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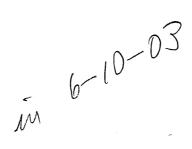
LFB:......Olin – County and municipal aid in 2004 and in 2005

FOR 2003–05 BUDGET — NOT READY FOR INTRODUCTION

SENATE AMENDMENT ,

TO 2003 SENATE BILL 44

in 6-10-03

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

2   **1.** Page 410, line 25: delete the material beginning with that line and ending

3   with page 411, line 7, and substitute:

4   "SECTION 661m. 20.835 (1) (db) of the statutes is amended to read:

5   20.835 **(1)** (db) *County ~~and municipal~~ aid account.* Beginning in 2004, a sum

6   sufficient to make payments to counties~~, towns, villages, and cities~~ under ~~ss.~~ s.

7   79.035 ~~and 79.036~~.

8   SECTION 662d. 20.835 (1) (dd) of the statutes is created to read:

9   20.835 **(1)** (dd) *Municipal aid account.* Beginning in 2004, a sum sufficient to

10   make payments to towns, villages, and cities under ss. 79.043, 79.044, and 79.045,

11   less the amounts paid from the appropriation accounts under s. 20.835 (1) (t) and (u),

INSERT
2-2

1   No moneys may be encumbered from this appropriation account after December 31,

2   2005.".

3   **2.** Page 411, line 9: delete "*and county*".

4   **3.** Page 411, line 11: delete "79.035, 79.04," and substitute "79.04, 79.043,

5   79.044, 79.045".

6   **4.** Page 720, line 24: after that line insert:

7   "SECTION 1653d. 79.01 (2d) of the statutes is amended to read:

8   79.01 **(2d)** There is established an account in the general fund entitled the

9   "County ~~and Municipal~~ Aid Account."

10   SECTION 1653e. 79.01 (2e) of the statutes is created to read:

11   79.01 **(2e)** There is established an account in the general fund entitled the

12   "Municipal Aid Account."".

13   **5.** Page 721, line 4: after "79.04," insert "79.043, 79.044, 79.045,".

14   **6.** Page 721, line 8: after "79.04," insert "79.043, 79.044, 79.045,".

15   **7.** Page 721, line 12: delete "to shared" and substitute "~~to shared~~".

16   **8.** Page 721, line 13: delete "revenues" and substitute "~~revenues~~".

17   **9.** Page 721, line 13: after "79.04," insert "79.043, 79.044, 79.045,".

18   **10.** Page 722, line 3: delete "and county under s. 79.035" and substitute "under

19   ss. 79.043, 79.044, and 79.045".

20   **11.** Page 722, line 7: delete "and county under s. 79.035" and substitute "under

21   ss. 79.043, 79.044, and 79.045".

22   **12.** Page 723, line 18: delete the material beginning with that line and ending

23   with page 724, line 25, and substitute:

¶ SECTION 1653f. Cr; 79.01 (2f).

¶ 79.01 (2f) There is established an account in the general fund entitled
the "Municipal Aid Distribution Account".

1   "SECTION 1662b. 79.035 (title) of the statutes is amended to read:

2   **79.035** (title) **County ~~and municipal~~ aid.**

3   SECTION 1662d. 79.035 (1) of the statutes is amended to read:

4   79.035 **(1)** ~~Subject to reductions under s. 79.036 (3), in~~ <u>In</u> 2004 and subsequent

5   years, each county ~~and municipality~~ shall receive a payment from the county ~~and~~

6   ~~municipal~~ aid account in an amount determined under sub. (2).

7   SECTION 1663b. 79.035 (2) (a) 1. of the statutes is amended to read:

8   79.035 **(2)** (a) 1. For the distribution in 2004, each county ~~and municipality~~ will

9   receive a payment that is equal to the amount of the payments the county ~~or~~

10   ~~municipality~~ received in 2003 under ss. 79.03, 79.058, and 79.06, <u>if not for the</u>

11   <u>reductions under s. 79.034,</u> less the amount of the reduction under subd. 2.

12   SECTION 1664b. 79.035 (2) (a) 2. of the statutes is amended to read:

13   79.035 **(2)** (a) 2. The department of revenue shall reduce the amount of the

14   payments to be distributed to each county ~~and municipality~~, as determined under

15   subd. 1., by subtracting from such payments an amount based on the county's ~~or~~

16   ~~municipality's~~ population, as determined by the department, so that the total

17   amount of the reduction to all such payments in 2004 is ~~$40,000,000~~ <u>$20,000,000</u>,

18   except that the reduction applied to any county's ~~or municipality's~~ payment shall not

19   exceed the amount of the payments specified under subd. 1. distributed to the county

20   ~~or municipality~~ in 2003.

21   SECTION 1666b. 79.035 (2) (b) of the statutes is amended to read:

22   79.035 **(2)** (b) For the distribution in 2005 and subsequent years, each county

23   ~~and municipality~~ shall receive a payment under this section that is equal to the

24   amount of the payment determined for the county ~~or municipality~~ under par. (a) in

25   2004 ~~prior to the reductions under s. 79.036~~.".

1   **13.** Page 727, line 11: after that line insert:

2   "**SECTION 1669d.** 79.043 of the statutes is created to read:

3   **79.043 Municipal aid for basic public services. (1)** DEFINITIONS. In this

4 section:

5   (a) "Actual per capita conservation, development, and library cost" means a

6 municipality's actual expenditures, net of any related revenues, incurred in 2001 for

7 operations and capital outlays related to conservation, development, and library

8 services, as determined by the department of revenue, based on the financial reports

9 required under s. 73.10 (2) and recorded in the governmental and proprietary fund

10 types, divided by the municipality's 2002 population, except that "actual per capita

11 conservation, development, and library cost" may not be less than zero.

12   (b) "Actual per capita public safety cost" means a municipality's actual

13 expenditures, net of any related revenues, incurred in 2001 for operations and

14 capital outlays related to public safety services, as determined by the department of

15 revenue, based on the financial reports required under s. 73.10 (2) and recorded in

16 the governmental and proprietary fund types, divided by the municipality's 2002

17 population, except that "actual per capita public safety cost" may not be less than

18 zero.

19   (c) "Adjusted per capita conservation, development, and library cost" means the

20 sum of a municipality's primary per capita conservation, development, and library

21 cost and the municipality's secondary per capita conservation, development, and

22 library cost.

1   (d) "Adjusted per capita public safety cost" means the sum of a municipality's

2   primary per capita public safety cost and the municipality's secondary per capita

3   public safety cost.

4   (e) "Aidable costs" means an amount calculated as follows:

5   1. Add a municipality's adjusted per capita public safety cost to the

6   municipality's adjusted per capita conservation, development, and library cost.

7   2. Multiply the result under subd. 1. by the municipality's 2002 population.

8   3. Multiply the result under subd. 2. by the municipality's poverty factor.

9   (f) "Average per capita conservation, development, and library cost" means the

10   total 2001 conservation, development, and library expenditures, net of any related

11   revenues, for all municipalities that are eligible to receive a payment under this

12   section, divided by the total 2002 population for all municipalities that are eligible

13   to receive a payment under this section and that reported 2001 conservation,

14   development, and library expenditures.

15   (g) "Average per capita public safety cost" means the total 2001 public safety

16   expenditures, net of any related revenues, for all municipalities that are eligible to

17   receive a payment under this section, divided by the total 2002 population for all

18   municipalities that are eligible to receive a payment under this section and that

19   reported 2001 public safety expenditures.

20   (h) "Per capita full value" means the quotient of the 2002 equalized value of the

21   property of a municipality, excluding the incremental value in tax increment

22   districts, divided by the municipality's population in 2002.

23   (i) Notwithstanding s. 79.005 (2), "population" means the number of persons

24   residing in a municipality, as determined by the department of administration under

25   s. 16.96.

1   (j) "Poverty factor" means:

2   1. For municipalities that had a 2002 population of 50,000 or more, an amount

3   determined by dividing the percentage of the municipality's population with an

4   income at or below the poverty level, as determined in the 2000 federal decennial

5   census, by a percentage equal to the product of 1.3 multiplied by the percentage of

6   the state's population with an income at or below the poverty level, as determined

7   in the 2000 federal decennial census, except that a poverty factor determined under

8   this subdivision shall be no less than 1.0 and no more than 1.35.

9   2. For municipalities that had a 2002 population less than 50,000, 1.0.

10   (k) "Primary per capita conservation, development, and library cost" means a

11   municipality's actual per capita conservation, development, and library cost, not to

12   exceed an amount equal to one–half of the average per capita conservation,

13   development, and library cost, multiplied by 1.5.

14   (L) "Primary per capita public safety cost" means a municipality's actual per

15   capita public safety cost, not to exceed an amount equal to one–half of the average

16   per capita public safety cost, multiplied by 1.5.

17   (m) "Secondary per capita conservation, development, and library cost" means

18   a municipality's actual per capita conservation, development, and library cost in

19   excess of an amount equal to one–half of the average per capita conservation,

20   development, and library cost, but not to exceed an amount equal to the average per

21   capita conservation, development, and library cost, multiplied by 0.5.

22   (n) "Secondary per capita public safety cost" means a municipality's actual per

23   capita public safety cost in excess of an amount equal to one–half of the average per

24   capita public safety cost, but not to exceed an amount equal to the average per capita

25   public safety cost, multiplied by 0.5.

1   (o) "Sharing factor" means 1.0, minus the quotient of a municipality's per capita

2   full value divided by the standard value, except that if the quotient of a

3   municipality's per capita full value divided by the standard value is greater than 1.0,

4   the sharing factor is zero.

5   (p) "Standard value" means the per capita value that results in the distribution

6   of the entire funding level.

