2001 – 2002 LEGISLATURE

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LRB-0

2001 BILL

Jun. Cat

AN ACT to renumber 101.121 (4) (a); to consolidate, renumber and amend 66.0413 (4) (a) and (b); to amend 59.69 (4m), 60.64, 62.23 (7) (em), 66.0413 (1) (b) 1., 66.0413 (1) (h), 66.0413 (1) (k), 66.0413 (3) (c), 71.07 (9m) (c), 71.28 (6) (c), 71.47 (6) (c), 101.121 (4) (b), 101.122 (4) (b) 1., 101.132 (2) (b) 1., 101.132 (2) (b) 2., 101.132 (2) (b) 3., 101.19 (1) (intro.), 254.61 (1) (f) 2. and 823.21; and to create 20.245 (3) (f), 44.46, 66.0414, 71.21 (6), 101.121 (3) (c), 101.121 (4) (a) 2., 101.121 (5), 101.121 (6), 101.132 (2) (b) 3m., 101.132 (2) (e) 3., 101.19 (1m) and 101.975 (4) of the statutes; relating to: the regulation of historic buildings, the income and franchise tax credit that supplements the federal historic rehabilitation tax credit, the historic building code, awarding grants to owners of historic agricultural buildings, requiring a liberal interpretation of local

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regulations applicable to historic buildings and structures, and making appropriations.

Analysis by the Legislative Reference Bureau

Razing of historic buildings

This bill prohibits a local governmental unit (city, village, town, or county) from razing a building that is a historic building or that is more than 50 years old unless the local governmental unit notifies the state historical society and allows the historical society time to create or preserve a historic record of the building. Upon request of the historical society, the local governmental unit must provide an opportunity for residents to request a public hearing on the decision to raze the building. The bill also requires the owner of the building to reuse the building materials or to contract with a demolition contractor who will reuse the building materials.

Current law authorizes a municipality to order the owner of any old, dilapidated, or unsafe building to raze the building. Any person affected by such an order may appeal the order to circuit court, where the issue is the reasonableness of the order.

This bill eliminates the age of the building from the criteria that may lead to an order to raze the building. The bill also provides that, if the order relates to a historic building, representatives of a local historical society and the owner of a historic building located within 200 yards of the historic building that is subject to the order may appeal the order to circuit court.

Historic building code

Current law authorizes the department of commerce (department) to regulate the preservation and restoration of qualified historic buildings. A qualified historic building is a building that is listed on the national or state register of historic places, or a certified local register of historic property, or that is located in a district that is listed on the national or state register of historic places and is of historical significance to the district. Current law permits the department, in consultation with the historic building code council, to promulgate a historic building code that provides specific standards for the preservation or restoration of qualified historic buildings, while still providing for the health, safety, and welfare of occupants of and visitors to historic buildings. In addition, in order to permit the preservation or restoration of qualified historic buildings, the department may grant a variance from any rule promulgated under the chapters of the statutes relating to the regulation of industry, buildings, and safety or the regulation of plumbing, fire protection systems, and swimming pools.

With certain exceptions, the owner of a qualified historic building may elect to be subject to the historic building code. With limited exceptions, an owner who makes this election is exempt from any provision of any other building code, including a local building code, that concerns a matter that is dealt with in the historic building code. Although current law does not contain an administrative

procedure designed specifically to determine whether an owner is entitled to this exemption, current law does contain a procedure that an owner may follow to resolve any conflicts between a local order and any order of the department that relates to the safety of places of employment or certain buildings that are open to the public (public buildings).

This bill specifies that the historic building code must be liberally interpreted to facilitate the preservation and restoration of qualified historic buildings. The bill also creates a specific administrative procedure for determining the extent to which a provision in a local building code applies to a qualified historic building. The bill permits the owner of a qualified historic building who has elected to be governed by the historic building code to request that the department review any decision of a local governmental unit that requires the owner to comply with a provision in a local ordinance. The department must review the decision in order to determine whether the provision in the ordinance concerns a matter dealt with in the historic building code, in which case the owner would be exempt from the provision. The bill specifies that, in performing this review, the department must follow the existing procedure for resolving conflicts between local orders and orders of the department that relate to the safety of places of employment or public buildings.

This bill also expands the role of the state historical society relating to the historic building code. Under the bill, the owner of a qualified historic building may request that the state historical society review certain decisions of the department, or of a local governmental unit acting as an agent of the department, relating to the historic building code, variances under the historic building code, or the inspection of qualified historic buildings for compliance with the historic building code. The state historical society must review the particular decision and issue an advisory opinion as to whether the decision or an alternate decision is consistent with the historic building code. The bill permits the state historical society to negotiate with the department or the particular local governmental unit to achieve an alternate decision that would allow the greatest possible degree of restoration and preservation, while still providing for the health, safety, and welfare of occupants of and visitors to the qualified historic building. The bill also permits the department or the particular local governmental unit to modify a reviewed decision, based upon these negotiations. In addition, the bill requires the department, in cooperation with the state historical society, to develop an informational pamphlet to increase public awareness and use of the historic building code.

Historic buildings used as multifamily dwellings

Current law requires the department to promulgate a multifamily dwelling code that provides uniform standards for the construction of multifamily dwellings and their components. With certain exceptions, a multifamily dwelling is an apartment building, row house, town house, condominium, or manufactured building that does not exceed 60 feet in height or 6 stories and that consists of 3 or more attached dwelling units. The multifamily dwelling code currently applies to any building or portion of a building that is converted to a multifamily dwelling after April 1, 1995, unless the building is a qualified historic building and the owner elects to be subject to the historic building code. Rules promulgated by the department also

permit a local governmental unit to exercise jurisdiction over the construction and inspection of multifamily dwellings by adopting ordinances that are consistent with the multifamily dwelling code. Currently, the multifamily dwelling code contains specific requirements relating to the type, height, and design of handrails and guardrails that are required to be used in multifamily dwellings.

This bill permits a local governmental unit to adopt an ordinance that allows the local governmental unit to grant a variance from these handrail and guardrail requirements, as they apply to a qualified historic building that is converted from a single–family dwelling to a multifamily dwelling. Under the bill, the ordinance must require an owner of a qualified historic building who seeks a variance to show that the type, height, and design of the handrail or guardrail proposed for installation is historically appropriate. If the owner makes this showing, the local governmental unit may grant the variance, as long as the proposed installation is at least as protective of public safety as the handrail or guardrail that otherwise would have been required.

Current law requires certain multifamily dwellings to meet design and construction standards that ensure accessibility for individuals with physical disabilities. In certain circumstances, these requirements may apply to a qualified historic building that is remodeled or added to for use as a multifamily dwelling. This bill specifies that a qualified historic building that is remodeled is exempt from accessibility requirements that are otherwise triggered by the remodeling of a multifamily dwelling. The bill also provides that all rules promulgated by the department relating to the accessibility of multifamily dwellings that are qualified historic buildings must comply with, and may not exceed, the requirements of the federal Fair Housing Act and the federal Americans with Disabilities Act, and regulations promulgated under those acts.

Exemption from fees

Currently, the department must charge fees to recover the costs of certain services that it provides relating to, among other things, reviewing construction plans and inspecting public buildings, places of employment, and other building components and locations that are subject to the department's jurisdiction. This bill requires the department to waive these fees for services relating to any preservation or restoration of a building or structure that is more than 100 years old, if the state historic preservation officer certifies: 1) that the building or structure is listed or eligible to be listed on the national or state register of historic places or is a building of historical significance in a district that is listed or eligible to be listed on the national or state register of historic places; and 2) that the preservation or restoration plan complies with standards applicable to projects that qualify for an income tax credit for historic property rehabilitation.

Historic agricultural grant program

This bill directs the state historical society to award grants to owners of historic agricultural buildings to assist in the restoration of the buildings.

Historic preservation in local governmental units

This bill directs local governmental units to interpret liberally their regulations that apply to historic structures in order to facilitate the preservation and restoration of historic buildings and structures.

Study of rural historic preservation

This bill requests the joint legislative council to study methods of promoting rural historic preservation.

Supplement to the federal historic rehabilitation tax credit

Under current law, a person who owns an income—producing historic building may claim a federal income tax credit that is equal to 20% of certain costs to rehabilitate the historic building. To claim the credit, the building must be listed, or be eligible for listing, on the national register of historic places or located in certain national, state, or local historic districts and the rehabilitation work must comply with standards established by the secretary of the interior.

