

**1999 DRAFTING REQUEST**

**Assembly Amendment (AA-AB133)**

Received: **04/6/99**

Received By: **champra**

Wanted: **Soon**

Identical to LRB:

For: **Legislative Fiscal Bureau**

By/Representing: **Shanovich**

This file may be shown to any legislator: **NO**

Drafter: **champra**

May Contact:

Alt. Drafters:

Subject: **State Finance - miscellaneous**

Extra Copies:

**Pre Topic:**

LFB:.....Shanovich - Yank #142,

**Topic:**

Contract provisions related to conversion to Euro

**Instructions:**

Delete p. 247, Item 8 in LFB summary

**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	champra 04/6/99	ygeller 04/6/99	martykr 04/6/99	_____	lrb_docadmin 04/6/99		

FE Sent For:

<END>

**1999 DRAFTING REQUEST**

**Assembly Amendment (AA-AB133)**

Received: **04/6/99**

Received By: **champra**

Wanted: **Soon**

Identical to LRB:

For: **Legislative Fiscal Bureau**

By/Representing: **Shanovich**

This file may be shown to any legislator: **NO**

Drafter: **champra**

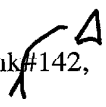
May Contact:

Alt. Drafters:

Subject: **State Finance - miscellaneous**

Extra Copies:

**Pre Topic:**

LFB:.....Shanovich - Yank#142, 

**Topic:**

Contract provisions related to conversion to Euro

**Instructions:**

Delete p. 247, Item 8 in LFB summary

**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	champra	11/4/99 jlg	km 4/6	cy 4/6 km 4/6			

FE Sent For:

<END>

DOA:.....Justus – Contract provisions related to conversion to Euro  
FOR 1999-01 BUDGET — NOT READY FOR INTRODUCTION

1 AN ACT ...; relating to: the budget.

---

*Analysis by the Legislative Reference Bureau*  
**COMMERCE AND ECONOMIC DEVELOPMENT**

**COMMERCE**

On January 1, 1999, 11 participating members of the European Union (Germany, France, Italy, Spain, the Netherlands, Belgium, Portugal, Finland, Ireland, Austria and Luxembourg) adopted the euro as their single currency. From January 1, 1999, to January 1, 2002, there is a three-year period for the conversion of the member currencies to the euro. On January 1, 2002, euro notes and coins will be introduced and on July 1, 2002, the member currencies will be withdrawn from circulation.

This bill provides a general mechanism for interpreting contracts or other legal instruments that are entered into or executed in this state or that contain provisions that require the contract or other legal instrument to be interpreted according to the law of this state and that use currencies or other monetary units affected by the introduction of the euro. (The only other monetary unit specified in the bill is the European currency unit (ECU), which is the monetary unit of account of the European Economic Community.) Generally, under the bill, any contract or other legal instrument that uses a currency or other monetary unit that is affected by the euro, must use the euro as a commercially reasonable substitute for the currency or monetary unit. The bill provides that the valuation of the currencies and the ECU will be determined in accordance with applicable regulations adopted by the council

of the European Union. The bill also provides that no person may discharge or otherwise excuse performance under any contract or other legal instrument, nor unilaterally alter the terms of, or terminate, any contract or other legal instrument, as a result the requirement that the euro be a commercially reasonable substitute for a member currency or ECU.

---

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

1           **SECTION 1.** 895.82 of the statutes is created to read:

2           **895.82 Interpretation of contracts and other legal instruments:**

3           **European currency.** (1) In this section:

4           (a) “Euro” means the currency of participating member states of the European  
5 Union who have adopted a single currency in accordance with the provisions of the  
6 1992 Treaty on European Union.

7           (b) “European currency unit” means the currency basket that is the monetary  
8 unit of account of the European Economic Community.

9           (2) Unless otherwise required in a contract or other legal instrument, if a  
10 subject or medium of payment of a contract or other legal instrument is a currency  
11 that has been replaced by the euro, the euro shall be a commercially reasonable  
12 substitute for that currency. The valuation of the currency in euros shall be  
13 determined in accordance with any applicable regulations adopted by the council of  
14 the European Union.

15           (3) Unless otherwise required in a contract or other legal instrument, if a  
16 subject or medium of payment of a contract or other legal instrument is the European  
17 currency unit, the euro shall be a commercially reasonable substitute for the  
18 European currency unit. The valuation of the European currency unit in euros shall

1 be determined in accordance with any applicable regulations adopted by the council  
2 of the European Union.

3 (4) No person may discharge or otherwise excuse performance under any  
4 contract or other legal instrument, nor unilaterally alter the terms of, or terminate,  
5 any contract or other legal instrument, as a result of sub. (2) or (3).

6 (5) This section shall apply only to a contract or other legal instrument entered  
7 into or executed in this state or that contains provisions requiring the contract or  
8 other legal instrument to be interpreted according to the law of this state.

9 (END)



State of Wisconsin  
1999 - 2000 LEGISLATURE

LRBb0064/1  
RAC:.....

wpd - please  
fix request  
sheet

Sen

JLg

LFB:.....Shanovich - Yank #142, Contract provisions related to conversion to Euro

FOR 1999-01 BUDGET — NOT READY FOR INTRODUCTION

LFB AMENDMENT

TO 1999 ASSEMBLY BILL 133 AND 1999 SENATE BILL 45

1 At the locations indicated, amend the bill as follows:

2 1. Page 1324, line 10: delete the material beginning with that line and ending  
3 with page 1325, line 10.

4 (END)



State of Wisconsin  
1999 - 2000 LEGISLATURE

LRBb0064/1  
RAC;jlg:km

LFB:.....Shanovich – Yank #142, Contract provisions related to conversion to  
Euro

**FOR 1999-01 BUDGET — NOT READY FOR INTRODUCTION**  
**LFB AMENDMENT**  
**TO 1999 ASSEMBLY BILL 133 AND 1999 SENATE BILL 45**

1 At the locations indicated, amend the bill as follows:

2 **1.** Page 1324, line 10: delete the material beginning with that line and ending  
3 with page 1325, line 10.

4 (END)