7   **(2)** ELIGIBILITY. Except as provided in sub. (3), in 2004 and in 2005, a

8   municipality is eligible for a payment under this section if the municipality is

9   incorporated and had a population in 2002 of at least 2,500 or the municipality is

10   unincorporated and had a population in 2002 of at least 5,000.

11   **(3)** EXCEPTIONS. A municipality shall not receive a payment under this section

12   if the sum of the municipality's actual per capita public safety cost for 2001 and the

13   municipality's actual per capita conservation, development, and library cost for 2001

14   is less than $50.

15   **(4)** PAYMENTS. Each municipality that is eligible to receive a payment under

16   this section shall receive a payment in 2004 and in 2005 that is equal to the greater

17   of the municipality's population in 2002 multiplied by $23 or the municipality's

18   aidable costs multiplied by the municipality's sharing factor.

19   **(5)** MINIMUM PAYMENT. (a) If the payment to any municipality under sub. (4)

20   in any year is less than 88.5% of the combined payments to the municipality under

21   ss. 79.03 and 79.06 in 2003, excluding payments under s. 79.04, the municipality has

22   an aids deficiency. The amount of the aids deficiency is the amount by which 88.5%

23   of the combined payments to the municipality under ss. 79.03 and 79.06 in 2003,

24   excluding payments under s. 79.04, exceeds the payment under sub. (4) to the

25   municipality in the current year.

1   (b) A municipality that has an aids deficiency shall receive a payment from the

2   amounts withheld under sub. (6) equal to its aids deficiency for that year.

3   **(6)** MAXIMUM PAYMENT. (a) In this subsection, "maximum allowable increase"

4   in any year means a percentage such that the sum for all municipalities in the year

5   of the excess of payments under sub. (4), over the payments as limited by the

6   maximum allowable increase, is equal to the sum of the aids deficiency under sub.

7   (5) in that year.

8   (b) If the payment to any municipality under sub. (4) in any year exceeds the

9   combined payments to the municipality under ss. 79.03 and 79.06 in 2003, excluding

10   payments under s. 79.04, by more than the maximum allowable increase, the excess

11   shall be withheld to fund the minimum payments in that year under sub. (5) (b).

12   **(7)** DISTRIBUTIONS. (a) In 2004, the total amount to be distributed to

13   municipalities under sub. (4) from the municipal aid account and s. 20.835 (1) (t) and

14   (u) is $567,957,200.

15   (b) In 2005, the total amount to be distributed to municipalities under sub. (4)

16   from the municipal aid account is $567,957,200.

17   (c) Beginning in 2006, no municipality may receive a payment under this

18   section.

19   SECTION 1669e. 79.044 of the statutes is created to read:

20   **79.044 Expenditure restraint supplemental aid. (1)** DEFINITIONS. In this

21   section:

22   (a) "Full value" has the meaning given in s. 79.05 (1) (a).

23   (b) "Inflation factor" has the meaning given in s. 79.05 (1) (am).

24   (c) "Municipal budget" has the meaning given in s. 79.05 (1) (b).

25   (d) "Property tax levy rate" has the meaning given in s. 79.05 (1) (c).

1   (e) "Valuation factor" has the meaning given in s. 79.05 (1) (d).

2   **(2)** ELIGIBILITY. A municipality is eligible for a payment under sub. (3) if it

3   fulfills all of the following requirements:

4   (a) It is eligible for a payment under s. 79.043.

5   (b) Its property tax levy rate for 2002 is greater than 8 mills.

6   (c) Its municipal budget, exclusive of principal and interest on long–term debt

7   and exclusive of revenue sharing payments under s. 66.0305 and recycling fee

8   payments under s. 289.645, for 2002 increased over its municipal budget, exclusive

9   of principal and interest on long–term debt and exclusive of revenue sharing

10   payments under s. 66.0305 and recycling fee payments under s. 289.645, for 2001 by

11   less than the sum of the inflation factor and the valuation factor, rounded to the

12   nearest 0.10%.

13   **(3)** PAYMENTS. In 2004 and in 2005, each municipality that qualifies under sub.

14   (2) shall receive a payment calculated as follows:

15   (a) Subtract 8 mills from the municipality's property tax levy rate.

16   (b) Multiply the amount under par. (a) by the municipality's full value.

17   (c) Divide the amount under par. (b) by the total of the amounts under par. (b)

18   for all municipalities that qualify.

19   (d) Multiply the amount under par. (c) by $10,000,000.

20   **(4)** MINIMUM PAYMENT. (a) If the combined payments to any municipality under

21   sub. (3) and s. 79.043 in any year is less than 90% of the combined payments to the

22   municipality under ss. 79.03 and 79.06 in 2003, excluding payments under s. 79.04,

23   the municipality has an aids deficiency. The amount of the aids deficiency is the

24   amount by which 90% of the combined payments to the municipality under ss. 79.03

1   and 79.06 in 2003, excluding payments under s. 79.04, exceeds the combined

2   payments under sub. (3) and s. 79.043 to the municipality in the current year.

3   (b) A municipality that has an aids deficiency shall receive a payment from the

4   amounts withheld under sub. (5) equal to its aids deficiency for that year.

5   **(5)** MAXIMUM PAYMENT. (a) In this subsection, "maximum allowable increase"

6   in any year means a percentage such that the sum for all municipalities in the year

7   of the excess of the combined payments under sub. (3) and s. 79.043, over the

8   payments as limited by the maximum allowable increase, is equal to the sum of the

9   aids deficiencies under sub. (4) in that year.

10   (b) If the combined payments to any municipality under sub. (3) and s. 79.043

11   in any year exceed the combined payments to the municipality under ss. 79.03 and

12   79.06 in 2003, excluding payments under s. 79.04, by more than the maximum

13   allowable increase, the excess shall be withheld to fund the minimum payments in

14   that year under sub. (4) (b).

15   **(6)** DISTRIBUTIONS. (a) Beginning in 2004 and ending with the distribution in

16   2005, the total amount to be distributed each year to municipalities under sub. (4)

17   from the municipal aid account is $10,000,000.

18   (b) Beginning in 2006, no municipality may receive a payment under this

19   section.

20   **SECTION 1669f.** 79.045 of the statutes is created to read:

21   **79.045 Small municipalities state aid. (1)** DEFINITIONS. In this section:
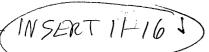
22   (a) "Actual per capita conservation, development, and library cost" has the

23   meaning given in s. 79.043 (1) (a).

24   (b) "Actual per capita public safety cost" has the meaning given in s. 79.043 (1)

25   (b).

1   **(2)** ELIGIBILITY. In 2004 and in 2005, a municipality is eligible for a payment

2   under this section if the municipality is incorporated and had a population in 2002

3   of less than 2,500; the municipality is unincorporated and had a population in 2002

4   of less than 5,000; or the sum of the municipality's actual per capita public safety cost

5   for 2001 and the municipality's actual per capita conservation, development, and

6   library cost for 2001 is less than $50.

7   **(3)** PAYMENTS. Each municipality that is eligible to receive a payment under

8   this section shall receive a payment in 2004 and in 2005 that is equal to the combined

9   payments to the municipality under ss. 79.03 and 79.06 in 2003, excluding payments

10   under s. 79.04, multiplied by a percentage that results in the distribution of the

11   entire funding level.

12   **(4)** DISTRIBUTIONS. (a) Beginning in 2004 and ending with the distribution in

13   2005, the total amount to be distributed each year to municipalities under sub. (3)

14   from the municipal aid account is $125,145,000.

15   (b) Beginning in 2006, no municipality may receive a payment under this

16   section.".

17   **14.** Page 1084, line 11: after that line insert:

18   "(3m) COMMITTEE TO STUDY DISTRIBUTION OF STATE AID TO MUNICIPALITIES. The

19   joint committee on legislative organization may create a joint committee to study the

20   distribution of state aid to municipalities and to make a recommendation for the

21   distribution of $703,102,200 to municipalities, beginning in 2006. The committee

22   shall report its findings, conclusions, and recommendations to the legislature in the

23   manner provided under section 13.172 (2) of the statutes no later than December 31,

24   2004. The legislative fiscal bureau shall assist the committee.".

INSERT 11–16

1

2

15. Page 1134, line 16: delete that line and substitute "statutes takes".

<div align="center">(END)</div>

*, Page 1134, line 17; after that line insert:

(1m) MUNICIPAL AID DISTRIBUTION ACCOUNT. The treatment of

EFF DATES section 20.835 (1) (de) of the statutes takes effect on

July 1, 2006.

Insert 2-2

¶ Section 662e. cr; 20.835(1)(de)

¶ 20.835(1)(de) (Municipal aid distribution account)

No ¶ Beginning in 2006, a sum sufficient to make payments to towns, villages, and cities under s. 79.046.

Insert 1-16

¶ Section 1669go. cr; 79.046

(79.046 Municipal aid distribution) Beginning in 2006, the amount to be distributed to municipalities is $703,102,200.

Shovers, Marc

-----Original Message-----
From: Olin, Rick
Sent: Tuesday, June 10, 2003 5:43 PM
To: Hanaman, Cathlene; Kreye, Joseph
Cc: Ammerman, Fred; Lang, Bob
Subject: Redraft

LRBb0377/3
Section 1659 of the bill, please add cross-references to s. 20.835(1)(m) and (u)

LRBb0372/3
Page 1, line 11 at end of line, replace "," with "."
This section should be repealed and recreated to eliminate the cross-references to s. 20.835(1)(t) and (u) after those appropriations are repealed in year 2. Joe and I previously talked about both of these issues, so he may have already addressed them.

Amend Section 665 of the bill to refer to the 3 newly created distributions -- ss. 79.043, 79.044 and 79.045

Page 3, line 16 insert "would have" before "received" Previously, this was in the bill and still is needed.

