

1999 ASSEMBLY BILL 696

February 1, 2000 – Introduced by Representatives F. LASEE, ZIEGELBAUER, STONE, NASS, BOYLE, KREUSER, WALKER, GUNDERSON, WIECKERT, HAHN, HEBL, SPILLNER, GRONEMUS, RYBA, PLOUFF, HASENOHRL, KREIBICH, STEINBRINK, SYKORA, WASSERMAN, SINICKI, LA FAVE, PLALE, HOVEN, RHOADES, MUSSER, KELSO and LASSA, cosponsored by Senators LAZICH, WIRCH, DARLING, ROESSLER, ERPENBACH, PLACHE, ROSENZWEIG and A. LASEE. Referred to Joint committee on Finance.

1 **AN ACT to amend** 71.07 (9) (b) 4. of the statutes; **relating to:** the school property
2 tax and rent credit.

Analysis by the Legislative Reference Bureau

Under current law, for taxable years beginning after December 31, 1998, an individual may not receive a school property tax rent credit for property taxes paid on the individual's principal dwelling, or rent constituting property taxes paid on the individual's principal dwelling, during the taxable year for which the credit is claimed.

Under this bill, for taxable years beginning after December 31, 1999, and before January 1, 2001, an individual may claim and receive a school property tax rent credit for property taxes paid on the individual's principal dwelling, or rent constituting property taxes paid on the individual's principal dwelling, during the taxable year for which the credit is claimed. Under the bill, the credit, which may be claimed up to the amount of the individual's tax liability, is 15.4% of the first \$2,500 of property taxes, or rent constituting property taxes, paid or 15.4% of the first \$1,250 of property taxes, or rent constituting property taxes, paid by a married person filing separately.

The bill also requires that the department of administration propose reductions in sum certain appropriations, or reestimates of expenditures that are made from sum sufficient appropriations, from the general fund for the 1999–2001 biennium and report the proposed reductions or reestimates to the joint committee on finance. The total amount of the reductions or reestimates must be \$410,000,000.

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For further information see the *state* 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:

1 **SECTION 1.** 71.07 (9) (b) 4. of the statutes, as created by 1999 Wisconsin Act 10,
2 is amended to read:

3 71.07 **(9)** (b) 4. For taxable years beginning after December 31, ~~1998~~ 1999, and
4 before January 1, 2001, subject to the limitations under this subsection a claimant
5 may claim as a credit against, but not to exceed the amount of, taxes under s. 71.02,
6 ~~8.4%~~ 15.4% of the first \$0 \$2,500 of property taxes or rent constituting property
7 taxes, or ~~8.4%~~ 15.4% of the first \$0 \$1,250 of property taxes or rent constituting
8 property taxes of a married person filing separately.

9 **SECTION 2. Nonstatutory provisions.**

10 (1) REDUCTIONS OR EXPENDITURE REESTIMATES IN APPROPRIATIONS FOR THE 1999–2001
11 BIENNIUM.

12 (a) *Secretary of administration to report proposed reductions or expenditure*
13 *reestimates in appropriations.* No later than January 1, 2001, the secretary of
14 administration shall propose reductions in sum certain appropriations in any fund
15 or reestimates of expenditures to be made from sum sufficient appropriations from
16 the general fund for the 1999–2001 biennium in an amount equal to \$410,000,000
17 and shall report these proposed reductions or reestimates to the joint committee on
18 finance.

19 (b) *Joint committee on finance passive review.* If the cochairpersons of the joint
20 committee on finance do not notify the secretary of administration that the
21 committee has scheduled a meeting for the purpose of reviewing the proposed

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1 reductions or reestimates reported under paragraph (a) within 14 working days after
2 the date of receiving the report, the secretary of administration shall lapse or
3 transfer the amount of the proposed reductions to the general fund or reestimate the
4 expenditures to be made from the sum sufficient appropriations. If, within 14
5 working days after the date of receiving the report, the cochairpersons of the
6 committee notify the secretary of administration that the committee has scheduled
7 a meeting for the purpose of reviewing the proposed reductions or reestimates
8 reported under paragraph (a), the secretary of administration shall lapse or transfer
9 to the general fund or reestimate the amounts approved by the committee in a total
10 amount equal to the amount specified in paragraph (a) from the appropriations
11 specified by the committee.

SECTION 3. Initial applicability.

(1) This act first applies to taxable years beginning on January 1, 2000.

(END)