Under current law, a person who may claim the federal income tax credit for rehabilitating an income—producing historic building may also claim a state income tax or franchise tax credit that is equal to 5% of certain costs to rehabilitate the historic building. To claim the credit, the person must include with the person's tax return evidence that the secretary of the interior approved the rehabilitation work before the rehabilitation work began.

Under this bill, a person may claim the state income and franchise tax credit for rehabilitating an income-producing historic building, if the person includes with the person's tax return evidence that the state historic preservation officer recommended the rehabilitation work for approval by the secretary of the interior before the rehabilitation work began.

Under current law, each partner in a partnership is allocated a portion of any tax credit that the partnership may claim, including the credit for rehabilitating a historic building, based on each partner's ownership interest. Under this bill, a partner may also be allocated a portion of the tax credit for rehabilitating a historic building in a manner specified in an agreement with the other partners, if the partners notify the department of revenue of the agreement within 30 days after executing the agreement.

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:

- SECTION 1. 20.005 (3) (schedule) of the statutes: at the appropriate place, insert
- 2 the following amounts for the purposes indicated:

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1	20.245 Historical society
2	(3) HISTORIC AND BURIAL SITES PRESERVATION
3	(f) Historic agricultural building
4	grant program GPR A 75,000 75,000
5	SECTION 2. 20.245 (3) (f) of the statutes is created to read:
6	20.245 (3) (f) Historic agricultural building grant program. The amounts in
7	the schedule for the historic agricultural building grant program under s. 44.46.
8	SECTION 3. 44.46 of the statutes is created to read:
9	44.46 Historic agricultural building grant program. (1) In this section,
10	"historic agricultural building" means any building or structure that is designed for
11	agricultural purposes and that is significant in the history, architecture, or culture
12	of this state.
13	(2) From the appropriation under s. 20.245 (3) (f), the historical society shall
14	award grants to owners of historic agricultural buildings to assist in the restoration
15	of the buildings. To receive a grant, the owner shall match the amount of the grant,
16	shall agree to use the total amount of funds to restore the historic agricultural
17	building, and shall agree to use the restored historic agricultural building in a
18	manner consistent with the public policy expressed in s. 44.30.
19	SECTION 4. 59.69 (4m) of the statutes is amended to read:
20	59.69 (4m) HISTORIC PRESERVATION. A county, as an exercise of its zoning and
21	police powers for the purpose of promoting the health, safety and general welfare of

the community and of the state, may regulate by ordinance any place, structure or

object with a special character, historic interest, aesthetic interest or other

significant value, for the purpose of preserving the place, structure or object and its significant characteristics. The county may create a landmarks commission to designate historic landmarks and establish historic districts. The county may regulate all historic landmarks and all property within each historic district to preserve the historic landmarks and property within the district and the character of the district, and shall interpret the county's regulations liberally to facilitate the preservation and restoration of historic buildings and structures.

SECTION 5. 60.64 of the statutes is amended to read:

60.64 Historic preservation. The town board, in the exercise of its zoning and police powers for the purpose of promoting the health, safety and general welfare of the community and of the state, may regulate any place, structure or object with a special character, historic interest, aesthetic interest or other significant value for the purpose of preserving the place, structure or object and its significant characteristics. The town board may create a landmarks commission to designate historic landmarks and establish historic districts. The board may regulate all historic landmarks and all property within each historic district to preserve the historic landmarks and property within the district and the character of the district, and shall interpret the board's regulations liberally to facilitate the preservation and restoration of historic buildings and structures.

SECTION 6. 62.23 (7) (em) of the statutes is amended to read:

62.23 (7) (em) *Historic preservation*. A city, as an exercise of its zoning and police powers for the purpose of promoting the health, safety and general welfare of the community and of the state, may regulate by ordinance, or if a city contains any property that is listed on the national register of historic places in Wisconsin or the state register of historic places shall, not later than 1995, enact an ordinance to

regulate, any place, structure or object with a special character, historic, archaeological or aesthetic interest, or other significant value, for the purpose of preserving the place, structure or object and its significant characteristics. A city may create a landmarks commission to designate historic or archaeological landmarks and establish historic districts. The city may regulate, or if the city contains any property that is listed on the national register of historic places in Wisconsin or the state register of historic places shall regulate, all historic or archaeological landmarks and all property within each historic district to preserve the historic or archaeological landmarks and property within the district and the character of the district, and shall interpret the city's regulations liberally to facilitate the preservation and restoration of historic buildings and structures.

SECTION 7. 66.0413 (1) (b) 1. of the statutes is amended to read:

66.0413 (1) (b) 1. If a building is old, dilapidated or out of repair and consequently dangerous, unsafe, unsanitary or otherwise unfit for human habitation and unreasonable to repair, order the owner of the building to raze the building or, if the building can be made safe by reasonable repairs, order the owner to either make the building safe and sanitary or to raze the building, at the owner's option.

SECTION 8. 66.0413 (1) (h) of the statutes is amended to read:

66.0413 (1) (h) Restraining order. A person affected by an order issued under par. (b) may within the time provided by s. 893.76 apply to the circuit court for an order restraining the building inspector or other designated officer from razing the building or forever be barred. The hearing shall be held within 20 days and shall be given preference. The court shall determine whether the raze order is reasonable. If the order is found reasonable the court shall dissolve the restraining order. If the

order is found not reasonable the court shall continue the restraining order or modify it as the circumstances require. Costs are in the discretion of the court. If the court finds that the order is unreasonable, the building inspector or other designated officer shall issue no other order under this subsection in regard to the same building until its condition is substantially changed. The remedies provided in this paragraph are exclusive remedies and anyone affected by an order issued under par.

(b) is not entitled to recover any damages for the razing of the building. For the purposes of this paragraph, if the order requires the razing of a historic building, as defined in sub. (3) (a) 1m., persons affected by the order include representatives of a local historical society and the owner of a historic building, as defined in sub. (3) (a) 1m., that is located within 200 yards of the historic building that is subject to the order.

SECTION 9. 66.0413 (1) (k) of the statutes is amended to read:

66.0413 (1) (k) Public nuisance procedure. A building which is determined under par. (b) 1. to be old, dilapidated or out of repair and consequently dangerous, unsafe, unsanitary or otherwise unfit for human habitation and unreasonable to repair may be proceeded against as a public nuisance under ch. 823.

SECTION 10. 66.0413 (3) (c) of the statutes is amended to read:

66.0413 (3) (c) If an order is issued under this section to raze and remove a historic building and restore the site to a dust-free and erosion-free condition, an application is made for a permit to raze and remove a historic building and restore the site to a dust-free and erosion-free condition or a municipality intends to raze and remove a municipally owned historic building and restore the site to a dust-free and erosion-free condition, the municipality in which the historic building is located shall notify the state historical society of the order, application or intent. No historic

building may be razed and removed nor the site restored to a dust-free and erosion free condition for 30 days after the notice is given, unless a shorter period is authorized by the state historical society. If the state historical society authorizes a shorter period, however, such a period shall be subject to any applicable local ordinance. During the 30-day period, the state historical society shall have access to the historic building to create or preserve a historic record. If the state historical society completes its creation or preservation of a historic record, or decides not to create or preserve a historic record, before the end of the 30-day period, the society may waive its right to access the building and may authorize the person who intends to raze and remove the building, and restore the site to a dust-free and crosion-free condition, to proceed before the end of such period, except that such a person shall be subject to any applicable local ordinance or a building that is more than 50 years old, s. 66.0414 applies.

SECTION 11. 66.0413 (4) (a) and (b) of the statutes are consolidated, renumbered 66.0413 (4) and amended to read:

66.0413 (4) First class cities may adopt, by ordinance, alternate or additional provisions governing the placarding, closing, razing and removal of a building and the restoration of the site to a dust–free and erosion–free condition. (b) This subsection shall be liberally construed to provide 1st class cities with the largest possible power and leeway of action, except that any alternate or additional provision adopted shall be no less stringent than the corresponding provision in s. 66.0414.