Page 12, line 12 please add a cross reference to s. 79.01(2f), the Municipal Aid Distribution Account

1

From:	Ammerman, Fred
Sent:	Tuesday, June 10, 2003 6:28 PM
To:	Hanaman, Cathlene
Subject:	Additional Changes to LRBb0372/3

Please make the following changes to LRBb0372/3:

1.	On Page 9, line 18: after "valuation factor," insert "both as used to determine eligibility for a payment under s. 79.05 in 2003,".

2.	On Page 9, line 22: after "levy rate" insert "for 2002".

3.	On Page 9, line 23: after "municipality's" insert "2001".

4.	On Page 11, line 6: after that line, insert the language included on Page 6, lines 4 to 6 as par. (c).

5.	On Page 12, line 9: rather than deleting this material, change the reference to "(db)" in the bill to "(dd)". This may already have been done in conjunction with the changes Rick Olin requested.

Thanks for your assistance. I will review the emailed drafts as soon as they arrive.

Fred Ammerman

1

LFB:......Olin – County and municipal aid in 2004 and in 2005

FOR 2003–05 BUDGET — NOT READY FOR INTRODUCTION

SENATE AMENDMENT ,

TO 2003 SENATE BILL 44

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

2   **1.** Page 410, line 25: delete the material beginning with that line and ending

3   with page 411, line 7, and substitute:

4   "SECTION 661m. 20.835 (1) (db) of the statutes is amended to read:

5   20.835 **(1)** (db) *County ~~and municipal~~ aid account.* Beginning in 2004, a sum

6   sufficient to make payments to counties~~, towns, villages, and cities~~ under ~~ss.~~ s.

7   79.035 ~~and 79.036~~.

8   SECTION 662d. 20.835 (1) (dd) of the statutes is created to read:

9   20.835 **(1)** (dd) *Municipal aid account.* Beginning in 2004, a sum sufficient to

10   make payments to towns, villages, and cities under ss. 79.043, 79.044, and 79.045,

11   less the amounts paid from the appropriation accounts under s. 20.835 (1) (t) and (u)

1   No moneys may be encumbered from this appropriation account after December 31,

2   2005.

3   **SECTION 662e.** 20.835 (1) (de) of the statutes is created to read:

4   20.835 **(1)** (de) *Municipal aid distribution account.* Beginning in 2006, a sum

5   sufficient to make payments to towns, villages, and cities under s. 79.046.".

6   **2.** Page 411, line 9: delete "*and county*".

7   **3.** Page 411, line 11: delete "79.035, 79.04," and substitute "79.04, 79.043,

8   79.044, 79.045".

9   **4.** Page 720, line 24: after that line insert:

10   "**SECTION 1653d.** 79.01 (2d) of the statutes is amended to read:

11   79.01 **(2d)** There is established an account in the general fund entitled the

12   "County ~~and Municipal~~ Aid Account."

13   **SECTION 1653e.** 79.01 (2e) of the statutes is created to read:

14   79.01 **(2e)** There is established an account in the general fund entitled the

15   "Municipal Aid Account."

16   **SECTION 1653f.** 79.01 (2f) of the statutes is created to read:

17   79.01 **(2f)** There is established an account in the general fund entitled the

18   "Municipal Aid Distribution Account."".

19   **5.** Page 721, line 4: after "79.04," insert "79.043, 79.044, 79.045,".

20   **6.** Page 721, line 8: after "79.04," insert "79.043, 79.044, 79.045,".

21   **7.** Page 721, line 12: delete "to shared" and substitute "~~to shared~~".

22   **8.** Page 721, line 13: delete "revenues" and substitute "~~revenues~~".

23   **9.** Page 721, line 13: after "79.04," insert "79.043, 79.044, 79.045,".

1   **10.** Page 722, line 3: delete "and county under s. 79.035" and substitute "under

2   ss. 79.043, 79.044, and 79.045".

3   **11.** Page 722, line 7: delete "and county under s. 79.035" and substitute "under

4   ss. 79.043, 79.044, and 79.045".

5   **12.** Page 723, line 18: delete the material beginning with that line and ending

6   with page 724, line 25, and substitute:

7   "SECTION **1662b.** 79.035 (title) of the statutes is amended to read:

8   **79.035** (title) **County ~~and municipal~~ aid.**

9   SECTION **1662d.** 79.035 (1) of the statutes is amended to read:

10   79.035 **(1)** ~~Subject to reductions under s. 79.036 (3), in~~ In 2004 and subsequent

11   years, each county ~~and municipality~~ shall receive a payment from the county ~~and~~

12   ~~municipal~~ aid account in an amount determined under sub. (2).

13   SECTION **1663b.** 79.035 (2) (a) 1. of the statutes is amended to read:

14   79.035 **(2)** (a) 1. For the distribution in 2004, each county ~~and municipality~~ will

15   receive a payment that is equal to the amount of the payments the county ~~or~~

(16) ~~municipality~~ _would have_ received in 2003 under ss. 79.03, 79.058, and 79.06, if not for the

17   reductions under s. 79.034, less the amount of the reduction under subd. 2.

18   SECTION **1664b.** 79.035 (2) (a) 2. of the statutes is amended to read:

19   79.035 **(2)** (a) 2. The department of revenue shall reduce the amount of the

20   payments to be distributed to each county ~~and municipality,~~ as determined under

21   subd. 1., by subtracting from such payments an amount based on the county's ~~or~~

22   ~~municipality's~~ population, as determined by the department, so that the total

23   amount of the reduction to all such payments in 2004 is ~~$40,000,000~~ $20,000,000,

24   except that the reduction applied to any county's ~~or municipality's~~ payment shall not

1   exceed the amount of the payments specified under subd. 1. distributed to the county

2   ~~or municipality~~ in 2003.

3   **SECTION 1666b.** 79.035 (2) (b) of the statutes is amended to read:

4   79.035 **(2)** (b) For the distribution in 2005 and subsequent years, each county

5   ~~and municipality~~ shall receive a payment under this section that is equal to the

6   amount of the payment determined for the county ~~or municipality~~ under par. (a) in

7   2004 ~~prior to the reductions under s. 79.036~~.".

8   **13.** Page 727, line 11: after that line insert:

9   "**SECTION 1669d.** 79.043 of the statutes is created to read:

10   **79.043 Municipal aid for basic public services. (1)** DEFINITIONS. In this

11   section:

12   (a) "Actual per capita conservation, development, and library cost" means a

13   municipality's actual expenditures, net of any related revenues, incurred in 2001 for

14   operations and capital outlays related to conservation, development, and library

15   services, as determined by the department of revenue, based on the financial reports

16   required under s. 73.10 (2) and recorded in the governmental and proprietary fund

17   types, divided by the municipality's 2002 population, except that "actual per capita

18   conservation, development, and library cost" may not be less than zero.

19   (b) "Actual per capita public safety cost" means a municipality's actual

20   expenditures, net of any related revenues, incurred in 2001 for operations and

21   capital outlays related to public safety services, as determined by the department of

22   revenue, based on the financial reports required under s. 73.10 (2) and recorded in

23   the governmental and proprietary fund types, divided by the municipality's 2002

1   population, except that "actual per capita public safety cost" may not be less than

2   zero.

3   (c) "Adjusted per capita conservation, development, and library cost" means the

4   sum of a municipality's primary per capita conservation, development, and library

5   cost and the municipality's secondary per capita conservation, development, and

6   library cost.

7   (d) "Adjusted per capita public safety cost" means the sum of a municipality's

8   primary per capita public safety cost and the municipality's secondary per capita

9   public safety cost.

10   (e) "Aidable costs" means an amount calculated as follows:

11   1. Add a municipality's adjusted per capita public safety cost to the

12   municipality's adjusted per capita conservation, development, and library cost.

13   2. Multiply the result under subd. 1. by the municipality's 2002 population.

14   3. Multiply the result under subd. 2. by the municipality's poverty factor.

15   (f) "Average per capita conservation, development, and library cost" means the

16   total 2001 conservation, development, and library expenditures, net of any related

17   revenues, for all municipalities that are eligible to receive a payment under this

18   section, divided by the total 2002 population for all municipalities that are eligible

19   to receive a payment under this section and that reported 2001 conservation,

20   development, and library expenditures.

21   (g) "Average per capita public safety cost" means the total 2001 public safety

22   expenditures, net of any related revenues, for all municipalities that are eligible to

23   receive a payment under this section, divided by the total 2002 population for all

24   municipalities that are eligible to receive a payment under this section and that

25   reported 2001 public safety expenditures.

1   (h) "Per capita full value" means the quotient of the 2002 equalized value of the

2   property of a municipality, excluding the incremental value in tax increment

3   districts, divided by the municipality's population in 2002.

4   (i) Notwithstanding s. 79.005 (2), "population" means the number of persons

5   residing in a municipality, as determined by the department of administration under

6   s. 16.96.

7   (j) "Poverty factor" means:

8   1. For municipalities that had a 2002 population of 50,000 or more, an amount

9   determined by dividing the percentage of the municipality's population with an

10   income at or below the poverty level, as determined in the 2000 federal decennial

11   census, by a percentage equal to the product of 1.3 multiplied by the percentage of

12   the state's population with an income at or below the poverty level, as determined

13   in the 2000 federal decennial census, except that a poverty factor determined under

14   this subdivision shall be no less than 1.0 and no more than 1.35.

15   2. For municipalities that had a 2002 population less than 50,000, 1.0.

16   (k) "Primary per capita conservation, development, and library cost" means a

17   municipality's actual per capita conservation, development, and library cost, not to

18   exceed an amount equal to one−half of the average per capita conservation,

19   development, and library cost, multiplied by 1.5.

20   (L) "Primary per capita public safety cost" means a municipality's actual per

21   capita public safety cost, not to exceed an amount equal to one−half of the average

22   per capita public safety cost, multiplied by 1.5.

