

**1999 DRAFTING REQUEST**

**Bill**

Received: 01/27/2000

Received By: isagerro

Wanted: Today

Identical to LRB:

For: Charles Chvala (608) 266-9170

By/Representing: Doug

This file may be shown to any legislator: NO

Drafter: isagerro

May Contact:

Alt. Drafters:

Subject: Gambling - lottery

Extra Copies: JK, LFB

**Pre Topic:**

No specific pre topic given

**Topic:**

Fund lottery with GPR

**Instructions:**

See Attached

**Drafting History:**

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	isagerro 01/27/2000	wjackson 01/27/2000		_____			State
/1	jkreye 01/31/2000	ygeller 01/31/2000	martykr 01/27/2000	_____	lrb_docadmin 01/27/2000		State
/2			hhagen 01/31/2000	_____	lrb_docadmin 01/31/2000		

FE Sent For:

<END>

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/?	isagerro 01/27/2000	wjackson 01/27/2000		_____			State
/1		1/2 1/31 jlg	martykr 01/27/2000	_____	lrb_docadmin 01/27/2000		

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Subject: Gambling - lottery

Extra Copies: JK, LFB

Pre Topic:

No specific pre topic given

Topic:

Fund lottery with GPR in 2000-01

Instructions:

See Attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
1?	isagerro	1 Wlj 1/27	km/27	<del>km/27</del>			

FE Sent For:

<END>

99-4423



State Senator  
**Chuck Chvala**  
SENATE MAJORITY LEADER

**FAX COVER SHEET**

TO: Ivy

FROM: Doug Burnett

RE: 4

PAGES: \_\_\_\_\_ (Including Cover)

DATE: \_\_\_\_\_

NOTES

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**Legislative Fiscal Bureau**  
 One East Main, Suite 301 • Madison, WI 53703 • (608) 266-3847 • Fax: (608) 267-6873

January 19, 2000

TO: Senator Charles Chvala  
 Room 211 South, State Capitol

FROM: Rick Olin, Fiscal Analyst

SUBJECT: Effect of Additional Funding for the Lottery and Gaming Tax Credit

At your request, this memorandum provides information on the effect that additional funding for lottery and gaming tax credits in 2000-01 would have on property tax bills.

For 1999-00, Act 9 converted the funding source for the following six functions from lottery revenues (SEG) to general purpose revenues (GPR):

- lottery program operations	\$21,095,800
- basic and bonus retailer compensation	27,927,600
- vendor payments	12,178,700
- gaming law enforcement (DOJ)	226,000
- lottery tax credit administration (DOR)	43,300
- farmland tax relief credit	15,000,000

The amount available for lottery and gaming tax credits is a residual amount that is determined after revenues have been committed to other expenditure items. By converting these functions to GPR funding, an additional \$76.5 million was made available for lottery and gaming tax credits. For 1999-00, an estimated \$212.6 million will be extended as lottery and gaming credits, and the average tax credit is estimated at \$167.

For 2000-01, funding for the lottery and gaming credit is estimated at \$109.1 million, and an average tax credit of \$86 is estimated. This assumes that the 2000-01 appropriations for lottery program operations and for Department of Justice gaming law enforcement activities will be funded with lottery proceeds. A partial veto in 1999 Act 9 eliminated 2000-01 funding for these activities.

If the above six lottery functions were funded with GPR again in 2000-01, funding for lottery and gaming tax credits would be increased by an additional \$80.6 million, which includes \$79.5 million in converted expenditures and \$1.1 million in increased interest earnings. Total funding for the tax credit would equal an estimated \$189.7 million, and the average tax credit would increase to an estimated \$149. (A larger opening balance for the lottery fund in 1999-00 accounts for the difference in estimated funding levels and average tax credits between the two years.) The following GPR appropriations, totaling \$79,468,200, would be required:

- lottery program operations	\$21,095,800
- basic and bonus retailer compensation	30,573,800
- vendor payments	12,419,000
- gaming law enforcement (DOJ)	226,700
- lottery tax credit administration (DOR)	152,900
- farmland tax relief credit	15,000,000