SECTION 12. 66.0414 of the statutes is created to read:

66.0414 Razing historic buildings and buildings that are more than 50 years old. (1) DEFINITIONS. In this section:

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- 1 (a) "Authority" means a housing authority under subch. XII, a redevelopment 2 authority under s. 66.1333, or a housing and community development authority 3 under s. 66.1335. 4 (b) "Historic building" has the meaning given in s. 66.0413 (3) (a) 1m. (c) "Local governmental unit" means a city, village, town, or county, and 5 includes an authority acting on behalf of or at the direction of a city, village, or town. 6 (d) "Resident," in the case of a local governmental unit that is an authority, 7 means a resident of the city, village, or town on whose behalf or at whose direction 8 9 the authority is acting. 10 (2) NOTICE TO STATE HISTORICAL SOCIETY. If a local governmental unit issues an order or permit or other similar directive or authorization to raze a building, or if a 11 12 local governmental unit intends to raze a building that is owned by the local governmental unit, and the building is either a historic building or more than 50 13 14 years old, the local governmental unit shall notify the state historical society of the order, permit, directive, or authorization or of its intent. 15 (3) DELAY IN RAZING. (a) Except as provided in sub. (4) (a) 3. and (b), a local 16 governmental unit may not raze a building subject to sub. (2) during the following 17 18 period after the notice is given to the state historical society: 19 1. For a historic building, 60 days.
 - 2. For a building more than 50 years old that is not a historic building, 30 days.
 - (b) Upon request by the state historical society, the local governmental unit may extend the period of delay in razing under par. (a).
 - (c) During the period of delay in razing under par. (a) and during any extension of a period of delay, the state historical society shall have access to the building to

create or preserve a historic record and access to the building shall be a condition of the order, permit, directive, or authorization issued by the local governmental unit.

- (4) OPPORTUNITY TO REQUEST PUBLIC HEARING; WRITTEN FINDINGS. (a) 1. For a building subject to sub. (2), the state historical society may direct the local governmental unit to provide notice and the opportunity to request a public hearing.
- 2. If the state historical society directs the local governmental unit to provide notice and the opportunity to request a public hearing under subd. 1., the local governmental unit shall provide notice to any person who requests notice by mail and by publishing a class 1 notice, under ch. 985. Within 30 days after the local governmental unit publishes the notice, if 5 or more residents of the local governmental unit submit a request for a hearing on the matter, the local governmental unit shall either hold a public hearing or make written findings setting forth the reasons for denying the request for a hearing and responding to issues raised in the request for a hearing.
- 3. If 5 or more residents of the local governmental unit submit a request for a hearing under subd. 2., the period of delay in razing under sub. (3) (a) does not end until the local governmental unit holds the public hearing or makes written findings, as required under subd. 2.
- (b) If the state historical society does not direct the local governmental unit to provide notice and the opportunity to request a public hearing, the state historical society may waive the period of delay in razing under sub. (3) (a) if the state historical society determines that the delay is not necessary to accomplish the purpose of sub. (3) (c).

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1	(5) REUSE OF BUILDING MATERIALS. The owner of the building that is razed shall
2	reuse the building materials or contract with a demolition contractor who will reuse
3	the building materials, to the maximum extent feasible.
4	(6) APPLICABILITY. This section does not apply to part of a building that is not
5	a historic building if that part of the building is 50 years old or less.
6	SECTION 13. 71.07 (9m) (c) of the statutes is amended to read:
7	71.07 (9m) (c) No person may claim the credit under this subsection unless the
8	claimant includes with the claimant's return evidence that the rehabilitation was
9	approved recommended by the state historic preservation officer for approval by the
10	secretary of the interior under 36 CFR 67.6 before the physical work of construction
11	or destruction in preparation for construction, began.
12	SECTION 14. 71.21 (6) of the statutes is created to read:
13	71.21 (6) Credits computed by a partnership under s. 71.07 (9m), 71.28 (6), or
14	71.47 (6) may be allocated to partners either as provided under this chapter or
15	pursuant to an agreement among the partners establishing an alternate allocation
16	method. The partners shall notify the department of an agreement within 30 days
17	after the agreement is executed and shall provide any additional information
18	requested by the department regarding the agreement.
19	SECTION 15. 71.28 (6) (c) of the statutes is amended to read:
20	71.28 (6) (c) No person may claim the credit under this subsection unless the
21	claimant includes with the claimant's return evidence that the rehabilitation was
22	approved recommended by the state historic preservation officer for approval by the

SECTION 16. 71.47 (6) (c) of the statutes is amended to read:

or destruction in preparation for construction, began.

secretary of the interior under 36 CFR 67.6 before the physical work of construction,

71.47 (6) (c) No person may claim the credit under this subsection unless the
claimant includes with the claimant's return evidence that the rehabilitation was
approved recommended by the state historic preservation officer for approval by the
secretary of the interior under 36 CFR 67.6 before the physical work of construction,
or destruction in preparation for construction, began.

SECTION 17. 101.121 (3) (c) of the statutes is created to read:

101.121 (3) (c) The historic building code shall be liberally interpreted to facilitate the preservation and restoration of qualified historic buildings.

SECTION 18. 101.121 (4) (a) of the statutes is renumbered 101.121 (4) (a) 1.

SECTION 19. 101.121 (4) (a) 2. of the statutes is created to read:

101.121 (4) (a) 2. Upon the request of the owner of a qualified historic building who elects under subd. 1. to be subject to the historic building code, the department shall review any decision of a city, village, town, or county that requires the owner to comply with a provision of a county or municipal building code, or of any other local ordinance or regulation, to determine if the provision concerns a matter dealt with in the historic building code. The procedures in s. 101.02 (7) apply to any review conducted by the department under this subdivision.

SECTION 20. 101.121 (4) (b) of the statutes is amended to read:

101.121 (4) (b) Paragraph (a) <u>1</u>. does not apply to any owner of a nursing home, as defined in s. 50.01 (3), a hospital, as defined in s. 50.33 (2) (a) and (c), or an approved public or private treatment facility for alcoholics, as defined in s. 51.45 (2) (b) and (c).

SECTION 21. 101.121 (5) of the statutes is created to read:

101.121 (5) ADVISORY OPINION OF STATE HISTORICAL SOCIETY. (a) The owner of a qualified historic building may submit to the state historical society a request for an

- advisory opinion with respect to any decision of the department, or of a city, village, town, or county that is an agent of the department, if the decision pertains to any of the following:

 1. This section or a rule promulgated under this section, except for a decision
 - 1. This section or a rule promulgated under this section, except for a decision of the department under sub. (4) (a) 2.
 - 2. A variance to a rule promulgated under this section.
 - 3. The inspection of a qualified historic building for compliance with a rule promulgated under this section.
 - (b) Upon receiving a request under par. (a), the state historical society shall review all information related to the decision and shall render a written opinion on each of the following:
 - 1. Whether the decision is consistent with this section and the rules promulgated under this section.
 - 2. Whether the alternative decision requested by the owner of the qualified historic building, or any other alternative decision, is consistent with this section and the rules promulgated under this section.
 - (c) The state historical society may negotiate with the department or the city, village, town, or county and the owner of the qualified historic building to seek agreement on an alternative decision that will allow the greatest possible degree of restoration and preservation of the qualified historic building, while continuing to meet the standards for the health, safety, and welfare of occupants of and visitors to the qualified historic building.
 - (d) The department or a city, village, town, or county may modify any decision described under par. (a) based on negotiations with the state historical society.

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- (e) This subsection does not modify any procedures for appeal of a decision of the department or of a city, village, town, or county under this section.
 - **SECTION 22.** 101.121 (6) of the statutes is created to read:
- 101.121 (6) Informational pamphlet. (a) In cooperation with the state historical society, the department shall develop an informational pamphlet designed to increase awareness and use of the historic building code. The department, in cooperation with the state historical society, shall update the pamphlet as statutes and rules relating to the historic building code are amended. The pamphlet shall include the following information:
 - 1. A description of the historic building code.
- 2. A description of the types and qualities of buildings that are subject to the historic building code.
- 3. An explanation of how the owner of a qualified historic building may elect to be subject to the historic building code and a description of the consequences of that election.
- 4. A description of other alternative building codes that the owner of a historic building may be eligible to use.
- 5. A description of where a person may obtain further information regarding historic buildings and the historic building code.
- (b) The department and the state historical society shall distribute the pamphlets as they consider necessary to increase awareness of the historic building code.
 - SECTION 23. 101.122 (4) (b) 1. of the statutes is amended to read:
- 101.122 (4) (b) 1. Order Subject to s. 66.0414, order demolition of the rental unit no sooner than 90 days after the order.