23   (m) "Secondary per capita conservation, development, and library cost" means

24   a municipality's actual per capita conservation, development, and library cost in

25   excess of an amount equal to one−half of the average per capita conservation,

1   development, and library cost, but not to exceed an amount equal to the average per

2   capita conservation, development, and library cost, multiplied by 0.5.

3   (n) "Secondary per capita public safety cost" means a municipality's actual per

4   capita public safety cost in excess of an amount equal to one–half of the average per

5   capita public safety cost, but not to exceed an amount equal to the average per capita

6   public safety cost, multiplied by 0.5.

7   (o) "Sharing factor" means 1.0, minus the quotient of a municipality's per capita

8   full value divided by the standard value, except that if the quotient of a

9   municipality's per capita full value divided by the standard value is greater than 1.0,

10   the sharing factor is zero.

11   (p) "Standard value" means the per capita value that results in the distribution

12   of the entire funding level.

13   **(2)** ELIGIBILITY. Except as provided in sub. (3), in 2004 and in 2005, a

14   municipality is eligible for a payment under this section if the municipality is

15   incorporated and had a population in 2002 of at least 2,500 or the municipality is

16   unincorporated and had a population in 2002 of at least 5,000.

17   **(3)** EXCEPTIONS. A municipality shall not receive a payment under this section

18   if the sum of the municipality's actual per capita public safety cost for 2001 and the

19   municipality's actual per capita conservation, development, and library cost for 2001

20   is less than $50.

21   **(4)** PAYMENTS. Each municipality that is eligible to receive a payment under

22   this section shall receive a payment in 2004 and in 2005 that is equal to the greater

23   of the municipality's population in 2002 multiplied by $23 or the municipality's

24   aidable costs multiplied by the municipality's sharing factor.

1   **(5)** MINIMUM PAYMENT. (a) If the payment to any municipality under sub. (4)

2   in any year is less than 88.5% of the combined payments to the municipality under

3   ss. 79.03 and 79.06 in 2003, excluding payments under s. 79.04, the municipality has

4   an aids deficiency. The amount of the aids deficiency is the amount by which 88.5%

5   of the combined payments to the municipality under ss. 79.03 and 79.06 in 2003,

6   excluding payments under s. 79.04, exceeds the payment under sub. (4) to the

7   municipality in the current year.

8   (b) A municipality that has an aids deficiency shall receive a payment from the

9   amounts withheld under sub. (6) equal to its aids deficiency for that year.

10   **(6)** MAXIMUM PAYMENT. (a) In this subsection, "maximum allowable increase"

11   in any year means a percentage such that the sum for all municipalities in the year

12   of the excess of payments under sub. (4), over the payments as limited by the

13   maximum allowable increase, is equal to the sum of the aids deficiency under sub.

14   (5) in that year.

15   (b) If the payment to any municipality under sub. (4) in any year exceeds the

16   combined payments to the municipality under ss. 79.03 and 79.06 in 2003, excluding

17   payments under s. 79.04, by more than the maximum allowable increase, the excess

18   shall be withheld to fund the minimum payments in that year under sub. (5) (b).

19   **(7)** DISTRIBUTIONS. (a) In 2004, the total amount to be distributed to

20   municipalities under sub. (4) from the municipal aid account and s. 20.835 (1) (t) and

21   (u) is $567,957,200.

22   (b) In 2005, the total amount to be distributed to municipalities under sub. (4)

23   from the municipal aid account is $567,957,200.

24   (c) Beginning in 2006, no municipality may receive a payment under this

25   section.

1   **SECTION 1669e.** 79.044 of the statutes is created to read:

2   **79.044 Expenditure restraint supplemental aid. (1)** DEFINITIONS. In this

3 section:

4   (a) "Full value" has the meaning given in s. 79.05 (1) (a).

5   (b) "Inflation factor" has the meaning given in s. 79.05 (1) (am).

6   (c) "Municipal budget" has the meaning given in s. 79.05 (1) (b).

7   (d) "Property tax levy rate" has the meaning given in s. 79.05 (1) (c).

8   (e) "Valuation factor" has the meaning given in s. 79.05 (1) (d).

9   **(2)** ELIGIBILITY. A municipality is eligible for a payment under sub. (3) if it

10 fulfills all of the following requirements:

11   (a) It is eligible for a payment under s. 79.043.

12   (b) Its property tax levy rate for 2002 is greater than 8 mills.

13   (c) Its municipal budget, exclusive of principal and interest on long–term debt

14 and exclusive of revenue sharing payments under s. 66.0305 and recycling fee

15 payments under s. 289.645, for 2002 increased over its municipal budget, exclusive

16 of principal and interest on long–term debt and exclusive of revenue sharing

17 payments under s. 66.0305 and recycling fee payments under s. 289.645, for 2001 by

18 less than the sum of the inflation factor and the valuation factor, rounded to the

19 nearest 0.10%.   *both as used to determine eligibility for a payment under Act 9005 in 2003.*

20   **(3)** PAYMENTS. In 2004 and in 2005, each municipality that qualifies under sub.

21 (2) shall receive a payment calculated as follows:

22   (a) Subtract 8 mills from the municipality's property tax levy rate *for 2002*

23   (b) Multiply the amount under par. (a) by the municipality's full value. *2001*

24   (c) Divide the amount under par. (b) by the total of the amounts under par. (b)

25 for all municipalities that qualify.

1   (d) Multiply the amount under par. (c) by $10,000,000.

2   **(4)** MINIMUM PAYMENT. (a) If the combined payments to any municipality under

3   sub. (3) and s. 79.043 in any year is less than 90% of the combined payments to the

4   municipality under ss. 79.03 and 79.06 in 2003, excluding payments under s. 79.04,

5   the municipality has an aids deficiency. The amount of the aids deficiency is the

6   amount by which 90% of the combined payments to the municipality under ss. 79.03

7   and 79.06 in 2003, excluding payments under s. 79.04, exceeds the combined

8   payments under sub. (3) and s. 79.043 to the municipality in the current year.

9   (b) A municipality that has an aids deficiency shall receive a payment from the

10   amounts withheld under sub. (5) equal to its aids deficiency for that year.

11   **(5)** MAXIMUM PAYMENT. (a) In this subsection, "maximum allowable increase"

12   in any year means a percentage such that the sum for all municipalities in the year

13   of the excess of the combined payments under sub. (3) and s. 79.043, over the

14   payments as limited by the maximum allowable increase, is equal to the sum of the

15   aids deficiencies under sub. (4) in that year.

16   (b) If the combined payments to any municipality under sub. (3) and s. 79.043

17   in any year exceed the combined payments to the municipality under ss. 79.03 and

18   79.06 in 2003, excluding payments under s. 79.04, by more than the maximum

19   allowable increase, the excess shall be withheld to fund the minimum payments in

20   that year under sub. (4) (b).

21   **(6)** DISTRIBUTIONS. (a) Beginning in 2004 and ending with the distribution in

22   2005, the total amount to be distributed each year to municipalities under sub. (4)

23   from the municipal aid account is $10,000,000.

24   (b) Beginning in 2006, no municipality may receive a payment under this

25   section.

1   SECTION 1669f. 79.045 of the statutes is created to read:

2   **79.045 Small municipalities state aid. (1)** DEFINITIONS. In this section:

3   (a) "Actual per capita conservation, development, and library cost" has the

4   meaning given in s. 79.043 (1) (a).

5   (b) "Actual per capita public safety cost" has the meaning given in s. 79.043 (1)

6   (b). ⟨*(#) (c) Notwithstanding s.79.005 (a) "population" means the number of persons residing in a municipality, as determined by the department of administration under s.16.0960*⟩

7   **(2)** ELIGIBILITY. In 2004 and in 2005, a municipality is eligible for a payment

8   under this section if the municipality is incorporated and had a population in 2002

9   of less than 2,500; the municipality is unincorporated and had a population in 2002

10   of less than 5,000; or the sum of the municipality's actual per capita public safety cost

11   for 2001 and the municipality's actual per capita conservation, development, and

12   library cost for 2001 is less than $50.

13   **(3)** PAYMENTS. Each municipality that is eligible to receive a payment under

14   this section shall receive a payment in 2004 and in 2005 that is equal to the combined

15   payments to the municipality under ss. 79.03 and 79.06 in 2003, excluding payments

16   under s. 79.04, multiplied by a percentage that results in the distribution of the

17   entire funding level.

18   **(4)** DISTRIBUTIONS. (a) Beginning in 2004 and ending with the distribution in

19   2005, the total amount to be distributed each year to municipalities under sub. (3)

20   from the municipal aid account is $125,145,000.

21   (b) Beginning in 2006, no municipality may receive a payment under this

22   section.

23   SECTION 1669g. 79.046 of the statutes is created to read:

24   **79.046 Municipal aid distribution.** Beginning in 2006, the amount to be

25   distributed to municipalities is $703,102,200.".

1   **14.** Page 1084, line 11: after that line insert:

2   "(3m) COMMITTEE TO STUDY DISTRIBUTION OF STATE AID TO MUNICIPALITIES. The

3   joint committee on legislative organization may create a joint committee to study the

4   distribution of state aid to municipalities and to make a recommendation for the

5   distribution of $703,102,200 to municipalities, beginning in 2006. The committee

6   shall report its findings, conclusions, and recommendations to the legislature in the

7   manner provided under section 13.172 (2) of the statutes no later than December 31,

8   2004. The legislative fiscal bureau shall assist the committee.".

9   **15.** Page 1134, line 16: delete that line and substitute statutes takes

10   **16.** Page 1134, line 17: after that line insert:

11   "(1m) MUNICIPAL AID DISTRIBUTION ACCOUNT. The treatment of section 20.835 (1)

12   (de) of the statutes takes effect on July 1, 2006.".