The following table reports estimated property tax bills for 1999(00) under current law and for 2000(01) under the two lottery and gaming tax credit alternatives:

**Estimated Property Tax Bills for a Median-Valued Home  
Based on Estimated Statewide Average Tax Rates**

	<u>1999(00)</u>	<u>Current Lottery Credit Funding 2000(01)</u>	<u>Increased Lottery Credit Funding 2000(01)</u>
Home Value	\$101,874	\$107,416	\$107,416
School Taxes	\$1,091	\$1,120	\$1,120
Other Taxes	<u>1,271</u>	<u>1,330</u>	<u>1,330</u>
Gross Property Taxes	\$2,362	\$2,450	\$2,450
School Levy Tax Credit	-179	-177	-177
Lottery and Gaming Tax Credit	<u>-167</u>	<u>-86</u>	<u>-149</u>
Net Property Taxes	\$2,016	\$2,187	\$2,124
Change Over 1999(00)			
Amount		\$171	\$108
Percent		8.5%	5.4%

Finally, you asked about the amount of additional school aid that would be necessary to eliminate the estimated tax bill increase, assuming the additional funding for the lottery and gaming tax credit is made available. Assuming a dollar-for-dollar replacement of tax levies with state aid,

an additional \$280.8 million in school aid funding would eliminate the projected \$108 tax bill increase. With the estimated increases in lottery credit and school aid funding, the estimated tax bill on a median-valued home taxed at the statewide average tax rate would total \$2,016 in 2000(01), the same as is estimated for 1999(00). In total, this would require additional GPR expenditures of \$360.3 million in 2000-01.

If you have any questions on this information, please let me know.

RO/dls

Chvala Package

1999 - 2000 LEGISLATURE

4423/1  
LRB-44183  
ISR&JK:jlg&wli:kif

RMnd  
mm

1999 BILL

Today  
11/27/00

Regen

1 AN ACT to amend 20.455 (2) (r), 20.566 (2) (r), 20.566 (8) (b), 20.566 (8) (c), 20.566  
2 (8) (q), 20.566 (8) (r), 20.566 (8) (v), 20.835 (2) (dn) and 20.835 (2) (q) of the  
3 statutes; and to affect 1999 Wisconsin Act 9, section 9443 (24e); relating to:  
4 funding for gaming law enforcement operations, general program operations of  
5 the state lottery, lottery retailer compensation, lottery vendor fees, the  
6 farmland tax relief credit, costs of administration, administration of the lottery  
7 and gaming credit and making an appropriation.

Analysis by the Legislative Reference Bureau

GAMBLING

the department of justice's

Under current law, the general program operations of the state lottery, lottery retailer compensation, fees that are paid to lottery vendors for on-line and instant ticket services and supplies, the farmland tax relief credit, costs of the administration of the lottery and gaming credit and a portion of DOJ's gaming law enforcement activities are funded with general ~~purpose~~ <sup>purpose</sup> revenue in fiscal year 1999-2000. There is ~~no~~ <sup>currently</sup> funding for these programs in fiscal year 2001-02.

This bill appropriates general purpose revenue to fund the general program operations of the state lottery, lottery retailer compensation, fees that are paid to lottery vendors for on-line and instant ticket services and supplies, the farmland tax relief credit, costs of the administration of the lottery and gaming credit and to partially fund DOJ's gaming law enforcement activities in fiscal year 2001-02.



**BILL**

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

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*The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:*

1           **SECTION 1.** 20.455 (2) (r) of the statutes is amended to read:

2           20.455 (2) (r) *Gaming law enforcement; lottery revenues.* From the lottery fund,  
3 the amounts in the schedule for the performance of the department's gaming law  
4 enforcement responsibilities as specified in s. 165.70 (3m). No moneys may be  
5 encumbered or expended from this appropriation account during the 1999–2001  
6 fiscal biennium.

7           **SECTION 2.** 20.566 (2) (r) of the statutes, as affected by 1999 Wisconsin Act 5,  
8 is amended to read:

9           20.566 (2) (r) *Lottery and gaming credit administration.* From the lottery fund,  
10 the amounts in the schedule for the administration of the lottery and gaming credit.  
11 No moneys may be encumbered or expended from this appropriation account during  
12 the 1999–2001 fiscal year biennium.