1	SECTION 24. 101.132 (2) (b) 1. of the statutes is amended to read:
2	101.132 (2) (b) 1. If Except as provided in subd. 3m., if more than 50% of the
3	interior square footage of any housing with 3 or more dwelling units is to be
4	remodeled, the entire housing shall conform to the standards in par. (a), regardless
5	of when the housing was first intended for occupancy.
6	SECTION 25. 101.132 (2) (b) 2. of the statutes is amended to read:
7	101.132 (2) (b) 2. If Except as provided in subd. 3m., if 25% to 50% of the interior
8	square footage of any housing with 3 or more dwelling units is to be remodeled, that
9	part of the housing that is to be remodeled shall conform to the standards in par. (a),
10	regardless of when the housing was first intended for occupancy.
11	SECTION 26. 101.132 (2) (b) 3. of the statutes is amended to read:
12	101.132 (2) (b) 3. If Except as provided in subd. 3m., if less than 25% of the
13	interior square footage of any housing with 3 or more dwelling units is to be
14	remodeled, the remodeling is not subject to the standards in par. (a) unless the
15	alteration involves work on doors, entrances, exits or toilet rooms, in which case the
16	doors, entrances, exits or toilet rooms shall conform to the standards in par. (a)
17	regardless of when the housing was first intended for occupancy.
18	SECTION 27. 101.132 (2) (b) 3m. of the statutes is created to read:
19	101.132 (2) (b) 3m. The requirements under this paragraph do not apply to
20	qualified historic buildings, as defined in s. 101.121 (2) (c).
21	SECTION 28. 101.132 (2) (e) 3. of the statutes is created to read:
22	101.132 (2) (e) 3. All rules promulgated by the department under this section
23	relating to qualified historic buildings, as defined in s. 101.121 (2) (c), shall comply
24	with and not exceed the requirements of the Fair Housing Act under 42 USC 3601

to 3619 and the Americans with Disabilities Act under	42 USC	12181 to	12189	and
regulations adopted under those acts.				

SECTION 29. 101.19 (1) (intro.) of the statutes is amended to read:

101.19 (1) (intro.) The Except as provided in sub. (1m), the department, by rule promulgated under ch. 227, shall fix and collect promulgate rules establishing and providing for the collection of fees which shall, as closely as possible, equal the cost of providing the following services:

SECTION 30. 101.19 (1m) of the statutes is created to read:

- 101.19 (1m) The department shall waive the fees under sub. (1) (a), (am), (b), (d), and (i) for services relating to any preservation or restoration of a building or structure that is more than 100 years old if the state historic preservation officer certifies to the department all of the following:
- (a) That the plan for the preservation or restoration of the building or structure complies with the standards promulgated under s. 44.02 (24).
- (b) That the building or structure is listed on the national register of historic places in Wisconsin or the state register of historic places, is determined by the state historical society to be eligible for listing on the national register of historic places in Wisconsin or the state register of historic places, or is located in a historic district that is listed on the national register of historic places in Wisconsin or the state register of historic places and is certified by the state historic preservation officer as being of historic significance to the district.

SECTION 31. 101.975 (4) of the statutes is created to read:

101.975 (4) (a) A political subdivision may adopt an ordinance that permits the political subdivision to grant a variance to the uniform multifamily dwelling code if all of the following apply:

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. 1	1. The ordinance permits only a variance that relates to handrails or guardrails
2	of qualified historic buildings, as defined in s. 101.121 (2) (c), that are converted from
3	single-family dwellings to multifamily dwellings.
4	2. The ordinance requires the owner of a qualified historic building who seeks
5	a variance to provide the political subdivision with evidence that the type, height,
6	and design of the handrail or guardrail proposed for installation is historically
7	appropriate for the owner's building.
8	(b) A political subdivision may grant a variance under an ordinance adopted
9	under par. (a) if the owner seeking the variance provides the evidence required under
10	par. (a) 2. and if the handrail or guardrail installation is at least as protective of
11	public safety as the handrail or guardrail that would otherwise have been required.
12	SECTION 32. 254.61 (1) (f) 2. of the statutes is amended to read:
13	254.61 (1) (f) 2. A structural addition, including a renovation, made to a
14	structure that was originally constructed at least 50 years before an initial or
15	renewal application for a permit under s. 254.64 (1) (b) is made and for which no use
16	other than as a bed and breakfast establishment is proposed. The structural addition
17	under this subdivision shall comply with the rules <u>promulgated</u> under s. 101.63 (1)
18	and (1m).
19	SECTION 33. 823.21 of the statutes is amended to read:
20	823.21 Dilapidated buildings declared nuisances. Any building which,
21	under s. 66.0413 (1) (b) 1., has been declared so old, dilapidated or out of repair as
22	to be dangerous, unsafe, unsanitary or otherwise unfit for human habitation or has

SECTION 34. Nonstatutory provisions; legislature.

nuisance and may be proceeded against under this chapter.

been determined to be unreasonable to repair under s. 66.0413 (1) (b) 1. is a public

(1) STUDY OF RURAL HISTORIC PRESERVATION. The joint legislative council is requested to study methods to promote rural historic preservation. If the council undertakes such a study, the council shall report its findings, conclusions, and recommendations to the 2003 legislature when it convenes.

Section 35. Appropriation changes; historical society.

(1) Survey of Rural Historic Buildings. In the schedule under section 20.005 (3) of the statutes for the appropriation to the state historical society under section 20.245 (3) (a) of the statutes, as affected by the acts of 2001, the dollar amount is increased by \$75,000 for fiscal year 2001–02 and the dollar amount is increased by \$75,000 for fiscal year 2002–03 for the purpose of entering into a contract for a survey under section 44.34 (1) of the statutes to identify and document historic properties in rural areas of the state.

SECTION 36. Initial applicability.

(1) SUPPLEMENT TO FEDERAL HISTORIC REHABILITATION CREDIT. The treatment of sections 71.07 (9m) (c), 71.21 (6), 71.28 (6) (c), and 71.47 (6) (c) of the statutes first applies to taxable years beginning on January 1 of the year in which this subsection takes effect, except that if this subsection takes effect after July 1 the treatment of sections 71.07 (9m) (c), 71.21 (6), 71.28 (6) (c), and 71.47 (6) (c) of the statutes first applies to taxable years beginning on January 1 of the year following the year in which this subsection takes effect.

SECTION 37. Effective dates. This act takes effect on the day after publication, or on the day after publication of the 2001–03 biennial budget act, whichever is later, except as follows:

(1) SUPPLEMENT TO FEDERAL HISTORIC REHABILITATION CREDIT. The treatment of section 71.21 (6) of the statutes takes effect on the first day of the 3rd month

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- beginning after publication, or on the first day of the 3rd month beginning after
- 2 publication of the 2001–03 biennial budget act, whichever is later.

3 (END)

DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-QCDdn 1387/pl

November 28, 2000

Please note that this draft clarifies that the review procedure established in proposed s. 101.121 (4) (a) 2., stats., applies to an owner of a qualified historic building who elects to be subject to the historic building code. This limitation is consistent with my understanding of the intended effect of this proposed statute. Please let me know if this provision is inconsistent with your intent.

Robert J. Marchant Legislative Attorney Phone: (608) 261–4454

E-mail: robert.marchant@legis.state.wi.us

Under section 16.47 (2) of the statutes, any bill that increases the cost of state government by more than \$10,000 may not be passed by either house of the legislature until the budget bill passes both houses unless the governor or the joint committee on finance recommends the bill's passage.

Peter R. Grant Managing Attorney Phone: (608) 267–3362

E-mail: peter.grant@legis.state.wi.us

DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-1387/P1dn RJM&PG:king.rs

December 12, 2000

Please note that this draft clarifies that the review procedure established in proposed s. 101.121 (4) (a) 2., stats., applies to an owner of a qualified historic building who elects to be subject to the historic building code. This limitation is consistent with my understanding of the intended effect of this proposed statute. Please let me know if this provision is inconsistent with your intent.