13   **(END)**

Ins 2–2

, as affected by 2003 Wisconsin Act.....
(this act),

Section 662de. 20.835 (1) (dd) of the statutes/is repealed and recreated to read:

20.835 **(1)** (dd) *Municipal aid account.* Beginning in 2006, a sum sufficient to make payments to towns, villages, and cities under ss. 79.043, 79.044, and 79.045.

Ins 2–8

delete 5·A   and substitute ss. 79.035

LPS:
Please
fix
component

→ **1.** Page 411, line 19: after "79.035" insert ", 79.043, 79.044, and 79.045".

LFB:......Olin – County and municipal aid in 2004 and in 2005

FOR 2003–05 BUDGET — NOT READY FOR INTRODUCTION

SENATE AMENDMENT ,

TO 2003 SENATE BILL 44

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

2   **1.** Page 410, line 25: delete the material beginning with that line and ending

3 with page 411, line 7, and substitute:

4   "SECTION 661m. 20.835 (1) (db) of the statutes is amended to read:

5   20.835 **(1)** (db) *County and municipal aid account.* Beginning in 2004, a sum

6 sufficient to make payments to counties, towns, villages, and cities under ss. s.

7 79.035 and 79.036.

8   SECTION 662d. 20.835 (1) (dd) of the statutes is created to read:

9   20.835 **(1)** (dd) *Municipal aid account.* Beginning in 2004, a sum sufficient to

10 make payments to towns, villages, and cities under ss. 79.043, 79.044, and 79.045,

11 less the amounts paid from the appropriation accounts under s. 20.835 (1) (t) and (u).

No *No moneys may be encumbered from this appropriation account after December 31, 2005.*

1   No moneys may be encumbered from this appropriation account after December 31,

2   2005.

3   **SECTION 662de.** 20.835 (1) (dd) of the statutes, as affected by 2003 Wisconsin

4   Act .... (this act), is repealed and recreated to read:

5   20.835 **(1)** (dd) *Municipal aid account.* Beginning in ~~2004~~ *2005* a sum sufficient to

6   make payments to towns, villages, and cities under ss. 79.043, 79.044, and 79.045.

7   **SECTION 662e.** 20.835 (1) (de) of the statutes is created to read:

8   20.835 **(1)** (de) *Municipal aid distribution account.* Beginning in 2006, a sum

9   sufficient to make payments to towns, villages, and cities under s. 79.046.".

10   **2.** Page 411, line 9: delete "*and county*".

11   **3.** Page 411, line 11: delete "79.035, 79.04," and substitute "79.04, 79.043,

12   79.044, 79.045".

13   **4.** Page 411, line 19: delete "s. 79.035" and substitute "ss. 79.035, 79.043,

14   79.044, and 79.045".

15   **5.** Page 720, line 24: after that line insert:

16   "**SECTION 1653d.** 79.01 (2d) of the statutes is amended to read:

17   79.01 **(2d)** There is established an account in the general fund entitled the

18   "County ~~and Municipal~~ Aid Account."

19   **SECTION 1653e.** 79.01 (2e) of the statutes is created to read:

20   79.01 **(2e)** There is established an account in the general fund entitled the

21   "Municipal Aid Account."

22   **SECTION 1653f.** 79.01 (2f) of the statutes is created to read:

23   79.01 **(2f)** There is established an account in the general fund entitled the

24   "Municipal Aid Distribution Account."".

1   **6.** Page 721, line 4: after "79.04," insert "79.043, 79.044, 79.045,".

2   **7.** Page 721, line 8: after "79.04," insert "79.043, 79.044, 79.045,".

3   **8.** Page 721, line 12: delete "to shared" and substitute "to shared".

4   **9.** Page 721, line 13: delete "revenues" and substitute "revenues".

5   **10.** Page 721, line 13: after "79.04," insert "79.043, 79.044, 79.045,".

6   **11.** Page 722, line 3: delete "and county under s. 79.035" and substitute "under

7   ss. 79.043, 79.044, and 79.045".

8   **12.** Page 722, line 7: delete "and county under s. 79.035" and substitute "under

9   ss. 79.043, 79.044, and 79.045".

10   **13.** Page 723, line 18: delete the material beginning with that line and ending

11   with page 724, line 25, and substitute:

12   "**SECTION 1662b.** 79.035 (title) of the statutes is amended to read:

13   **79.035** (title) **County and municipal aid.**

14   **SECTION 1662d.** 79.035 (1) of the statutes is amended to read:

15   79.035 **(1)** Subject to reductions under s. 79.036 (3), in In 2004 and subsequent

16   years, each county and municipality shall receive a payment from the county and

17   municipal aid account in an amount determined under sub. (2).

18   **SECTION 1663b.** 79.035 (2) (a) 1. of the statutes is amended to read:

19   79.035 **(2)** (a) 1. For the distribution in 2004, each county and municipality will

20   receive a payment that is equal to the amount of the payments the county or

21   municipality would have received in 2003 under ss. 79.03, 79.058, and 79.06, if not

22   for the reductions under s. 79.034, less the amount of the reduction under subd. 2.

23   **SECTION 1664b.** 79.035 (2) (a) 2. of the statutes is amended to read:

1   79.035 **(2)** (a) 2. The department of revenue shall reduce the amount of the

2   payments to be distributed to each county ~~and municipality~~, as determined under

3   subd. 1., by subtracting from such payments an amount based on the county's ~~or~~

4   ~~municipality's~~ population, as determined by the department, so that the total

5   amount of the reduction to all such payments in 2004 is ~~$40,000,000~~ $20,000,000,

6   except that the reduction applied to any county's ~~or municipality's~~ payment shall not

7   exceed the amount of the payments specified under subd. 1. distributed to the county

8   ~~or municipality~~ in 2003.

9   **SECTION 1666b.** 79.035 (2) (b) of the statutes is amended to read:

10   79.035 **(2)** (b) For the distribution in 2005 and subsequent years, each county

11   ~~and municipality~~ shall receive a payment under this section that is equal to the

12   amount of the payment determined for the county ~~or municipality~~ under par. (a) in

13   2004 ~~prior to the reductions under s. 79.036~~.".

14   **14.** Page 727, line 11: after that line insert:

15   "**SECTION 1669d.** 79.043 of the statutes is created to read:

16   **79.043 Municipal aid for basic public services. (1)** DEFINITIONS. In this

17   section:

18   (a) "Actual per capita conservation, development, and library cost" means a

19   municipality's actual expenditures, net of any related revenues, incurred in 2001 for

20   operations and capital outlays related to conservation, development, and library

21   services, as determined by the department of revenue, based on the financial reports

22   required under s. 73.10 (2) and recorded in the governmental and proprietary fund

23   types, divided by the municipality's 2002 population, except that "actual per capita

24   conservation, development, and library cost" may not be less than zero.

1   (b) "Actual per capita public safety cost" means a municipality's actual

2   expenditures, net of any related revenues, incurred in 2001 for operations and

3   capital outlays related to public safety services, as determined by the department of

4   revenue, based on the financial reports required under s. 73.10 (2) and recorded in

5   the governmental and proprietary fund types, divided by the municipality's 2002

6   population, except that "actual per capita public safety cost" may not be less than

7   zero.

8   (c) "Adjusted per capita conservation, development, and library cost" means the

9   sum of a municipality's primary per capita conservation, development, and library

10   cost and the municipality's secondary per capita conservation, development, and

11   library cost.

12   (d) "Adjusted per capita public safety cost" means the sum of a municipality's

13   primary per capita public safety cost and the municipality's secondary per capita

14   public safety cost.

15   (e) "Aidable costs" means an amount calculated as follows:

16   1. Add a municipality's adjusted per capita public safety cost to the

17   municipality's adjusted per capita conservation, development, and library cost.

18   2. Multiply the result under subd. 1. by the municipality's 2002 population.

19   3. Multiply the result under subd. 2. by the municipality's poverty factor.

20   (f) "Average per capita conservation, development, and library cost" means the

21   total 2001 conservation, development, and library expenditures, net of any related

22   revenues, for all municipalities that are eligible to receive a payment under this

23   section, divided by the total 2002 population for all municipalities that are eligible

24   to receive a payment under this section and that reported 2001 conservation,

25   development, and library expenditures.

1   (g) "Average per capita public safety cost" means the total 2001 public safety

2   expenditures, net of any related revenues, for all municipalities that are eligible to

3   receive a payment under this section, divided by the total 2002 population for all

4   municipalities that are eligible to receive a payment under this section and that

5   reported 2001 public safety expenditures.

6   (h) "Per capita full value" means the quotient of the 2002 equalized value of the

7   property of a municipality, excluding the incremental value in tax increment

8   districts, divided by the municipality's population in 2002.

9   (i) Notwithstanding s. 79.005 (2), "population" means the number of persons

10   residing in a municipality, as determined by the department of administration under

11   s. 16.96.

12   (j) "Poverty factor" means:

13   1. For municipalities that had a 2002 population of 50,000 or more, an amount

14   determined by dividing the percentage of the municipality's population with an

15   income at or below the poverty level, as determined in the 2000 federal decennial

16   census, by a percentage equal to the product of 1.3 multiplied by the percentage of

17   the state's population with an income at or below the poverty level, as determined

18   in the 2000 federal decennial census, except that a poverty factor determined under

19   this subdivision shall be no less than 1.0 and no more than 1.35.

20   2. For municipalities that had a 2002 population less than 50,000, 1.0.

21   (k) "Primary per capita conservation, development, and library cost" means a

22   municipality's actual per capita conservation, development, and library cost, not to

23   exceed an amount equal to one–half of the average per capita conservation,

24   development, and library cost, multiplied by 1.5.