13           **SECTION 3.** 20.566 (8) (b) of the statutes, as affected by 1999 Wisconsin Act 9,  
14 is amended to read:

15           20.566 (8) (b) *Retailer compensation.* A sum sufficient to pay compensation to  
16 retailers under s. 565.10 (14) (b). No moneys may be encumbered or expended from  
17 this appropriation account after the day of publication of the 2000 2001–03 biennial  
18 budget act.

19           **SECTION 4.** 20.566 (8) (c) of the statutes, as affected by 1999 Wisconsin Act 9,  
20 is amended to read:

**BILL**

1           20.566 (8) (c) *Vendor fees*. A sum sufficient to pay vendors for on-line and  
2 instant ticket services and supplies provided by the vendors under contract under  
3 s. 565.25 (2) (a). No moneys may be encumbered or expended from this appropriation  
4 account after the day of publication of the 2000 2001-03 biennial budget act.

5           **SECTION 5.** 20.566 (8) (q) of the statutes, as affected by 1999 Wisconsin Act 5,  
6 is amended to read:

7           20.566 (8) (q) *General program operations*. From the lottery fund, the amounts  
8 in the schedule for general program operations under ch. 565. No moneys may be  
9 encumbered or expended from this appropriation account during the 1999-2001  
10 fiscal biennium.

11           **SECTION 6.** 20.566 (8) (r) of the statutes, as affected by 1999 Wisconsin Act 9,  
12 is amended to read:

13           20.566 (8) (r) *Retailer compensation*. From the lottery fund, a sum sufficient  
14 to pay compensation to retailers under s. 565.10 (14) (b). No moneys may be  
15 encumbered or expended from this appropriation account during 1999-00 the  
16 1999-2001 fiscal biennium.

17           **SECTION 7.** 20.566 (8) (v) of the statutes, as affected by 1999 Wisconsin Act 9,  
18 is amended to read:

19           20.566 (8) (v) *Vendor fees*. From the lottery fund, a sum sufficient to pay  
20 vendors for on-line and instant ticket services and supplies provided by the vendors  
21 under contract under s. 565.25 (2) (a). No moneys may be encumbered or expended  
22 from this appropriation account during 1999-00 the 1999-2001 fiscal biennium.

23           **SECTION 8.** 20.835 (2) (dn) of the statutes, as affected by 1999 Wisconsin Act  
24 9, is amended to read:

**BILL**

1           20.835 (2) (dn) *Farmland tax relief credit*. A sum sufficient to pay the aggregate  
2 claims approved under ss. 71.07 (3m) (c), 71.28 (2m) (c) and 71.47 (2m) (c), to the  
3 extent that these claims are not paid under par. (ka). No moneys may be encumbered  
4 or expended from this appropriation after the 2000 day of publication of the 2001–03  
5 biennial budget.

6           **SECTION 9.** 20.835 (2) (q) of the statutes, as affected by 1999 Wisconsin Act 9,  
7 is amended to read:

8           20.835 (2) (q) *Farmland tax relief credit*. From the lottery fund, a sum  
9 sufficient to pay the aggregate claims approved under ss. 71.07 (3m) (c), 71.28 (2m)  
10 (c) and 71.47 (2m) (c), to the extent that these claims are not paid under par. (ka).  
11 No moneys may be encumbered or expended from this appropriation account during  
12 1999–00 the 1999–2001 fiscal biennium.

13           **SECTION 10.** 1999 Wisconsin Act 9, section 9443 (24e) is amended to read:

14           [1999 Wisconsin Act 9] Section 9443 (24e) LOTTERY FUND. The repeal and  
15 recreation of sections 25.75 (1) (b), 71.07 (3m) (b) 1. a. and (c) 3., 71.28 (2m) (b) 1. a.  
16 and (c) 3., 71.47 (2m) (b) 1. a. and (c) 3. and 79.10 (11) (b) of the statutes and the  
17 creation of section 25.75 (1) (c) 3. and (3) (b) and (e) of the statutes take effect on the  
18 effective date of the 2001 2001–03 budget act.