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E-mail: peter.grant@legis.state.wi.us

Marchant, Robert

From:

Patronsky, Mark

Sent:

Wednesday, February 21, 2001 12:06 PM

To: Subject: Marchant, Robert LRB-1387/P1

You and a couple of your colleagues finished this draft last December---it's the historic building code draft. The Leg Council is meeting on March 14 to approve it for reintroduction. It's time to convert it to a final draft. The question you have on the DN is fine. Are there any other questions or issues? If not, please go ahead and do the final draft. Ideally we would have it to mail on March 7,, but we can mail the prelim draft if need be.

Thanks!

Mark P

DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-1387/P1dn RJM&PG:kmg:rs

December 12, 2000

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State of Misconsin 2001 - 2002 LEGISLATURE

LRB-1387/P1 PG/RJM/JK:kmg:rs

PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION

AN ACT to renumber 101.121 (4) (a); to consolidate, renumber and amend 66.0413 (4) (a) and (b); to amend 59.69 (4m), 60.64, 62.23 (7) (em), 66.0413 (1) (b) 1., 66.0413 (1) (h), 66.0413 (1) (k), 66.0413 (3) (c), 71.07 (9m) (c), 71.28 (6) (c), 71.47 (6) (c), 101.121 (4) (b), 101.122 (4) (b) 1., 101.132 (2) (b) 1., 101.132 (2) (b) 2., 101.132 (2) (b) 3., 101.19 (1) (intro.), 254.61 (1) (f) 2. and 823.21; and to create 20.245 (3) (f), 44.46, 66.0414, 71.21 (6), 101.121 (3) (c), 101.121 (4) (a) 2., 101.121 (5), 101.121 (6), 101.132 (2) (b) 3m., 101.132 (2) (e) 3., 101.19 (1m) and 101.975 (4) of the statutes; relating to: the regulation of historic buildings, the income and franchise tax credit that supplements the federal historic rehabilitation tax credit, the historic building code, awarding grants to owners of historic agricultural buildings, requiring a liberal interpretation of local

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regulations applicable to historic buildings and structures, and making appropriations.

Analysis by the Legislative Reference Bureau

Razing of historic buildings

This bill prohibits a local governmental unit (city, village, town, or county) from razing a building that is a historic building or that is more than 50 years old unless the local governmental unit notifies the state historical society and allows the historical society time to create or preserve a historic record of the building. Upon request of the historical society, the local governmental unit must provide an opportunity for residents to request a public hearing on the decision to raze the building. The bill also requires the owner of the building to reuse the building materials or to contract with a demolition contractor who will reuse the building materials.

Current law authorizes a municipality to order the owner of any old, dilapidated, or unsafe building to raze the building. Any person affected by such an order may appeal the order to circuit court, where the issue is the reasonableness of the order.

This bill eliminates the age of the building from the criteria that may lead to an order to raze the building. The bill also provides that, if the order relates to a historic building, representatives of a local historical society and the owner of a historic building located within 200 yards of the historic building that is subject to the order may appeal the order to circuit court.

Historic building code

Current law authorizes the department of commerce (department) to regulate the preservation and restoration of qualified historic buildings. A qualified historic building is a building that is listed on the national or state register of historic places, or a certified local register of historic property, or that is located in a district that is listed on the national or state register of historic places and is of historical significance to the district. Current law permits the department, in consultation with the historic building code council, to promulgate a historic building code that provides specific standards for the preservation or restoration of qualified historic buildings, while still providing for the health, safety, and welfare of occupants of and visitors to historic buildings. In addition, in order to permit the preservation or restoration of qualified historic buildings, the department may grant a variance from any rule promulgated under the chapters of the statutes relating to the regulation of industry, buildings, and safety or the regulation of plumbing, fire protection systems, and swimming pools.

With certain exceptions, the owner of a qualified historic building may elect to be subject to the historic building code. With limited exceptions, an owner who makes this election is exempt from any provision of any other building code, including a local building code, that concerns a matter that is dealt with in the historic building code. Although current law does not contain an administrative procedure designed specifically to determine whether an owner is entitled to this exemption, current law does contain a procedure that an owner may follow to resolve any conflicts between a local order and any order of the department that relates to the safety of places of employment or certain buildings that are open to the public (public buildings).

This bill specifies that the historic building code must be liberally interpreted to facilitate the preservation and restoration of qualified historic buildings. The bill also creates a specific administrative procedure for determining the extent to which a provision in a local building code applies to a qualified historic building. The bill permits the owner of a qualified historic building who has elected to be governed by the historic building code to request that the department review any decision of a local governmental unit that requires the owner to comply with a provision in a local ordinance. The department must review the decision in order to determine whether the provision in the ordinance concerns a matter dealt with in the historic building code, in which case the owner would be exempt from the provision. The bill specifies that, in performing this review, the department must follow the existing procedure for resolving conflicts between local orders and orders of the department that relate to the safety of places of employment or public buildings.

This bill also expands the role of the state historical society relating to the historic building code. Under the bill, the owner of a qualified historic building may request that the state historical society review certain decisions of the department. or of a local governmental unit acting as an agent of the department, relating to the historic building code, variances under the historic building code, or the inspection of qualified historic buildings for compliance with the historic building code. The state historical society must review the particular decision and issue an advisory opinion as to whether the decision or an alternate decision is consistent with the historic building code. The bill permits the state historical society to negotiate with the department or the particular local governmental unit to achieve an alternate decision that would allow the greatest possible degree of restoration and preservation, while still providing for the health, safety, and welfare of occupants of and visitors to the qualified historic building. The bill also permits the department or the particular local governmental unit to modify a reviewed decision, based upon these negotiations. In addition, the bill requires the department, in cooperation with the state historical society, to develop an informational pamphlet to increase public awareness and use of the historic building code.

Historic buildings used as multifamily dwellings

Current law requires the department to promulgate a multifamily dwelling code that provides uniform standards for the construction of multifamily dwellings and their components. With certain exceptions, a multifamily dwelling is an apartment building, row house, town house, condominium, or manufactured building that does not exceed 60 feet in height or 6 stories and that consists of 3 or more attached dwelling units. The multifamily dwelling code currently applies to any building or portion of a building that is converted to a multifamily dwelling after April 1, 1995, unless the building is a qualified historic building and the owner elects to be subject to the historic building code. Rules promulgated by the department also

permit a local governmental unit to exercise jurisdiction over the construction and inspection of multifamily dwellings by adopting ordinances that are consistent with the multifamily dwelling code. Currently, the multifamily dwelling code contains specific requirements relating to the type, height, and design of handrails and guardrails that are required to be used in multifamily dwellings.

This bill permits a local governmental unit to adopt an ordinance that allows the local governmental unit to grant a variance from these handrail and guardrail requirements, as they apply to a qualified historic building that is converted from a single–family dwelling to a multifamily dwelling. Under the bill, the ordinance must require an owner of a qualified historic building who seeks a variance to show that the type, height, and design of the handrail or guardrail proposed for installation is historically appropriate. If the owner makes this showing, the local governmental unit may grant the variance, as long as the proposed installation is at least as protective of public safety as the handrail or guardrail that otherwise would have been required.

Current law requires certain multifamily dwellings to meet design and construction standards that ensure accessibility for individuals with physical disabilities. In certain circumstances, these requirements may apply to a qualified historic building that is remodeled or added to for use as a multifamily dwelling. This bill specifies that a qualified historic building that is remodeled is exempt from accessibility requirements that are otherwise triggered by the remodeling of a multifamily dwelling. The bill also provides that all rules promulgated by the department relating to the accessibility of multifamily dwellings that are qualified historic buildings must comply with, and may not exceed, the requirements of the federal Fair Housing Act and the federal Americans with Disabilities Act, and regulations promulgated under those acts.

Exemption from fees

Currently, the department must charge fees to recover the costs of certain services that it provides relating to, among other things, reviewing construction plans and inspecting public buildings, places of employment, and other building components and locations that are subject to the department's jurisdiction. This bill requires the department to waive these fees for services relating to any preservation or restoration of a building or structure that is more than 100 years old, if the state historic preservation officer certifies: 1) that the building or structure is listed or eligible to be listed on the national or state register of historic places or is a building of historical significance in a district that is listed or eligible to be listed on the national or state register of historic places; and 2) that the preservation or restoration plan complies with standards applicable to projects that qualify for an income tax credit for historic property rehabilitation.