1   (L) "Primary per capita public safety cost" means a municipality's actual per

2   capita public safety cost, not to exceed an amount equal to one–half of the average

3   per capita public safety cost, multiplied by 1.5.

4   (m) "Secondary per capita conservation, development, and library cost" means

5   a municipality's actual per capita conservation, development, and library cost in

6   excess of an amount equal to one–half of the average per capita conservation,

7   development, and library cost, but not to exceed an amount equal to the average per

8   capita conservation, development, and library cost, multiplied by 0.5.

9   (n) "Secondary per capita public safety cost" means a municipality's actual per

10   capita public safety cost in excess of an amount equal to one–half of the average per

11   capita public safety cost, but not to exceed an amount equal to the average per capita

12   public safety cost, multiplied by 0.5.

13   (o) "Sharing factor" means 1.0, minus the quotient of a municipality's per capita

14   full value divided by the standard value, except that if the quotient of a

15   municipality's per capita full value divided by the standard value is greater than 1.0,

16   the sharing factor is zero.

17   (p) "Standard value" means the per capita value that results in the distribution

18   of the entire funding level.

19   (2) ELIGIBILITY. Except as provided in sub. (3), in 2004 and in 2005, a

20   municipality is eligible for a payment under this section if the municipality is

21   incorporated and had a population in 2002 of at least 2,500 or the municipality is

22   unincorporated and had a population in 2002 of at least 5,000.

23   (3) EXCEPTIONS. A municipality shall not receive a payment under this section

24   if the sum of the municipality's actual per capita public safety cost for 2001 and the

1   municipality's actual per capita conservation, development, and library cost for 2001

2   is less than $50.

3   **(4)** PAYMENTS. Each municipality that is eligible to receive a payment under

4   this section shall receive a payment in 2004 and in 2005 that is equal to the greater

5   of the municipality's population in 2002 multiplied by $23 or the municipality's

6   aidable costs multiplied by the municipality's sharing factor.

7   **(5)** MINIMUM PAYMENT. (a) If the payment to any municipality under sub. (4)

8   in any year is less than 88.5% of the combined payments to the municipality under

9   ss. 79.03 and 79.06 in 2003, excluding payments under s. 79.04, the municipality has

10   an aids deficiency. The amount of the aids deficiency is the amount by which 88.5%

11   of the combined payments to the municipality under ss. 79.03 and 79.06 in 2003,

12   excluding payments under s. 79.04, exceeds the payment under sub. (4) to the

13   municipality in the current year.

14   (b) A municipality that has an aids deficiency shall receive a payment from the

15   amounts withheld under sub. (6) equal to its aids deficiency for that year.

16   **(6)** MAXIMUM PAYMENT. (a) In this subsection, "maximum allowable increase"

17   in any year means a percentage such that the sum for all municipalities in the year

18   of the excess of payments under sub. (4), over the payments as limited by the

19   maximum allowable increase, is equal to the sum of the aids deficiency under sub.

20   (5) in that year.

21   (b) If the payment to any municipality under sub. (4) in any year exceeds the

22   combined payments to the municipality under ss. 79.03 and 79.06 in 2003, excluding

23   payments under s. 79.04, by more than the maximum allowable increase, the excess

24   shall be withheld to fund the minimum payments in that year under sub. (5) (b).

1   **(7)** DISTRIBUTIONS. (a) In 2004, the total amount to be distributed to

2   municipalities under sub. (4) from the municipal aid account and s. 20.835 (1) (t) and

3   (u) is $567,957,200.

4   (b) In 2005, the total amount to be distributed to municipalities under sub. (4)

5   from the municipal aid account is $567,957,200.

6   (c) Beginning in 2006, no municipality may receive a payment under this

7   section.

8   SECTION 1669e. 79.044 of the statutes is created to read:

9   **79.044 Expenditure restraint supplemental aid. (1)** DEFINITIONS. In this

10   section:

11   (a) "Full value" has the meaning given in s. 79.05 (1) (a).

12   (b) "Inflation factor" has the meaning given in s. 79.05 (1) (am).

13   (c) "Municipal budget" has the meaning given in s. 79.05 (1) (b).

14   (d) "Property tax levy rate" has the meaning given in s. 79.05 (1) (c).

15   (e) "Valuation factor" has the meaning given in s. 79.05 (1) (d).

16   **(2)** ELIGIBILITY. A municipality is eligible for a payment under sub. (3) if it

17   fulfills all of the following requirements:

18   (a) It is eligible for a payment under s. 79.043.

19   (b) Its property tax levy rate for 2002 is greater than 8 mills.

20   (c) Its municipal budget, exclusive of principal and interest on long–term debt

21   and exclusive of revenue sharing payments under s. 66.0305 and recycling fee

22   payments under s. 289.645, for 2002 increased over its municipal budget, exclusive

23   of principal and interest on long–term debt and exclusive of revenue sharing

24   payments under s. 66.0305 and recycling fee payments under s. 289.645, for 2001 by

25   less than the sum of the inflation factor and the valuation factor, both as used to

1   determine eligibility for a payment under s. 79.05 in 2003, rounded to the nearest

2   0.10%.

3   **(3)** PAYMENTS. In 2004 and in 2005, each municipality that qualifies under sub.

4   (2) shall receive a payment calculated as follows:

5   (a) Subtract 8 mills from the municipality's property tax levy rate for 2002.

6   (b) Multiply the amount under par. (a) by the municipality's 2001 full value.

7   (c) Divide the amount under par. (b) by the total of the amounts under par. (b)

8   for all municipalities that qualify.

9   (d) Multiply the amount under par. (c) by $10,000,000.

10   **(4)** MINIMUM PAYMENT. (a) If the combined payments to any municipality under

11   sub. (3) and s. 79.043 in any year is less than 90% of the combined payments to the

12   municipality under ss. 79.03 and 79.06 in 2003, excluding payments under s. 79.04,

13   the municipality has an aids deficiency. The amount of the aids deficiency is the

14   amount by which 90% of the combined payments to the municipality under ss. 79.03

15   and 79.06 in 2003, excluding payments under s. 79.04, exceeds the combined

16   payments under sub. (3) and s. 79.043 to the municipality in the current year.

17   (b) A municipality that has an aids deficiency shall receive a payment from the

18   amounts withheld under sub. (5) equal to its aids deficiency for that year.

19   **(5)** MAXIMUM PAYMENT. (a) In this subsection, "maximum allowable increase"

20   in any year means a percentage such that the sum for all municipalities in the year

21   of the excess of the combined payments under sub. (3) and s. 79.043, over the

22   payments as limited by the maximum allowable increase, is equal to the sum of the

23   aids deficiencies under sub. (4) in that year.

24   (b) If the combined payments to any municipality under sub. (3) and s. 79.043

25   in any year exceed the combined payments to the municipality under ss. 79.03 and

1   79.06 in 2003, excluding payments under s. 79.04, by more than the maximum

2   allowable increase, the excess shall be withheld to fund the minimum payments in

3   that year under sub. (4) (b).

4   **(6)** DISTRIBUTIONS. (a) Beginning in 2004 and ending with the distribution in

5   2005, the total amount to be distributed each year to municipalities under sub. (4)

6   from the municipal aid account is $10,000,000.

7   (b) Beginning in 2006, no municipality may receive a payment under this

8   section.

9   SECTION 1669f. 79.045 of the statutes is created to read:

10   **79.045 Small municipalities state aid. (1)** DEFINITIONS. In this section:

11   (a) "Actual per capita conservation, development, and library cost" has the

12   meaning given in s. 79.043 (1) (a).

13   (b) "Actual per capita public safety cost" has the meaning given in s. 79.043 (1)

14   (b).

15   (c) Notwithstanding s. 79.005 (2), "population" means the number of persons

16   residing in a municipality, as determined by the department of administration under

17   s. 16.96.

18   **(2)** ELIGIBILITY. In 2004 and in 2005, a municipality is eligible for a payment

19   under this section if the municipality is incorporated and had a population in 2002

20   of less than 2,500; the municipality is unincorporated and had a population in 2002

21   of less than 5,000; or the sum of the municipality's actual per capita public safety cost

22   for 2001 and the municipality's actual per capita conservation, development, and

23   library cost for 2001 is less than $50.

24   **(3)** PAYMENTS. Each municipality that is eligible to receive a payment under

25   this section shall receive a payment in 2004 and in 2005 that is equal to the combined

1   payments to the municipality under ss. 79.03 and 79.06 in 2003, excluding payments

2   under s. 79.04, multiplied by a percentage that results in the distribution of the

3   entire funding level.

4   (4) DISTRIBUTIONS. (a) Beginning in 2004 and ending with the distribution in

5   2005, the total amount to be distributed each year to municipalities under sub. (3)

6   from the municipal aid account is $125,145,000.

7   (b) Beginning in 2006, no municipality may receive a payment under this

8   section.

9   SECTION 1669g. 79.046 of the statutes is created to read:

10   **79.046 Municipal aid distribution.** Beginning in 2006, the amount to be

11 distributed to municipalities is $703,102,200.".

12   **15.** Page 1084, line 11: after that line insert:

13 "(3m) COMMITTEE TO STUDY DISTRIBUTION OF STATE AID TO MUNICIPALITIES. The

14 joint committee on legislative organization may create a joint committee to study the

15 distribution of state aid to municipalities and to make a recommendation for the

16 distribution of $703,102,200 to municipalities, beginning in 2006. The committee

17 shall report its findings, conclusions, and recommendations to the legislature in the

18 manner provided under section 13.172 (2) of the statutes no later than December 31,

19 2004. The legislative fiscal bureau shall assist the committee.".

20   **16.** Page 1134, line 16: delete "(db)" and substitute "(dd)".