19           **SECTION 9230. Appropriation changes; justice.**

20           (1) GAMING LAW ENFORCEMENT. In the schedule under section 20.005 (3) of the  
21 statutes for the appropriation to the department of justice under section 20.455 (2)  
22 (fm) of the statutes, as affected by the acts of 1999, the dollar amount is increased  
23 by \$226,700 for fiscal year 2000–01 for gaming law enforcement activities.

24           **SECTION 9243. Appropriation changes; revenue.**

**BILL**

1           (1) GENERAL PROGRAM OPERATIONS OF THE LOTTERY. In the schedule under section  
2           20.005 (3) of the statutes for the appropriation to the department of revenue under  
3           section 20.566 (8) (a) of the statutes, as affected by the acts of 1999, the dollar amount  
4           is increased by \$21,095,800 for fiscal year 2000–01 for conducting general program  
5           operations of the lottery.

6           (2) LOTTERY AND GAMING CREDIT ADMINISTRATION. In the schedule under section  
7           20.005 (3) of the statutes for the appropriation to the department of revenue under  
8           section 20.566 (2) (am) of the statutes, as affected by the acts of 1999, the dollar  
9           amount is increased by \$152,900 for fiscal year 2000–01 to administer the lottery and  
10          gaming credit.

11

(END)



## 1999 BILL

1-31-2000  
re you NOW

1 **AN ACT to amend** 20.455 (2) (r), 20.566 (2) (r), 20.566 (8) (b), 20.566 (8) (c), 20.566  
2 (8) (q), 20.566 (8) (r), 20.566 (8) (v), 20.835 (2) (dn) and 20.835 (2) (q) of the  
3 statutes; and **to affect** 1999 Wisconsin Act 9, section 9443 (24e); **relating to:**  
4 funding for gaming law enforcement operations, general program operations of  
5 the state lottery, lottery retailer compensation, lottery vendor fees, the  
6 farmland tax relief credit, costs of administration, administration of the lottery  
7 and gaming credit and making an appropriation.

---

*Analysis by the Legislative Reference Bureau*

### GAMBLING

Under current law, the general program operations of the state lottery, lottery retailer compensation, fees that are paid to lottery vendors for on-line and instant ticket services and supplies, the farmland tax relief credit, costs of the administration of the lottery and gaming credit and a portion of the department of justice's (DOJ's) gaming law enforcement activities are funded with general purpose revenue in fiscal year 1999-2000. There is currently no funding for these programs in fiscal year 2001-02.

This bill appropriates general purpose revenue to fund the general program operations of the state lottery, lottery retailer compensation, fees that are paid to lottery vendors for on-line and instant ticket services and supplies, the farmland tax

**BILL**

relief credit, costs of the administration of the lottery and gaming credit and to partially fund DOJ's gaming law enforcement activities in fiscal year 2001–02.

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.** 20.455 (2) (r) of the statutes is amended to read:

2           20.455 (2) (r) *Gaming law enforcement; lottery revenues.* From the lottery fund,  
3 the amounts in the schedule for the performance of the department's gaming law  
4 enforcement responsibilities as specified in s. 165.70 (3m). No moneys may be  
5 encumbered or expended from this appropriation account during the 1999–2001  
6 fiscal biennium.

7           **SECTION 2.** 20.566 (2) (r) of the statutes, as affected by 1999 Wisconsin Act 5,  
8 is amended to read:

9           20.566 (2) (r) *Lottery and gaming credit administration.* From the lottery fund,  
10 the amounts in the schedule for the administration of the lottery and gaming credit.  
11 No moneys may be encumbered or expended from this appropriation account during  
12 the 1999–2001 fiscal year biennium.

13           **SECTION 3.** 20.566 (8) (b) of the statutes, as affected by 1999 Wisconsin Act 9,  
14 is amended to read:

15           20.566 (8) (b) *Retailer compensation.* A sum sufficient to pay compensation to  
16 retailers under s. 565.10 (14) (b). No moneys may be encumbered or expended from  
17 this appropriation account after the day of publication of the 2000 2001–03 biennial  
18 budget act.