Historic agricultural grant program

This bill directs the state historical society to award grants to owners of historic agricultural buildings to assist in the restoration of the buildings.

Historic preservation in local governmental units

This bill directs local governmental units to interpret liberally their regulations that apply to historic structures in order to facilitate the preservation and restoration of historic buildings and structures.

Study of rural historic preservation

This bill requests the joint legislative council to study methods of promoting rural historic preservation.

Supplement to the federal historic rehabilitation tax credit

Under current law, a person who owns an income—producing historic building may claim a federal income tax credit that is equal to 20% of certain costs to rehabilitate the historic building. To claim the credit, the building must be listed, or be eligible for listing, on the national register of historic places or located in certain national, state, or local historic districts and the rehabilitation work must comply with standards established by the secretary of the interior.

Under current law, a person who may claim the federal income tax credit for rehabilitating an income—producing historic building may also claim a state income tax or franchise tax credit that is equal to 5% of certain costs to rehabilitate the historic building. To claim the credit, the person must include with the person's tax return evidence that the secretary of the interior approved the rehabilitation work before the rehabilitation work began.

Under this bill, a person may claim the state income and franchise tax credit for rehabilitating an income—producing historic building, if the person includes with the person's tax return evidence that the state historic preservation officer recommended the rehabilitation work for approval by the secretary of the interior before the rehabilitation work began.

Under current law, each partner in a partnership is allocated a portion of any tax credit that the partnership may claim, including the credit for rehabilitating a historic building, based on each partner's ownership interest. Under this bill, a partner may also be allocated a portion of the tax credit for rehabilitating a historic building in a manner specified in an agreement with the other partners, if the partners notify the department of revenue of the agreement within 30 days after executing the agreement.

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

This is a preliminary draft. An analysis will be provided in a later version.

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

SECTION 1. 20.005 (3) (schedule) of the statutes: at the appropriate place, insert

the following amounts for the purposes indicated:

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2001-02 2002-03

1	20.245 Historical society
2	(3) HISTORIC AND BURIAL SITES PRESERVATION
3	(f) Historic agricultural building
4	grant program GPR A 75,000 75,000
5	Section 2. 20.245 (3) (f) of the statutes is created to read:
6	20.245 (3) (f) Historic agricultural building grant program. The amounts in
7	the schedule for the historic agricultural building grant program under s. 44.46.
8	Section 3. 44.46 of the statutes is created to read:
9	44.46 Historic agricultural building grant program. (1) In this section,
10	"historic agricultural building" means any building or structure that is designed for
11	agricultural purposes and that is significant in the history, architecture, or culture
12	of this state.
13	(2) From the appropriation under s. 20.245 (3) (f), the historical society shall
14	award grants to owners of historic agricultural buildings to assist in the restoration
15	of the buildings. To receive a grant, the owner shall match the amount of the grant,
16	shall agree to use the total amount of funds to restore the historic agricultural
17	building, and shall agree to use the restored historic agricultural building in a
18	manner consistent with the public policy expressed in s. 44.30.
19	SECTION 4. 59.69 (4m) of the statutes is amended to read:
20	59.69 (4m) HISTORIC PRESERVATION. A county, as an exercise of its zoning and
21	police powers for the purpose of promoting the health, safety and general welfare of
22	the community and of the state, may regulate by ordinance any place, structure or
23	object with a special character, historic interest, aesthetic interest or other

significant value, for the purpose of preserving the place, structure or object and its significant characteristics. The county may create a landmarks commission to designate historic landmarks and establish historic districts. The county may regulate all historic landmarks and all property within each historic district to preserve the historic landmarks and property within the district and the character of the district, and shall interpret the county's regulations liberally to facilitate the preservation and restoration of historic buildings and structures.

SECTION 5. 60.64 of the statutes is amended to read:

60.64 Historic preservation. The town board, in the exercise of its zoning and police powers for the purpose of promoting the health, safety and general welfare of the community and of the state, may regulate any place, structure or object with a special character, historic interest, aesthetic interest or other significant value for the purpose of preserving the place, structure or object and its significant characteristics. The town board may create a landmarks commission to designate historic landmarks and establish historic districts. The board may regulate all historic landmarks and all property within each historic district to preserve the historic landmarks and property within the district and the character of the district, and shall interpret the board's regulations liberally to facilitate the preservation and restoration of historic buildings and structures.

Section 6. 62.23 (7) (em) of the statutes is amended to read:

62.23 (7) (em) *Historic preservation*. A city, as an exercise of its zoning and police powers for the purpose of promoting the health, safety and general welfare of the community and of the state, may regulate by ordinance, or if a city contains any property that is listed on the national register of historic places in Wisconsin or the state register of historic places shall, not later than 1995, enact an ordinance to

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regulate, any place, structure or object with a special character, historic,

archaeological or aesthetic interest, or other significant value, for the purpose of preserving the place, structure or object and its significant characteristics. A city may create a landmarks commission to designate historic or archaeological landmarks and establish historic districts. The city may regulate, or if the city contains any property that is listed on the national register of historic places in Wisconsin or the state register of historic places shall regulate, all historic or archaeological landmarks and all property within each historic district to preserve the historic or archaeological landmarks and property within the district and the character of the district, and shall interpret the city's regulations liberally to facilitate the preservation and restoration of historic buildings and structures.

SECTION 7. 66.0413 (1) (b) 1. of the statutes is amended to read:

66.0413 (1) (b) 1. If a building is old, dilapidated or out of repair and consequently dangerous, unsafe, unsanitary or otherwise unfit for human habitation and unreasonable to repair, order the owner of the building to raze the building or, if the building can be made safe by reasonable repairs, order the owner to either make the building safe and sanitary or to raze the building, at the owner's option.

Section 8. 66.0413 (1) (h) of the statutes is amended to read:

66.0413 (1) (h) Restraining order. A person affected by an order issued under par. (b) may within the time provided by s. 893.76 apply to the circuit court for an order restraining the building inspector or other designated officer from razing the building or forever be barred. The hearing shall be held within 20 days and shall be given preference. The court shall determine whether the raze order is reasonable. If the order is found reasonable the court shall dissolve the restraining order. If the

order is found not reasonable the court shall continue the restraining order or modify it as the circumstances require. Costs are in the discretion of the court. If the court finds that the order is unreasonable, the building inspector or other designated officer shall issue no other order under this subsection in regard to the same building until its condition is substantially changed. The remedies provided in this paragraph are exclusive remedies and anyone affected by an order issued under par. (b) is not entitled to recover any damages for the razing of the building. For the purposes of this paragraph, if the order requires the razing of a historic building, as defined in sub. (3) (a) 1m., persons affected by the order include representatives of a local historical society and the owner of a historic building, as defined in sub. (3) (a) 1m., that is located within 200 yards of the historic building that is subject to the order.

SECTION 9. 66.0413 (1) (k) of the statutes is amended to read:

66.0413 (1) (k) Public nuisance procedure. A building which is determined under par. (b) 1. to be old, dilapidated or out of repair and consequently dangerous, unsafe, unsanitary or otherwise unfit for human habitation and unreasonable to repair may be proceeded against as a public nuisance under ch. 823.

h note to section 7.

SECTION 10. 66.0413 (3) (c) of the statutes is amended to read:

66.0413 (3) (c) If an order is issued under this section to raze and remove a historic building and restore the site to a dust–free and erosion–free condition, an application is made for a permit to raze and remove a historic building and restore the site to a dust–free and erosion–free condition or a municipality intends to raze and remove a municipally owned historic building and restore the site to a dust–free and erosion–free condition, the municipality in which the historic building is located shall notify the state historical society of the order, application or intent. No historic

old, s. 66.0414 applies.

building may be razed and removed nor the site restored to a dust-free and

erosion-free condition for 30 days after the notice is given, unless a shorter period

is authorized by the state historical society. If the state historical society authorizes a shorter period, however, such a period shall be subject to any applicable local ordinance. During the 30-day-period, the state historical society shall have access to the historic building to create or preserve a historic record. If the state historical society completes its creation or preservation of a historic record, or decides not to create or preserve a historic record, before the end of the 30-day period, the society may waive its right to access the building and may authorize the person who intends to raze and remove the building, and restore the site to a dust-free and erosion-free condition, to proceed before the end of such period, except that such a person shall be subject to any applicable local ordinance or a building that is more than 50 years

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SECTION 11. 66.0413 (4) (a) and (b) of the statutes are consolidated, renumbered 66.0413 (4) and amended to read:

66.0413 (4) First class cities; other provisions. First class cities may adopt. by ordinance, alternate or additional provisions governing the placarding, closing, razing and removal of a building and the restoration of the site to a dust-free and erosion-free condition. (b) This subsection shall be liberally construed to provide 1st class cities with the largest possible power and leeway of action, except that any alternate or additional provision adopted shall be no less stringent than the corresponding provision in s. 66.0414.