21   **17.** Page 1134, line 17: after that line insert:

22 "(1m) MUNICIPAL AID DISTRIBUTION ACCOUNT. The treatment of sections 20.835

23 (1) (de) and 79.01 (2f) of the statutes takes effect on July 1, 2006.".

24   **(END)**

LFB:.......Olin – County and municipal aid in 2004 and in 2005

FOR 2003-05 BUDGET — NOT READY FOR INTRODUCTION

SENATE AMENDMENT ,

TO 2003 SENATE BILL 44

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

2   **1.** Page 410, line 25: delete the material beginning with that line and ending

3   with page 411, line 7, and substitute:

4   "SECTION **661m.** 20.835 (1) (db) of the statutes is amended to read:

5   20.835 **(1)** (db) *County ~~and municipal~~ aid account.* Beginning in 2004, a sum

6   sufficient to make payments to counties~~, towns, villages, and cities~~ under ~~ss.~~ s.

7   79.035 ~~and 79.036~~.

8   SECTION **662d.** 20.835 (1) (dd) of the statutes is created to read:

9   20.835 **(1)** (dd) *Municipal aid account.* Beginning in 2004, a sum sufficient to

10   make payments to towns, villages, and cities under ss. 79.043, 79.044, and 79.045,

11   less the amounts paid from the appropriation accounts under s. 20.835 (1) (t) and (u).

1   No moneys may be encumbered from this appropriation account after December 31,

2   2005.

3   **SECTION 662de.** 20.835 (1) (dd) of the statutes, as affected by 2003 Wisconsin

4   Act .... (this act), is repealed and recreated to read:

5   20.835 **(1)** (dd) *Municipal aid account.* Beginning in 2005, a sum sufficient to

6   make payments to towns, villages, and cities under ss. 79.043, 79.044, and 79.045.

7   No moneys may be encumbered from this appropriation account after December 31,

8   2005.

9   **SECTION 662e.** 20.835 (1) (de) of the statutes is created to read:

10   20.835 **(1)** (de) *Municipal aid distribution account.* Beginning in 2006, a sum

11   sufficient to make payments to towns, villages, and cities under s. 79.046.".

12   **2.** Page 411, line 9: delete *"and county"*.

13   **3.** Page 411, line 11: delete "79.035, 79.04," and substitute "79.04, 79.043,

14   79.044, 79.045".

15   **4.** Page 411, line 19: delete "s. 79.035" and substitute "ss. 79.035, 79.043,

16   79.044, and 79.045".

17   **5.** Page 720, line 24: after that line insert:

18   "**SECTION 1653d.** 79.01 (2d) of the statutes is amended to read:

19   79.01 **(2d)** There is established an account in the general fund entitled the

20   "County ~~and Municipal~~ Aid Account."

21   **SECTION 1653e.** 79.01 (2e) of the statutes is created to read:

22   79.01 **(2e)** There is established an account in the general fund entitled the

23   "Municipal Aid Account."

24   **SECTION 1653f.** 79.01 (2f) of the statutes is created to read:

1   79.01 **(2f)** There is established an account in the general fund entitled the

2   "Municipal Aid Distribution Account."".

3   **6.** Page 721, line 4: after "79.04," insert "79.043, 79.044, 79.045,".

4   **7.** Page 721, line 8: after "79.04," insert "79.043, 79.044, 79.045,".

5   **8.** Page 721, line 12: delete "to shared" and substitute "to shared".

6   **9.** Page 721, line 13: delete "revenues" and substitute "revenues".

7   **10.** Page 721, line 13: after "79.04," insert "79.043, 79.044, 79.045,".

8   **11.** Page 722, line 3: delete "and county under s. 79.035" and substitute "under

9   ss. 79.043, 79.044, and 79.045".

10   **12.** Page 722, line 7: delete "and county under s. 79.035" and substitute "under

11   ss. 79.043, 79.044, and 79.045".

12   **13.** Page 723, line 18: delete the material beginning with that line and ending

13   with page 724, line 25, and substitute:

14   "**SECTION 1662b.** 79.035 (title) of the statutes is amended to read:

15   **79.035** (title) **County and municipal aid.**

16   **SECTION 1662d.** 79.035 (1) of the statutes is amended to read:

17   79.035 **(1)** Subject to reductions under s. 79.036 (3), in In 2004 and subsequent

18   years, each county and municipality shall receive a payment from the county and

19   municipal aid account in an amount determined under sub. (2).

20   **SECTION 1663b.** 79.035 (2) (a) 1. of the statutes is amended to read:

21   79.035 **(2)** (a) 1. For the distribution in 2004, each county and municipality will

22   receive a payment that is equal to the amount of the payments the county or

1 ~~municipality~~ <u>would have</u> received in 2003 under ss. 79.03, 79.058, and 79.06, <u>if not</u>

2 <u>for the reductions under s. 79.034,</u> less the amount of the reduction under subd. 2.

3 **SECTION 1664b.** 79.035 (2) (a) 2. of the statutes is amended to read:

4 79.035 **(2)** (a) 2. The department of revenue shall reduce the amount of the

5 payments to be distributed to each county ~~and municipality,~~ as determined under

6 subd. 1., by subtracting from such payments an amount based on the county's ~~or~~

7 ~~municipality's~~ population, as determined by the department, so that the total

8 amount of the reduction to all such payments in 2004 is ~~$40,000,000~~ <u>$20,000,000</u>,

9 except that the reduction applied to any county's ~~or municipality's~~ payment shall not

10 exceed the amount of the payments specified under subd. 1. distributed to the county

11 ~~or municipality~~ in 2003.

12 **SECTION 1666b.** 79.035 (2) (b) of the statutes is amended to read:

13 79.035 **(2)** (b) For the distribution in 2005 and subsequent years, each county

14 ~~and municipality~~ shall receive a payment under this section that is equal to the

15 amount of the payment determined for the county ~~or municipality~~ under par. (a) in

16 2004 ~~prior to the reductions under s. 79.036~~.".

17 **14.** Page 727, line 11: after that line insert:

18 "**SECTION 1669d.** 79.043 of the statutes is created to read:

19 **79.043 Municipal aid for basic public services. (1)** DEFINITIONS. In this

20 section:

21 (a) "Actual per capita conservation, development, and library cost" means a

22 municipality's actual expenditures, net of any related revenues, incurred in 2001 for

23 operations and capital outlays related to conservation, development, and library

24 services, as determined by the department of revenue, based on the financial reports

1   required under s. 73.10 (2) and recorded in the governmental and proprietary fund

2   types, divided by the municipality's 2002 population, except that "actual per capita

3   conservation, development, and library cost" may not be less than zero.

4   (b)   "Actual per capita public safety cost" means a municipality's actual

5   expenditures, net of any related revenues, incurred in 2001 for operations and

6   capital outlays related to public safety services, as determined by the department of

7   revenue, based on the financial reports required under s. 73.10 (2) and recorded in

8   the governmental and proprietary fund types, divided by the municipality's 2002

9   population, except that "actual per capita public safety cost" may not be less than

10   zero.

11   (c) "Adjusted per capita conservation, development, and library cost" means the

12   sum of a municipality's primary per capita conservation, development, and library

13   cost and the municipality's secondary per capita conservation, development, and

14   library cost.

15   (d) "Adjusted per capita public safety cost" means the sum of a municipality's

16   primary per capita public safety cost and the municipality's secondary per capita

17   public safety cost.

18   (e) "Aidable costs" means an amount calculated as follows:

19   1.   Add a municipality's adjusted per capita public safety cost to the

20   municipality's adjusted per capita conservation, development, and library cost.

21   2. Multiply the result under subd. 1. by the municipality's 2002 population.

22   3. Multiply the result under subd. 2. by the municipality's poverty factor.

23   (f) "Average per capita conservation, development, and library cost" means the

24   total 2001 conservation, development, and library expenditures, net of any related

25   revenues, for all municipalities that are eligible to receive a payment under this

1   section, divided by the total 2002 population for all municipalities that are eligible

2   to receive a payment under this section and that reported 2001 conservation,

3   development, and library expenditures.

4   (g) "Average per capita public safety cost" means the total 2001 public safety

5   expenditures, net of any related revenues, for all municipalities that are eligible to

6   receive a payment under this section, divided by the total 2002 population for all

7   municipalities that are eligible to receive a payment under this section and that

8   reported 2001 public safety expenditures.

9   (h) "Per capita full value" means the quotient of the 2002 equalized value of the

10   property of a municipality, excluding the incremental value in tax increment

11   districts, divided by the municipality's population in 2002.

12   (i) Notwithstanding s. 79.005 (2), "population" means the number of persons

13   residing in a municipality, as determined by the department of administration under

14   s. 16.96.

15   (j) "Poverty factor" means:

16   1. For municipalities that had a 2002 population of 50,000 or more, an amount

17   determined by dividing the percentage of the municipality's population with an

18   income at or below the poverty level, as determined in the 2000 federal decennial

19   census, by a percentage equal to the product of 1.3 multiplied by the percentage of

20   the state's population with an income at or below the poverty level, as determined

21   in the 2000 federal decennial census, except that a poverty factor determined under

22   this subdivision shall be no less than 1.0 and no more than 1.35.

23   2. For municipalities that had a 2002 population less than 50,000, 1.0.

24   (k) "Primary per capita conservation, development, and library cost" means a

25   municipality's actual per capita conservation, development, and library cost, not to

1   exceed an amount equal to one–half of the average per capita conservation,

2   development, and library cost, multiplied by 1.5.

3   (L) "Primary per capita public safety cost" means a municipality's actual per

4   capita public safety cost, not to exceed an amount equal to one–half of the average

5   per capita public safety cost, multiplied by 1.5.