19           **SECTION 4.** 20.566 (8) (c) of the statutes, as affected by 1999 Wisconsin Act 9,  
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1           20.566 (8) (c) *Vendor fees*. A sum sufficient to pay vendors for on-line and  
2 instant ticket services and supplies provided by the vendors under contract under  
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7           20.566 (8) (q) *General program operations*. From the lottery fund, the amounts  
8 in the schedule for general program operations under ch. 565. No moneys may be  
9 encumbered or expended from this appropriation account during the 1999-2001  
10 fiscal biennium.

11           **SECTION 6.** 20.566 (8) (r) of the statutes, as affected by 1999 Wisconsin Act 9,  
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15 encumbered or expended from this appropriation account during ~~1999-00~~ the  
16 1999-2001 fiscal biennium.

17           **SECTION 7.** 20.566 (8) (v) of the statutes, as affected by 1999 Wisconsin Act 9,  
18 is amended to read:

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20 vendors for on-line and instant ticket services and supplies provided by the vendors  
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23           **SECTION 8.** 20.835 (2) (dn) of the statutes, as affected by 1999 Wisconsin Act  
24 9, is amended to read:

**BILL**

**SECTION 8**

1           20.835 (2) (dn) *Farmland tax relief credit*. A sum sufficient to pay the aggregate  
2 claims approved under ss. 71.07 (3m) (c), 71.28 (2m) (c) and 71.47 (2m) (c), to the  
3 extent that these claims are not paid under par. (ka). No moneys may be encumbered  
4 or expended from this appropriation after the ~~2000~~ day of publication of the 2001-03  
5 biennial budget.

6           **SECTION 9.** 20.835 (2) (q) of the statutes, as affected by 1999 Wisconsin Act 9,  
7 is amended to read:

8           20.835 (2) (q) *Farmland tax relief credit*. From the lottery fund, a sum  
9 sufficient to pay the aggregate claims approved under ss. 71.07 (3m) (c), 71.28 (2m)  
10 (c) and 71.47 (2m) (c), to the extent that these claims are not paid under par. (ka).  
11 No moneys may be encumbered or expended from this appropriation account during  
12 ~~1999-00~~ the 1999-2001 fiscal biennium.

13           **SECTION 10.** 1999 Wisconsin Act 9, section 9443 (24e) is amended to read:

14           [1999 Wisconsin Act 9] Section 9443 (24e) **LOTTERY FUND**. The repeal and  
15 recreation of sections 25.75 (1) (b), 71.07 (3m) (b) 1. a. and (c) 3., 71.28 (2m) (b) 1. a.  
16 and (c) 3., 71.47 (2m) (b) 1. a. and (c) 3. and 79.10 (11) (b) of the statutes and the  
17 creation of section 25.75 (1) (c) 3. and (3) (b) and (e) of the statutes take effect on the  
18 effective date of the ~~2001~~ 2001-03 budget act.

19           **SECTION 9230. Appropriation changes; justice.**

20           (1) **GAMING LAW ENFORCEMENT**. In the schedule under section 20.005 (3) of the  
21 statutes for the appropriation to the department of justice under section 20.455 (2)  
22 (fm) of the statutes, as affected by the acts of 1999, the dollar amount is increased  
23 by \$226,700 for fiscal year 2000-01 for gaming law enforcement activities.

24           **SECTION 9243. Appropriation changes; revenue.**

INSERT 4-12



**BILL**

1           (1) GENERAL PROGRAM OPERATIONS OF THE LOTTERY. In the schedule under section  
2           20.005 (3) of the statutes for the appropriation to the department of revenue under  
3           section 20.566 (8) (a) of the statutes, as affected by the acts of 1999, the dollar amount  
4           is increased by \$21,095,800 for fiscal year 2000–01 for conducting general program  
5           operations of the lottery.

6           (2) LOTTERY AND GAMING CREDIT ADMINISTRATION. In the schedule under section  
7           20.005 (3) of the statutes for the appropriation to the department of revenue under  
8           section 20.566 (2) (am) of the statutes, as affected by the acts of 1999, the dollar  
9           amount is increased by \$152,900 for fiscal year 2000–01 to administer the lottery and  
10          gaming credit.