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Section 12. 66.0414 of the statutes is created to read:

66.0414 Razing historic buildings and buildings that are more than 50 years old. (1) DEFINITIONS. In this section:

1	(a) "Authority" means a housing authority under subch. XII, a redevelopment
2	authority under s. 66.1333, or a housing and community development authority
3	under s. 66.1335.
4	(b) "Historic building" has the meaning given in s. 66.0413 (3) (a) 1m.
5	(c) "Local governmental unit" means a city, village, town, or county, and
6	includes an authority acting on behalf of or at the direction of a city, village, or town.
7	(d) "Resident," in the case of a local governmental unit that is an authority,
8	means a resident of the city, village, or town on whose behalf or at whose direction
9	the authority is acting.
10	(2) Notice to state historical society. If a local governmental unit issues an
11	order or permit or other similar directive or authorization to raze a building, or if a
12	local governmental unit intends to raze a building that is owned by the local
13	governmental unit, and the building is either a historic building or more than 50
14	years old, the local governmental unit shall notify the state historical society of the
15	order, permit, directive, or authorization or of its intent.
16	(3) DELAY IN RAZING. (a) Except as provided in sub. (4) (a) 3. and (b), a local
17	governmental unit may not raze a building subject to sub. (2) during the following
18	period after the notice is given to the state historical society:
19	1. For a historic building, 60 days.
20	2. For a building more than 50 years old that is not a historic building, 30 days.
21	(b) Upon request by the state historical society, the local governmental unit
22	may extend the period of delay in razing under par. (a).
23	(c) During the period of delay in razing under par. (a) and during any extension
24	of a period of delay, the state historical society shall have access to the building to

create or preserve a historic record and access to the building shall be a condition of the order, permit, directive, or authorization issued by the local governmental unit.

- (4) Opportunity to request public hearing; written findings. (a) 1. For a building subject to sub. (2), the state historical society may direct the local governmental unit to provide notice and the opportunity to request a public hearing.
- 2. If the state historical society directs the local governmental unit to provide notice and the opportunity to request a public hearing under subd. 1., the local governmental unit shall provide notice to any person who requests notice by mail and by publishing a class 1 notice, under ch. 985. Within 30 days after the local governmental unit publishes the notice, if 5 or more residents of the local governmental unit submit a request for a hearing on the matter, the local governmental unit shall either hold a public hearing or make written findings setting forth the reasons for denying the request for a hearing and responding to issues raised in the request for a hearing.
- 3. If 5 or more residents of the local governmental unit submit a request for a hearing under subd. 2., the period of delay in razing under sub. (3) (a) does not end until the local governmental unit holds the public hearing or makes written findings, as required under subd. 2.
- (b) If the state historical society does not direct the local governmental unit to provide notice and the opportunity to request a public hearing, the state historical society may waive the period of delay in razing under sub. (3) (a) if the state historical society determines that the delay is not necessary to accomplish the purpose of sub. (3) (c).

)	1	(5) REUSE OF BUILDING MATERIALS. The owner of the building that is razed shall
	2	reuse the building materials or contract with a demolition contractor who will reuse
	3	the building materials, to the maximum extent feasible.
	4	(6) APPLICABILITY. This section does not apply to part of a building that is not
ME	5	a historic building if that part of the building is 50 years old or less.
- Succession	6	SECTION 13. 71.07 (9m) (c) of the statutes is amended to read:
	7	71.07 (9m) (c) No person may claim the credit under this subsection unless the
	8	claimant includes with the claimant's return evidence that the rehabilitation was
	9	approved recommended by the state historic preservation officer for approval by the
	10	secretary of the interior under 36 CFR 67.6 before the physical work of construction,
The	11	or destruction in preparation for construction, began.
e way	12	SECTION 14. 71.21 (6) of the statutes is created to read:
)	13	71.21 (6) Credits computed by a partnership under s. 71.07 (9m), 71.28 (6), or
	14	71.47 (6) may be allocated to partners either as provided under this chapter or
	15	pursuant to an agreement among the partners establishing an alternate allocation
	16	method. The partners shall notify the department of an agreement within 30 days
	17	after the agreement is executed and shall provide any additional information
71e_	18	requested by the department regarding the agreement.
	19	SECTION 15. 71.28 (6) (c) of the statutes is amended to read:
	20	71.28 (6) (c) No person may claim the credit under this subsection unless the
	21	claimant includes with the claimant's return evidence that the rehabilitation was
	22	approved recommended by the state historic preservation officer for approval by the
	23	secretary of the interior under 36 CFR 67.6 before the physical work of construction
M	5 24	or destruction in preparation for construction, began.

Section 16. 71.47 (6) (c) of the statutes is amended to read:

	1	71.47 (6) (c) No person may claim the credit under this subsection unless the
	2	claimant includes with the claimant's return evidence that the rehabilitation was
	3	approved recommended by the state historic preservation officer for approval by the
-	4	secretary of the interior under 36 CFR 67.6 before the physical work of construction,
NO	5	or destruction in preparation for construction, began.
	6	SECTION 17. 101.121 (3) (c) of the statutes is created to read:
	7	101.121 (3) (c) The historic building code shall be liberally interpreted to
100	4 8 <u> </u>	facilitate the preservation and restoration of qualified historic buildings.
10	9	SECTION 18. 101.121 (4) (a) of the statutes is renumbered 101.121 (4) (a) 1.
	10	SECTION 19. 101.121 (4) (a) 2. of the statutes is created to read:
	11	101.121 (4) (a) 2. Upon the request of the owner of a qualified historic building
	12	who elects under subd. 1. to be subject to the historic building code, the department
	13	shall review any decision of a city, village, town, or county that requires the owner
	14	to comply with a provision of a county or municipal building code, or of any other local
	15	ordinance or regulation, to determine if the provision concerns a matter dealt with
_	16	in the historic building code. The procedures in s. 101.02 (7) apply to any review
N.	17	conducted by the department under this subdivision.
	18	SECTION 20. 101.121 (4) (b) of the statutes is amended to read:
	19	101.121 (4) (b) Paragraph (a) 1. does not apply to any owner of a nursing home,
	20	as defined in s. 50.01 (3), a hospital, as defined in s. 50.33 (2) (a) and (c), or an
	21	approved public or private treatment facility for alcoholics, as defined in s. 51.45 (2)
	22	(b) and (c).
	. 23	SECTION 21. 101.121 (5) of the statutes is created to read:
	24	101 191 (5) ADVISODY ODINION OF STRATE HISTORICAL GOSTETTY (c) The arms of a

qualified historic building may submit to the state historical society a request for an

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- advisory opinion with respect to any decision of the department, or of a city, village, town, or county that is an agent of the department, if the decision pertains to any of the following:
 - 1. This section or a rule promulgated under this section, except for a decision of the department under sub. (4) (a) 2.
 - 2. A variance to a rule promulgated under this section.
 - 3. The inspection of a qualified historic building for compliance with a rule promulgated under this section.
 - (b) Upon receiving a request under par. (a), the state historical society shall review all information related to the decision and shall render a written opinion on each of the following:
 - 1. Whether the decision is consistent with this section and the rules promulgated under this section.
 - 2. Whether the alternative decision requested by the owner of the qualified historic building, or any other alternative decision, is consistent with this section and the rules promulgated under this section.
 - (c) The state historical society may negotiate with the department or the city, village, town, or county and the owner of the qualified historic building to seek agreement on an alternative decision that will allow the greatest possible degree of restoration and preservation of the qualified historic building, while continuing to meet the standards for the health, safety, and welfare of occupants of and visitors to the qualified historic building.
 - (d) The department or a city, village, town, or county may modify any decision described under par. (a) based on negotiations with the state historical society.

