

2003 DRAFTING REQUEST**Senate Amendment (SA-SB44)**Received: **06/09/2003**Received By: **jkreye**Wanted: **Today**

Identical to LRB:

For: **Legislative Fiscal Bureau**By/Representing: **Olin**This file may be shown to any legislator: **NO**Drafter: **jkreye**

May Contact:

Addl. Drafters:

Subject: **Tax - property**

Extra Copies:

Submit via email: **YES**

Requester's email:

Carbon copy (CC:) to: **joseph.kreye@legis.state.wi.us****Pre Topic:**

LFB:.....Olin -

Topic:

Use value assessment modifications

Instructions:

See Attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/1	jkreye 06/09/2003	chanaman 06/09/2003	rschluet 06/09/2003	_____	lemery 06/09/2003		
/2	jkreye 06/09/2003	wjackson 06/09/2003	pgreensl 06/09/2003	_____	mbarman 06/09/2003		

FE Sent For:

<END>

2003 DRAFTING REQUEST

Senate Amendment (SA-SB44)

Received: 06/09/2003

Received By: jkreye

Wanted: Today

Identical to LRB:

For: Legislative Fiscal Bureau

By/Representing: Olin

This file may be shown to any legislator: NO

Drafter: jkreye

May Contact:

Addl. Drafters:

Subject: Tax - property

Extra Copies:

Submit via email: YES

Requester's email:

Carbon copy (CC:) to: joseph.kreye@legis.state.wi.us

Pre Topic:

LFB:.....Olin -

Topic:

Use value assessment modifications

Instructions:

See Attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/1	jkreye 06/09/2003	chanaman 06/09/2003	rschluet 06/09/2003	6/9	lemery 06/09/2003		

FE Sent For:

12 WLJ 6/9

6/9

6/9

PS/cph

PS

<END>

2003 DRAFTING REQUEST

Senate Amendment (SA-SB44)

Received: 06/09/2003

Received By: jkreye

Wanted: Today

Identical to LRB:

For: Legislative Fiscal Bureau

By/Representing: Olin

This file may be shown to any legislator: NO

Drafter: jkreye

May Contact:

Addl. Drafters:

Subject: Tax - property

Extra Copies:

Submit via email: YES

Requester's email:

Carbon copy (CC:) to: joseph.kreye@legis.state.wi.us

Pre Topic:

LFB:.....Olin -

Topic:

Use value assessment modifications

Instructions:

See Attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/1	jkreye	cut 1 ela					

FE Sent For:

<END>

6

Kreye, Joseph

From: Olin, Rick
Sent: Saturday, June 07, 2003 1:39 PM
To: Kreye, Joseph
Cc: Ammerman, Fred
Subject: Use Value

Re Motion #193,
we have received a draft on the "swamp or waste" and "productive forest land" provisions,
but we have not yet received a draft on the use value provision. See the first two lines at the top of page 2.
Thanks.

~~re b0369/1~~

b0355/1 - undeveloped land

Specify that any modifications to the use value formula be approved through the administrative rule process before they take effect.

Provide \$1,000,000 GPR annually to DATCP for grants to ethanol producers.

Delete \$500,000 GPR annually from DATCP's soil and water resource management program.

Provide Tourism an additional \$500,000 GPR annually for tourism marketing.

Note:

The motion includes Alternatives #3 and #5 from Paper #686, although Alternative #5 has been modified to reflect earlier actions of the Committee affecting the amount of the farmland preservation credit.

For purposes of property taxation, real estate is grouped under seven property classifications. Current law includes property that is a bog, marsh, lowland brush, uncultivated land zoned as shoreland and mapped as wetland, or other nonproductive land in the "swamp or waste" classification. This motion would change the name of this classification to "undeveloped land." In addition, certain property classified as productive forest land would be classified under a new category called "agricultural forest." To qualify for this classification, the property would have to be on a parcel that contains agricultural land or be contiguous to a parcel containing agricultural land, provided both parcels are owned by the same person. Property that is classified as undeveloped land or as agricultural forest would be assessed at 50% of its fair market value, as opposed to 100% of its fair market value under current law. Similar treatment would be extended to DOR's determination of equalized values.

The two new classifications would necessitate changes to cross-references in other sections of the statutes pertaining to requirements regarding the assessment level of major classes of property, penalties on agricultural land converted to other uses, and decennial adjustments to the per acre tax under the forest crop land program. In addition to the cross reference change, the motion would modify current law provisions pertaining to the assessment level of major classes of property in a more substantive way. Currently, municipalities must achieve a ratio of assessed value to equalized value of 90%, or higher, for each locally assessed major class of property, except agricultural land, at least once every four years. Municipalities not meeting the requirement must do so in the succeeding year or participate in a Department of Revenue training program. Major class of property is defined as any class that includes 5% or more of the municipality's equalized value. For purposes of this requirement, property under the swamp or waste, productive forest land, and other classifications are considered a single class. The motion would modify this provision so that each of these types of property, as well as the two new



State of Wisconsin
2003 - 2004 LEGISLATURE

LRBb0388/1

JK:.....
cmh

LFB:.....Olin – Use value assessment modifications

FOR 2003-05 BUDGET — NOT READY FOR INTRODUCTION

SENATE AMENDMENT ,

TO 2003 SENATE BILL 44

in 6-9-03
SOON

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

2 1. Page 667, line 16: after that line insert:

3 (u) SECTION 1536m. 70.32 (2r) (d) of the statutes is created to read:

4 70.32 (2r) (d) Any modification by the department of revenue to the valuation
5 method as described under par. (c) shall be approved as rules under subchapter II of
6 ch. 227.”.

7 (END)



State of Wisconsin
2003 - 2004 LEGISLATURE

LRBb0388/1
JK:cmh:rs

12
RMR ENLJ

LFB:.....Olin - Use value assessment modifications

FOR 2003-05 BUDGET - NOT READY FOR INTRODUCTION

SENATE AMENDMENT ,

TO 2003 SENATE BILL 44

in 6-9-03

the procedures need to
implement

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

2 1. Page 667, line 16: after that line insert:

3 "SECTION 1536m. 70.32 (2r) (d) of the statutes is created to read:

4 70.32 (2r) (d) Any modification by the department of revenue to the valuation
5 method as described under par. (c) shall be approved as rules under subchapter II of
6 ch. 227."

7 (END)