11

**(END)**

1999-2000 DRAFTING INSERT  
FROM THE  
LEGISLATIVE REFERENCE BUREAU

LRB-4423/2ins  
JK:jlg&wlj:km

INSERT 4 - 12

1           SECTION 1. 79.13 (2) (a) <sup>X</sup> of the statutes, as affected by 1999 Wisconsin Act 9, is  
2 amended to read:

3           79.13 (2) (a) In the 2000-01 fiscal year, the amount that is estimated to be  
4 expended from the appropriation under s. 20.835 (2) (q) (dn) <sup>✓</sup> is \$15,000,000, plus the  
5 amount that is estimated to be expended from the appropriation under s. 20.835 (2)  
6 (dn) in the previous fiscal year and less the actual amount that is expended from the  
7 appropriation under s. 20.835 (2) (dn) in the previous fiscal year.

8           <sup>History: 1999 a. 9.</sup> SECTION 2. 79.13 (2) (b) <sup>X</sup> of the statutes, as created by 1999 Wisconsin Act 9, is  
9 amended to read:

10           79.13 (2) (b) In the 2001-02 fiscal year, and in each fiscal year thereafter, the  
11 amount that is estimated to be expended from the appropriation under s. 20.835 (2)  
12 (q) is \$15,000,000, plus the amount that is estimated to be expended from the  
13 appropriation under s. 20.835 (2) (q) (dn) in the previous fiscal year and less the  
14 actual amount that is expended from the appropriation under s. 20.835 (2) (q) <sup>✓</sup> (dn)  
15 in the previous fiscal year.

16           <sup>History: 1999 a. 5, 9.</sup> SECTION 3. 79.13 (2) (c) <sup>X</sup> of the statutes is created to read:

17           79.13 (2) (c) In the 2002-03 fiscal year, and in each fiscal year thereafter, the  
18 amount that is estimated to be expended from the appropriation under s. 20.835 (2)  
19 (q) <sup>✓</sup> is \$15,000,000, plus the amount that is estimated to be expended from the  
20 appropriation under s. 20.835 (2) (q) <sup>✓</sup> in the previous fiscal year and less the actual  
21 amount that is expended from the appropriation under s. 20.835 <sup>✓</sup> (2) (q) in the  
22 previous fiscal year.

---

**Smith, Irma**

**From:** Smith, Irma

**Sent:** Monday, January 31, 2000 12:14 PM

**To:** Burnett, Douglas

**Subject:** This is part of the "budget repair" package. If you have any questions, please call the drafting attorney. Thank you, Irma

**Importance:** High



99-4423/2



State of Wisconsin  
1999 - 2000 LEGISLATURE

LRB-4423/2  
ISR&JK:jlg&wlj:hmh

## 1999 BILL

1 **AN ACT to amend** 20.455 (2) (r), 20.566 (2) (r), 20.566 (8) (b), 20.566 (8) (c), 20.566  
2 (8) (q), 20.566 (8) (r), 20.566 (8) (v), 20.835 (2) (dn), 20.835 (2) (q), 79.13 (2) (a)  
3 and 79.13 (2) (b); **to create** 79.13 (2) (c) of the statutes; and **to affect** 1999  
4 Wisconsin Act 9, section 9443 (24e); **relating to:** funding for gaming law  
5 enforcement operations, general program operations of the state lottery, lottery  
6 retailer compensation, lottery vendor fees, the farmland tax relief credit, costs  
7 of administration, administration of the lottery and gaming credit and making  
8 an appropriation.

---

***Analysis by the Legislative Reference Bureau***

**GAMBLING**

Under current law, the general program operations of the state lottery, lottery retailer compensation, fees that are paid to lottery vendors for on-line and instant ticket services and supplies, the farmland tax relief credit, costs of the administration of the lottery and gaming credit and a portion of the department of justice's (DOJ's) gaming law enforcement activities are funded with general purpose revenue in fiscal year 1999-2000. There is currently no funding for these programs in fiscal year 2001-02.

