TUESDAY, February 11, 1986

The chief clerk makes the following entries under the above date.

State of Wisconsin Office of the Governor Madison, Wisconsin

February 7, 1986

To the Honorable, the Senate:

The following bills, originating in the senate, have been approved, signed and deposited in the office of the Secretary of State:

Senate Bill	Act No.	Date Approved

1, Special Session,

Partial Veto ------ 120 ------ February 7, 1986 Respectfully,

ANTHONY S. EARL Governor

State of Wisconsin Office of the Governor

February 7, 1985

To the Honorable, the Senate:

I have approved January 1986 Special Session Bill 1 as 1985 Wisconsin Act 120 and deposited it in the office of the Secretary of State.

The fiscal management bill I am signing today represents a difficult but necessary step in the process of providing strong fiscal management for our state. The bill I submitted to the Legislature contained no tax increase, retained a sensible balance of \$75 million, and provided for enough permanent expenditure cuts to ensure we will begin the next biennium not only in the black, but with enough flexibility to set some significant new directions in the 1987-89 budget by taking into account the recommendations of the Wisconsin Expenditure Commission and the new circumstances which are sure to be facing us then.

As a result of the fiscal management bill, general purpose revenue expenditures will increase by 3.7 percent between fiscal 1985-86 and fiscal 1986-87. In other words, for the last year of the current biennium, expenditures will grow less than the projected 3.9 percent rate of inflation. This reduction was accomplished primarily by making permanent spending cuts in the second year of the biennium.

The bill I am signing achieves 41.2 percent of its savings from state operations, 45.6 percent from local assistance and 13.2 percent in aids to individuals. This means that both local assistance and aids to individuals were cut less and state operations cut significantly more than their proportionate share of the budget. This split represents a good faith effort to minimize the impact of the bill on our ongoing efforts to provide property tax relief. What we need now is a similar good faith effort by school districts and local governments to keep their expenditures under control. The fiscal management bill received the support of a majority of both parties in both houses of the Legislature. The Legislature showed discipline and a sense of fairness in their actions and adhered closely to the basic principles I set out when the bill was introduced. I am appreciative of their efforts and have therefore used the partial veto sparingly.

I have vetoed the change in our securities laws because I believe it is too much-too soon in the continuing effort to deregulate the securities industry. I disagree with both the substance of the securities law changes and the process by which they were added to the bill. This is a subject that deserves a full hearing in the appropriate standing committees of the Legislature.

> Respectfully, ANTHONY S. EARL Governor

CHIEF CLERK'S REPORT

The chief clerk records:

Senate Bill 1, Special Session

Correctly enrolled and presented to the Governor on February 6, 1986.

CHIEF CLERK'S CORRECTION

Suggested by Legislative Reference Bureau

Senate Bill 1, Special Session

Senate Amendment 1:

1. Page 9, line 28: substitute "SECTION 106fm." for "SECTION 106m.".

2. Page 16, line 13: substitute "SECTION 199em." for "SECTION 199m.".

Senate Amendment 7 to Senate Amendment 1:

1. Page 1, line 5: delete lines 5 to 7.

2. Page 7, line 1: delete "(3)".

3. Page 11, line 30: substitute "141a." for 141m.".

4. Page 12, line 10: substitute "14" for "13", in both places.

NOTE: Line 13 is needed for Item 177 of senate amendment 1.

Senate Amendment 8 to Senate Amendment 1:

1. Page 2, line 21: before "Board" insert "and Pregnancy Services".

Senate Amendment 14:

1. Page 7, line 18: delete lines 18 to 27.

NOTE: The repeal of s. 49.032(3) by senate amendment 1 is given effect. The amendment of s. 49.032(3) by senate amendment 14 is not given effect because senate amendment 1 was the later adopted amendment and because a repeal, rather than amendment, is presumed to be the final intent of the legislature.

2. Page 8, line 18: substitute "SECTION 110mn." for "SECTION 110m.".

Conference Amendment 1:

- 1. Page 5, line 7: substitute "line 26" for "line 2".
- 2. Page 13, line 36: after "line 12" insert a colon.
- 3. Page 14, line 2: delete the first period.

Senate Amendment 17:

1. Page 1, line 4: delete "SECTION 3" and substitute "SECTION 179m".

CHIEF CLERK'S CORRECTION

Suggested by Legislative Reference Bureau

Senate Bill 1, Special Session, assembly amendment 8

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1. Page 1, line 4: delete "29, line 24" and substitute "132, line 22".

Note: The above correction was inadvertently printed to regular session Senate Bill 1 and should have been to January 1986 Special session Senate Bill 1. Please discard chief clerk's correction to assembly amendment 8 to regular session Senate Bill 1 dated January 31, 1986, and make necessary correction on the jacket for regular session Senate Bill 1.