	1	(e) This subsection does not modify any procedures for appeal of a decision of
NOTE	2	the department or of a city, village, town, or county under this section.
· :	3	SECTION 22. 101.121 (6) of the statutes is created to read:
	4	101.121 (6) Informational pamphlet. (a) In cooperation with the state
	5	historical society, the department shall develop an informational pamphlet designed
	6	to increase awareness and use of the historic building code. The department, in
	7	cooperation with the state historical society, shall update the pamphlet as statutes
	8	and rules relating to the historic building code are amended. The pamphlet shall
	9	include the following information:
	10	1. A description of the historic building code.
	11	2. A description of the types and qualities of buildings that are subject to the
	12	historic building code.
	13	3. An explanation of how the owner of a qualified historic building may elect
	14	to be subject to the historic building code and a description of the consequences of that
	15	election.
•	16	4. A description of other alternative building codes that the owner of a historic
	17	building may be eligible to use.
	18	5. A description of where a person may obtain further information regarding
	19	historic buildings and the historic building code.
	20	(b) The department and the state historical society shall distribute the
	21	pamphlets as they consider necessary to increase awareness of the historic building
Naut	22	code.
\$ any management	23	SECTION 23. 101.122 (4) (b) 1. of the statutes is amended to read:
	24	101.122 (4) (b) 1. Order Subject to s. 66.0414, order demolition of the rental unit
	25	no sooner than 90 days after the order.

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1	SECTION 24. 101.132 (2) (b) 1. of the statutes is amended to read:
2	101.132 (2) (b) 1. If Except as provided in subd. 3m., if more than 50% of the
3	interior square footage of any housing with 3 or more dwelling units is to be
4	remodeled, the entire housing shall conform to the standards in par. (a), regardless
5	of when the housing was first intended for occupancy.
6	SECTION 25. 101.132 (2) (b) 2. of the statutes is amended to read:
7	101.132 (2) (b) 2. If Except as provided in subd. 3m., if 25% to 50% of the interior
8	square footage of any housing with 3 or more dwelling units is to be remodeled, that
9	part of the housing that is to be remodeled shall conform to the standards in par. (a),
10	regardless of when the housing was first intended for occupancy.
11	SECTION 26. 101.132 (2) (b) 3. of the statutes is amended to read:
12	101.132 (2) (b) 3. If Except as provided in subd. 3m., if less than 25% of the
13	interior square footage of any housing with 3 or more dwelling units is to be
14	remodeled, the remodeling is not subject to the standards in par. (a) unless the
15	alteration involves work on doors, entrances, exits or toilet rooms, in which case the
16	doors, entrances, exits or toilet rooms shall conform to the standards in par. (a)
17	regardless of when the housing was first intended for occupancy.
18	SECTION 27. 101.132 (2) (b) 3m. of the statutes is created to read:
19	101.132 (2) (b) 3m. The requirements under this paragraph do not apply to
20	qualified historic buildings, as defined in s. 101.121 (2) (c).
21	SECTION 28. 101.132 (2) (e) 3. of the statutes is created to read:
22	101.132 (2) (e) 3. All rules promulgated by the department under this section
23	relating to qualified historic buildings, as defined in s. 101.121 (2) (c), shall comply
24	with and not exceed the requirements of the Fair Housing Act under 42 USC 3601

all of the following apply:

	1	to 3619 and the Americans with Disabilities Act under 42 USC 12181 to 12189 and
Mule	2	regulations adopted under those acts.
	3	SECTION 29. 101.19 (1) (intro.) of the statutes is amended to read:
	4 ·	101.19 (1) (intro.) The Except as provided in sub. (1m), the department, by rule
	5	promulgated under ch. 227, shall fix and collect promulgate rules establishing and
	6	providing for the collection of fees which shall, as closely as possible, equal the cost
	7	of providing the following services:
	8	Section 30. 101.19 (1m) of the statutes is created to read:
	9	101.19 (1m) The department shall waive the fees under sub. (1) (a), (am), (b),
•	10	(d), and (i) for services relating to any preservation or restoration of a building or
	11	structure that is more than 100 years old if the state historic preservation officer
	12	certifies to the department all of the following:
	13	(a) That the plan for the preservation or restoration of the building or structure
	14	complies with the standards promulgated under s. 44.02 (24).
	15	(b) That the building or structure is listed on the national register of historic
	16	places in Wisconsin or the state register of historic places, is determined by the state
	17	historical society to be eligible for listing on the national register of historic places
	18	in Wisconsin or the state register of historic places, or is located in a historic district
	19	that is listed on the national register of historic places in Wisconsin or the state
	20	register of historic places and is certified by the state historic preservation officer as
MOTE	21	being of historic significance to the district.
a Sile Communication	22	Section 31. 101.975 (4) of the statutes is created to read:
	23	101.975 (4) (a) A political subdivision may adopt an ordinance that permits the
	24	political subdivision to grant a variance to the uniform multifamily dwelling code if

- 1. The ordinance permits only a variance that relates to handrails or guardrails of qualified historic buildings, as defined in s. 101.121 (2) (c), that are converted from single–family dwellings to multifamily dwellings.
- 2. The ordinance requires the owner of a qualified historic building who seeks a variance to provide the political subdivision with evidence that the type, height, and design of the handrail or guardrail proposed for installation is historically appropriate for the owner's building.
- (b) A political subdivision may grant a variance under an ordinance adopted under par. (a) if the owner seeking the variance provides the evidence required under par. (a) 2. and if the handrail or guardrail installation is at least as protective of public safety as the handrail or guardrail that would otherwise have been required.

SECTION 32. 254.61 (1) (f) 2. of the statutes is amended to read:

254.61 (1) (f) 2. A structural addition, including a renovation, made to a structure that was originally constructed at least 50 years before an initial or renewal application for a permit under s. 254.64 (1) (b) is made and for which no use other than as a bed and breakfast establishment is proposed. The structural addition under this subdivision shall comply with the rules <u>promulgated</u> under s. 101.63 (1) and (1m).

Section 33. 823.21 of the statutes is amended to read:

823.21 Dilapidated buildings declared nuisances. Any building which, under s. 66.0413 (1) (b) 1., has been declared so eld, dilapidated or out of repair as to be dangerous, unsafe, unsanitary or otherwise unfit for human habitation or has been determined to be unreasonable to repair under s. 66.0413 (1) (b) 1. is a public nuisance and may be proceeded against under this chapter.

SECTION 34. Nonstatutory provisions; legislature.

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(1) STUDY OF RURAL HISTORIC PRESERVATION. The joint legislative council is requested to study methods to promote rural historic preservation. If the council undertakes such a study, the council shall report its findings, conclusions, and recommendations to the 2003 legislature when it convenes.

Section 35. Appropriation changes; historical society.

(1) Survey of Rural Historic Buildings. In the schedule under section 20.005 (3) of the statutes for the appropriation to the state historical society under section 20.245 (3) (a) of the statutes, as affected by the acts of 2001, the dollar amount is increased by \$75,000 for fiscal year 2001–02 and the dollar amount is increased by \$75,000 for fiscal year 2002–03 for the purpose of entering into a contract for a survey under section 44.34 (1) of the statutes to identify and document historic properties in rural areas of the state.

SECTION 36. Initial applicability.

(1) Supplement to federal historic rehabilitation credit. The treatment of sections 71.07 (9m) (c), 71.21 (6), 71.28 (6) (c), and 71.47 (6) (c) of the statutes first applies to taxable years beginning on January 1 of the year in which this subsection takes effect, except that if this subsection takes effect after July 1 the treatment of sections 71.07 (9m) (c), 71.21 (6), 71.28 (6) (c), and 71.47 (6) (c) of the statutes first applies to taxable years beginning on January 1 of the year following the year in which this subsection takes effect.

Section 37. Effective dates. This act takes effect on the day after publication, or on the day after publication of the 2001–03 biennial budget act, whichever is later, except as follows:

(1) Supplement to federal historic rehabilitation credit. The treatment of section 71.21 (6) of the statutes takes effect on the first day of the 3rd month

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beginning after publication, or on the first day of the 3rd month beginning after publication of the 2001–03 biennial budget act, whichever is later.

(END)