This bill appropriates general purpose revenue to fund the general program operations of the state lottery, lottery retailer compensation, fees that are paid to

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lottery vendors for on-line and instant ticket services and supplies, the farmland tax relief credit, costs of the administration of the lottery and gaming credit and to partially fund DOJ's gaming law enforcement activities in fiscal year 2001-02.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

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*The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:*

1           **SECTION 1.** 20.455 (2) (r) of the statutes is amended to read:

2           20.455 (2) (r) *Gaming law enforcement; lottery revenues.* From the lottery fund,  
3 the amounts in the schedule for the performance of the department's gaming law  
4 enforcement responsibilities as specified in s. 165.70 (3m). No moneys may be  
5 encumbered or expended from this appropriation account during the 1999-2001  
6 fiscal biennium.

7           **SECTION 2.** 20.566 (2) (r) of the statutes, as affected by 1999 Wisconsin Act 5,  
8 is amended to read:

9           20.566 (2) (r) *Lottery and gaming credit administration.* From the lottery fund,  
10 the amounts in the schedule for the administration of the lottery and gaming credit.  
11 No moneys may be encumbered or expended from this appropriation account during  
12 the 1999-2001 fiscal year biennium.

13           **SECTION 3.** 20.566 (8) (b) of the statutes, as affected by 1999 Wisconsin Act 9,  
14 is amended to read:

15           20.566 (8) (b) *Retailer compensation.* A sum sufficient to pay compensation to  
16 retailers under s. 565.10 (14) (b). No moneys may be encumbered or expended from  
17 this appropriation account after the day of publication of the 2000 2001-03 biennial  
18 budget act.

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1           **SECTION 4.** 20.566 (8) (c) of the statutes, as affected by 1999 Wisconsin Act 9,  
2 is amended to read:

3           20.566 (8) (c) *Vendor fees.* A sum sufficient to pay vendors for on-line and  
4 instant ticket services and supplies provided by the vendors under contract under  
5 s. 565.25 (2) (a). No moneys may be encumbered or expended from this appropriation  
6 account after the day of publication of the 2000 2001-03 biennial budget act.

7           **SECTION 5.** 20.566 (8) (q) of the statutes, as affected by 1999 Wisconsin Act 5,  
8 is amended to read:

9           20.566 (8) (q) *General program operations.* From the lottery fund, the amounts  
10 in the schedule for general program operations under ch. 565. No moneys may be  
11 encumbered or expended from this appropriation account during the 1999-2001  
12 fiscal biennium.

13           **SECTION 6.** 20.566 (8) (r) of the statutes, as affected by 1999 Wisconsin Act 9,  
14 is amended to read:

15           20.566 (8) (r) *Retailer compensation.* From the lottery fund, a sum sufficient  
16 to pay compensation to retailers under s. 565.10 (14) (b). No moneys may be  
17 encumbered or expended from this appropriation account during ~~1999-00~~ the  
18 1999-2001 fiscal biennium.

19           **SECTION 7.** 20.566 (8) (v) of the statutes, as affected by 1999 Wisconsin Act 9,  
20 is amended to read:

21           20.566 (8) (v) *Vendor fees.* From the lottery fund, a sum sufficient to pay  
22 vendors for on-line and instant ticket services and supplies provided by the vendors  
23 under contract under s. 565.25 (2) (a). No moneys may be encumbered or expended  
24 from this appropriation account during ~~1999-00~~ the 1999-2001 fiscal biennium.

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1           **SECTION 8.** 20.835 (2) (dn) of the statutes, as affected by 1999 Wisconsin Act  
2 9, is amended to read:

3           20.835 (2) (dn) *Farmland tax relief credit.* A sum sufficient to pay the aggregate  
4 claims approved under ss. 71.07 (3m) (c), 71.28 (2m) (c) and 71.47 (2m) (c), to the  
5 extent that these claims are not paid under par. (ka). No moneys may be encumbered  
6 or expended from this appropriation after the 2000 day of publication of the 2001–03  
7 biennial budget.

