

2003 DRAFTING REQUEST

Senate Amendment (SA-SB77)

Received: **04/01/2003**

Received By: **pgrant**

Wanted: **As time permits**

Identical to LRB:

For: **Alberta Darling (608) 266-5830**

By/Representing: **Tom Petri**

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

Drafter: **pgrant**

May Contact:

Addl. Drafters:

Subject: **Education - MPS**

Extra Copies: **MJL**

Submit via email: **YES**

Requester's email: **Sen.Darling@legis.state.wi.us**

Carbon copy (CC:) to:

Pre Topic:

No specific pre topic given

Topic:

Unfunded prior service liability contributions

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>
/?	pgrant 04/01/2003	kgilfoy 04/01/2003		_____			
/1			jfrantze 04/02/2003	_____	amentkow 04/02/2003	amentkow 04/02/2003	

FE Sent For:

<END>

2003 DRAFTING REQUEST

Senate Amendment (SA-SB77)

Received: 04/01/2003

Received By: pgrant

Wanted: As time permits

Identical to LRB:

For: Alberta Darling (608) 266-5830

By/Representing: Tom Petri

This file may be shown to any legislator: NO

Drafter: pgrant

May Contact:

Addl. Drafters:

Subject: Education - MPS

Extra Copies: MJL

Submit via email: YES

Requester's email: Sen.Darling@legis.state.wi.us

Carbon copy (CC:) to:

Pre Topic:

No specific pre topic given

Topic:

Unfunded prior service liability contributions

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/?	pgrant	1-4/1 Kmg	J 6/4/2	J/Rs 2/2			

FE Sent For:

<END>

Grant, Peter

From: Petri, Tom
Sent: Tuesday, April 01, 2003 3:58 PM
To: Grant, Peter
Subject: amendment

1) The title mentions the city of Milwaukee and the Milwaukee Public Schools. Ch 119.498 never mentions either, but refers to "a city of the first class" for Milwaukee which is the only city of the first class and "the board" or "the board of school directors" for MPS. To assure that this cannot be challenged on any technical inconsistency, we would suggest that the terms above replace "city of Milwaukee" and "milwaukee public schools" in the title.

2) Page three line 1 indicates that "...the board shall include in its budget submitted to the common council under s 119.16 (8) (b) a written notice of the amount (the word "of" should also be deleted) necessary...".

The intent of our proposed amendment is that the board include in its adopted budget an amount necessary... A mere notice of the amount necessary is insufficient. The board budget must include the amount necessary to pay principal of ...in its budget.

delete "a written notice specifying the amount necessary"
+ substit "an amt sufficient"

Tom Petri
Office of State Senator Alberta Darling
608-266-5830 / 1-800-863-1113
317 East

2003 SENATE BILL 77

March 20, 2003 - Introduced by Senators DARLING, REYNOLDS and LAZICH, cosponsored by Representatives STONE, MONTGOMERY, BIES, GROTHMAN, HINES, GIELOW and MCCORMICK. Referred to Committee on Homeland Security, Veterans and Military Affairs and Government Reform.

1 AN ACT *to amend* 67.12 (12) (a), 119.49 (5) and 119.498; and *to create* 119.498
2 (3) of the statutes; **relating to:** promissory notes issued by the city of
3 Milwaukee to pay for unfunded prior service liability contributions of the
4 Milwaukee Public Schools under the Wisconsin Retirement System.

Analysis by the Legislative Reference Bureau

Current law allows the board of the Milwaukee Public Schools to direct the Milwaukee Common Council to issue promissory notes for the purpose of paying unfunded prior service liability contributions under the Wisconsin Retirement System. The notes must be repaid within 10 years.

Under this bill, the Milwaukee Common Council is not required to issue the notes. If the common council does so, the notes must be repaid within 20 years. The bill also provides that the sum of the amount of the notes that are outstanding and the amount of bonds issued by the common council to construct school buildings or purchase school sites that are outstanding at any time may not exceed 2% of the total value of all taxable property in the city of Milwaukee. Under current law, the latter amount alone is subject to the 2% limit.

