construction, less improvements removed from the property tax base, is less than the median average three-year per capita equalized value due to new construction less improvements removed for all municipalities. The total amount of all such annual payments is \$100,000,000. Each eligible municipality receives a payment on the basis of its three-year average equalized value and its three-year average population.

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:

5 **SECTION 1.** 20.835 (1) (cs) of the statutes is created to read:

SENATE BILL 1092**SECTION 1**

1 20.835 (1) (cs) *Supplemental municipal aid*. A sum sufficient to make the
2 payments to towns, villages, and cities under s. 79.036.

3 **SECTION 2.** 25.50 (3) (b) of the statutes is amended to read:

4 25.50 (3) (b) On the dates specified and to the extent to which they are
5 available, subject to s. 16.53 (10), funds payable to local governments under ss.
6 79.035, 79.036, 79.04, 79.05, 79.08, and 79.10 shall be considered local funds and,
7 pursuant to the instructions of local officials, may be paid into the separate accounts
8 of all local governments established in the local government pooled-investment fund
9 and, pursuant to the instructions of local officials, to the extent to which they are
10 available, be disbursed or invested.

11 **SECTION 3.** 79.01 (2e) of the statutes is created to read:

12 79.01 (2e) There is established an account in the general fund entitled the
13 “Supplemental Municipal Aid Account.” The total amount to be distributed in 2023
14 and in each year thereafter from the supplemental municipal aid account is
15 \$100,000,000.

16 **SECTION 4.** 79.015 of the statutes is renumbered 79.015 (1).

17 **SECTION 5.** 79.015 (2) of the statutes is created to read:

18 79.015 (2) The department of revenue, on or before October 1 of each year, shall
19 provide to each municipality a statement of estimated payments to be made in the
20 next calendar year to the municipality under s. 79.036.

21 **SECTION 6.** 79.02 (1) of the statutes, as affected by 2021 Wisconsin Act 1, is
22 renumbered 79.02 (1) (a) and amended to read:

23 79.02 (1) (a) Except as provided in par. (b) and sub. (2) (b), the department of
24 administration, upon certification by the department of revenue, shall distribute

SENATE BILL 1092**SECTION 6**

1 shared revenue payments to each municipality and county on the 4th Monday in July
2 and the 3rd Monday in November.

3 **SECTION 7.** 79.02 (1) (b) of the statutes is created to read:

4 79.02 (1) (b) The department of administration, upon certification by the
5 department of revenue, shall distribute payments under s. 79.036 to each
6 municipality on the first Monday in May.

7 **SECTION 8.** 79.036 of the statutes is created to read:

8 **79.036 Supplemental municipal aid.** (1) Beginning in 2023, each eligible
9 municipality shall receive a payment from the appropriation under s. 20.835 (1) (cs)
10 in an amount determined under this section. A municipality is eligible to receive a
11 payment under this section if the average of the municipality's per capita equalized
12 value due to new construction less improvements removed in the year of the
13 statement under s. 79.015 (2) and in each of the 2 immediately preceding years is less
14 than the median average per capita equalized value due to new construction less
15 improvements removed in the year of the statement under s. 79.015 (2) and in each
16 of the 2 immediately preceding years for all municipalities.

17 (2) Annually, the department of revenue shall calculate all of the following:

18 (a) An amount equal to \$100,000,000, divided by the 3-year average population
19 of all municipalities that are eligible to receive a payment under this section.

20 (b) The 3-year, per capita, average equalized value, including the value of tax
21 incremental districts, for each eligible municipality.

22 (c) The 3-year, per capita, average equalized value, including the value of tax
23 incremental districts, for all eligible municipalities.

24 (d) The maximum per capita value for all eligible municipalities under par. (c).