8           **SECTION 9.** 20.835 (2) (q) of the statutes, as affected by 1999 Wisconsin Act 9,  
9 is amended to read:

10           20.835 (2) (q) *Farmland tax relief credit.* From the lottery fund, a sum  
11 sufficient to pay the aggregate claims approved under ss. 71.07 (3m) (c), 71.28 (2m)  
12 (c) and 71.47 (2m) (c), to the extent that these claims are not paid under par. (ka).  
13 No moneys may be encumbered or expended from this appropriation account during  
14 1999–00 the 1999–2001 fiscal biennium.

15           **SECTION 10.** 79.13 (2) (a) of the statutes, as affected by 1999 Wisconsin Act 9,  
16 is amended to read:

17           79.13 (2) (a) In the 2000–01 fiscal year, the amount that is estimated to be  
18 expended from the appropriation under s. 20.835 (2) (~~q~~) (dn) is \$15,000,000, plus the  
19 amount that is estimated to be expended from the appropriation under s. 20.835 (2)  
20 (dn) in the previous fiscal year and less the actual amount that is expended from the  
21 appropriation under s. 20.835 (2) (dn) in the previous fiscal year.

22           **SECTION 11.** 79.13 (2) (b) of the statutes, as created by 1999 Wisconsin Act 9,  
23 is amended to read:

24           79.13 (2) (b) In the 2001–02 fiscal year, ~~and in each fiscal year thereafter,~~ the  
25 amount that is estimated to be expended from the appropriation under s. 20.835 (2)

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1 (q) is \$15,000,000, plus the amount that is estimated to be expended from the  
2 appropriation under s. 20.835 (2) ~~(q)~~ (dn) in the previous fiscal year and less the  
3 actual amount that is expended from the appropriation under s. 20.835 (2) ~~(q)~~ (dn)  
4 in the previous fiscal year.

5 **SECTION 12.** 79.13 (2) (c) of the statutes is created to read:

6 79.13 (2) (c) In the 2002–03 fiscal year, and in each fiscal year thereafter, the  
7 amount that is estimated to be expended from the appropriation under s. 20.835 (2)  
8 (q) is \$15,000,000, plus the amount that is estimated to be expended from the  
9 appropriation under s. 20.835 (2) (q) in the previous fiscal year and less the actual  
10 amount that is expended from the appropriation under s. 20.835 (2) (q) in the  
11 previous fiscal year.

12 **SECTION 13.** 1999 Wisconsin Act 9, section 9443 (24e) is amended to read:

13 [1999 Wisconsin Act 9] Section 9443 (24e) LOTTERY FUND. The repeal and  
14 recreation of sections 25.75 (1) (b), 71.07 (3m) (b) 1. a. and (c) 3., 71.28 (2m) (b) 1. a.  
15 and (c) 3., 71.47 (2m) (b) 1. a. and (c) 3. and 79.10 (11) (b) of the statutes and the  
16 creation of section 25.75 (1) (c) 3. and (3) (b) and (e) of the statutes take effect on the  
17 effective date of the 2001 2001–03 budget act.

18 **SECTION 9230. Appropriation changes; justice.**

19 (1) GAMING LAW ENFORCEMENT. In the schedule under section 20.005 (3) of the  
20 statutes for the appropriation to the department of justice under section 20.455 (2)  
21 (fm) of the statutes, as affected by the acts of 1999, the dollar amount is increased  
22 by \$226,700 for fiscal year 2000–01 for gaming law enforcement activities.

23 **SECTION 9243. Appropriation changes; revenue.**

24 (1) GENERAL PROGRAM OPERATIONS OF THE LOTTERY. In the schedule under section  
25 20.005 (3) of the statutes for the appropriation to the department of revenue under



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1 section 20.566 (8) (a) of the statutes, as affected by the acts of 1999, the dollar amount  
2 is increased by \$21,095,800 for fiscal year 2000–01 for conducting general program  
3 operations of the lottery.

4 (2) LOTTERY AND GAMING CREDIT ADMINISTRATION. In the schedule under section  
5 20.005 (3) of the statutes for the appropriation to the department of revenue under  
6 section 20.566 (2) (am) of the statutes, as affected by the acts of 1999, the dollar  
7 amount is increased by \$152,900 for fiscal year 2000–01 to administer the lottery and  
8 gaming credit.

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(END)