6   (m) "Secondary per capita conservation, development, and library cost" means

7   a municipality's actual per capita conservation, development, and library cost in

8   excess of an amount equal to one–half of the average per capita conservation,

9   development, and library cost, but not to exceed an amount equal to the average per

10   capita conservation, development, and library cost, multiplied by 0.5.

11   (n) "Secondary per capita public safety cost" means a municipality's actual per

12   capita public safety cost in excess of an amount equal to one–half of the average per

13   capita public safety cost, but not to exceed an amount equal to the average per capita

14   public safety cost, multiplied by 0.5.

15   (o) "Sharing factor" means 1.0, minus the quotient of a municipality's per capita

16   full value divided by the standard value, except that if the quotient of a

17   municipality's per capita full value divided by the standard value is greater than 1.0,

18   the sharing factor is zero.

19   (p) "Standard value" means the per capita value that results in the distribution

20   of the entire funding level.

21   (2) ELIGIBILITY. Except as provided in sub. (3), in 2004 and in 2005, a

22   municipality is eligible for a payment under this section if the municipality is

23   incorporated and had a population in 2002 of at least 2,500 or the municipality is

24   unincorporated and had a population in 2002 of at least 5,000.

1   **(3)** EXCEPTIONS. A municipality shall not receive a payment under this section

2   if the sum of the municipality's actual per capita public safety cost for 2001 and the

3   municipality's actual per capita conservation, development, and library cost for 2001

4   is less than $50.

5   **(4)** PAYMENTS. Each municipality that is eligible to receive a payment under

6   this section shall receive a payment in 2004 and in 2005 that is equal to the greater

7   of the municipality's population in 2002 multiplied by $23 or the municipality's

8   aidable costs multiplied by the municipality's sharing factor.

9   **(5)** MINIMUM PAYMENT. (a) If the payment to any municipality under sub. (4)

10   in any year is less than 88.5% of the combined payments to the municipality under

11   ss. 79.03 and 79.06 in 2003, excluding payments under s. 79.04, the municipality has

12   an aids deficiency. The amount of the aids deficiency is the amount by which 88.5%

13   of the combined payments to the municipality under ss. 79.03 and 79.06 in 2003,

14   excluding payments under s. 79.04, exceeds the payment under sub. (4) to the

15   municipality in the current year.

16   (b) A municipality that has an aids deficiency shall receive a payment from the

17   amounts withheld under sub. (6) equal to its aids deficiency for that year.

18   **(6)** MAXIMUM PAYMENT. (a) In this subsection, "maximum allowable increase"

19   in any year means a percentage such that the sum for all municipalities in the year

20   of the excess of payments under sub. (4), over the payments as limited by the

21   maximum allowable increase, is equal to the sum of the aids deficiency under sub.

22   (5) in that year.

23   (b) If the payment to any municipality under sub. (4) in any year exceeds the

24   combined payments to the municipality under ss. 79.03 and 79.06 in 2003, excluding

1   payments under s. 79.04, by more than the maximum allowable increase, the excess

2   shall be withheld to fund the minimum payments in that year under sub. (5) (b).

3   **(7)** DISTRIBUTIONS. (a) In 2004, the total amount to be distributed to

4   municipalities under sub. (4) from the municipal aid account and s. 20.835 (1) (t) and

5   (u) is $567,957,200.

6   (b) In 2005, the total amount to be distributed to municipalities under sub. (4)

7   from the municipal aid account is $567,957,200.

8   (c) Beginning in 2006, no municipality may receive a payment under this

9   section.

10   **SECTION 1669e.** 79.044 of the statutes is created to read:

11   **79.044 Expenditure restraint supplemental aid. (1)** DEFINITIONS. In this

12   section:

13   (a) "Full value" has the meaning given in s. 79.05 (1) (a).

14   (b) "Inflation factor" has the meaning given in s. 79.05 (1) (am).

15   (c) "Municipal budget" has the meaning given in s. 79.05 (1) (b).

16   (d) "Property tax levy rate" has the meaning given in s. 79.05 (1) (c).

17   (e) "Valuation factor" has the meaning given in s. 79.05 (1) (d).

18   **(2)** ELIGIBILITY. A municipality is eligible for a payment under sub. (3) if it

19   fulfills all of the following requirements:

20   (a) It is eligible for a payment under s. 79.043.

21   (b) Its property tax levy rate for 2002 is greater than 8 mills.

22   (c) Its municipal budget, exclusive of principal and interest on long–term debt

23   and exclusive of revenue sharing payments under s. 66.0305 and recycling fee

24   payments under s. 289.645, for 2002 increased over its municipal budget, exclusive

25   of principal and interest on long–term debt and exclusive of revenue sharing

1   payments under s. 66.0305 and recycling fee payments under s. 289.645, for 2001 by

2   less than the sum of the inflation factor and the valuation factor, both as used to

3   determine eligibility for a payment under s. 79.05 in 2003, rounded to the nearest

4   0.10%.

5   **(3)** PAYMENTS. In 2004 and in 2005, each municipality that qualifies under sub.

6   (2) shall receive a payment calculated as follows:

7   (a) Subtract 8 mills from the municipality's property tax levy rate for 2002.

8   (b) Multiply the amount under par. (a) by the municipality's 2001 full value.

9   (c) Divide the amount under par. (b) by the total of the amounts under par. (b)

10   for all municipalities that qualify.

11   (d) Multiply the amount under par. (c) by $10,000,000.

12   **(4)** MINIMUM PAYMENT. (a) If the combined payments to any municipality under

13   sub. (3) and s. 79.043 in any year is less than 90% of the combined payments to the

14   municipality under ss. 79.03 and 79.06 in 2003, excluding payments under s. 79.04,

15   the municipality has an aids deficiency. The amount of the aids deficiency is the

16   amount by which 90% of the combined payments to the municipality under ss. 79.03

17   and 79.06 in 2003, excluding payments under s. 79.04, exceeds the combined

18   payments under sub. (3) and s. 79.043 to the municipality in the current year.

19   (b) A municipality that has an aids deficiency shall receive a payment from the

20   amounts withheld under sub. (5) equal to its aids deficiency for that year.

21   **(5)** MAXIMUM PAYMENT. (a) In this subsection, "maximum allowable increase"

22   in any year means a percentage such that the sum for all municipalities in the year

23   of the excess of the combined payments under sub. (3) and s. 79.043, over the

24   payments as limited by the maximum allowable increase, is equal to the sum of the

25   aids deficiencies under sub. (4) in that year.

1   (b) If the combined payments to any municipality under sub. (3) and s. 79.043

2   in any year exceed the combined payments to the municipality under ss. 79.03 and

3   79.06 in 2003, excluding payments under s. 79.04, by more than the maximum

4   allowable increase, the excess shall be withheld to fund the minimum payments in

5   that year under sub. (4) (b).

6   **(6)** DISTRIBUTIONS. (a) Beginning in 2004 and ending with the distribution in

7   2005, the total amount to be distributed each year to municipalities under sub. (4)

8   from the municipal aid account is $10,000,000.

9   (b) Beginning in 2006, no municipality may receive a payment under this

10   section.

11   SECTION 1669f. 79.045 of the statutes is created to read:

12   **79.045 Small municipalities state aid. (1)** DEFINITIONS. In this section:

13   (a) "Actual per capita conservation, development, and library cost" has the

14   meaning given in s. 79.043 (1) (a).

15   (b) "Actual per capita public safety cost" has the meaning given in s. 79.043 (1)

16   (b).

17   (c) Notwithstanding s. 79.005 (2), "population" means the number of persons

18   residing in a municipality, as determined by the department of administration under

19   s. 16.96.

20   **(2)** ELIGIBILITY. In 2004 and in 2005, a municipality is eligible for a payment

21   under this section if the municipality is incorporated and had a population in 2002

22   of less than 2,500; the municipality is unincorporated and had a population in 2002

23   of less than 5,000; or the sum of the municipality's actual per capita public safety cost

24   for 2001 and the municipality's actual per capita conservation, development, and

25   library cost for 2001 is less than $50.

1   **(3)** PAYMENTS. Each municipality that is eligible to receive a payment under

2   this section shall receive a payment in 2004 and in 2005 that is equal to the combined

3   payments to the municipality under ss. 79.03 and 79.06 in 2003, excluding payments

4   under s. 79.04, multiplied by a percentage that results in the distribution of the

5   entire funding level.

6   **(4)** DISTRIBUTIONS. (a) Beginning in 2004 and ending with the distribution in

7   2005, the total amount to be distributed each year to municipalities under sub. (3)

8   from the municipal aid account is $125,145,000.

9   (b) Beginning in 2006, no municipality may receive a payment under this

10   section.

11   SECTION **1669g.** 79.046 of the statutes is created to read:

12   **79.046 Municipal aid distribution.** Beginning in 2006, the amount to be

13   distributed to municipalities is $703,102,200.".

14   **15.** Page 1084, line 11: after that line insert:

15   "(3m) COMMITTEE TO STUDY DISTRIBUTION OF STATE AID TO MUNICIPALITIES. The

16   joint committee on legislative organization may create a joint committee to study the

17   distribution of state aid to municipalities and to make a recommendation for the

18   distribution of $703,102,200 to municipalities, beginning in 2006. The committee

19   shall report its findings, conclusions, and recommendations to the legislature in the

20   manner provided under section 13.172 (2) of the statutes no later than December 31,

21   2004. The legislative fiscal bureau shall assist the committee.".

22   **16.** Page 1134, line 16: delete "(db)" and substitute "(dd)".

23   **17.** Page 1134, line 17: after that line insert:

1   "(1m) MUNICIPAL AID DISTRIBUTION ACCOUNT. The treatment of sections 20.835

2   (1) (de) and 79.01 (2f) of the statutes takes effect on July 1, 2006.".

3   **(END)**