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:

SENATE BILL 77

1 **SECTION 1.** 67.12 (12) (a) of the statutes is amended to read:

2 67.12 (12) (a) Any municipality may issue promissory notes as evidence of
3 indebtedness for any public purpose, as defined in s. 67.04 (1) (b), including but not
4 limited to paying any general and current municipal expense, and refunding any
5 municipal obligations, including interest on them. Each note, plus interest if any,
6 shall be repaid within 10 years after the original date of the note, except that notes
7 issued under this section for purposes of ss. 119.498, 145.245 (12m), 281.58, 281.59,
8 281.60 and 281.61, or to raise funds to pay a portion of the capital costs of a
9 metropolitan sewerage district, shall be repaid within 20 years after the original date
10 of the note.

11 **SECTION 2.** 119.49 (5) of the statutes is amended to read:

12 119.49 (5) The sum of the amount of such school bonds outstanding and the
13 amount of notes under s. 119.498 outstanding at any time shall not be greater than
14 2% of the total value of all taxable property in the city as certified under s. 121.06 (2).
15 The tax levied to pay the interest and principal on such school bonds shall be in
16 addition to the tax levied for general purposes upon all the taxable property of the
17 city. The limit under s. 67.03 (1) (a) does not apply to bonds under this section.

18 **SECTION 3.** 119.498 of the statutes is amended to read:

19 **119.498 Promissory notes; unfunded prior service liability**
20 **contributions.** (1) The board may adopt a resolution ~~directing~~ requesting the
21 common council of the city to issue promissory notes under s. 67.12 (12) for the
22 purpose school purposes consisting of paying unfunded prior service liability
23 contributions under the Wisconsin ~~retirement system~~ Retirement System.

24 (2) If the board adopts a resolution under sub. (1), and the common council
25 issues the notes, annually the board shall include in its budget transmitted to the

SENATE BILL 77

1 common council under s. 119.16 (8) (b) ~~a written notice specifying the amount of~~
2 ~~borrowing to be authorized in the budget for the ensuing year. The common council~~
3 ~~shall issue the notes and levy a direct annual irrevocable tax sufficient~~ ^{as amt suff.} necessary
4 to pay the principal of and interest and redemption premium on the notes as they
5 become due. The common council may issue the notes by at public or private sale.

6 **SECTION 4.** 119.498 (3) of the statutes is created to read:

7 119.498 (3) The sum of the amount of notes under this section that are
8 outstanding and the amount of bonds under s. 119.49 that are outstanding at any
9 time may not exceed 2% of the total value of all taxable property in the city as certified
10 under s. 121.06 (2). The limit under s. 67.03 (1) (a) does not apply to notes under this
11 section.

12

(END)

2003

Date (time) needed

soon

LRBa 0415, 1

AMENDMENT

PG King:

See form AMENDMENTS — COMPONENTS & ITEMS.

S A AMENDMENT

TO S A AMENDMENT (LRBa 1),
TO S A SUBSTITUTE AMENDMENT (LRBs 1),
TO 2003 SB SJR SR AB AJR AR 77 (LRB- 1)

At the locations indicated, amend the bill as follows:

(fill ONLY if "engrossed ..." or "as shown by")

#. Page 1, line 2: delete "the city of" and substitute "a 1st class city".

#. Page 1, line 3: delete "Milwaukee".

#. Page 1, line 4: delete "Milwaukee Public Schools" and substitute "1st class city school district".

#. Page 3, line 1: delete that line and substitute

Notice common council under s. 119.16(2)(b) a written notice specifying the amount of

#. Page 3, line 3: delete "sufficient necessary" and substitute "sufficient".

(End)

03a0415/

Senate Amdt. 1

CCC

to 2003 SB-77

#. Page 1, line 8: delete

"substitute "sufficient".

and substitute

"substitute "sufficient".

KMG:



State of Wisconsin
2003 - 2004 LEGISLATURE

LRBa0415/1
PG:kmg:jf

SENATE AMENDMENT 1,
TO 2003 SENATE BILL 77

April 9, 2003 - Offered by Senator DARLING.

- 1 At the locations indicated, amend the bill as follows:
- 2 1. Page 1, line 2: delete "the city of" and substitute "a 1st class city".
- 3 2. Page 1, line 3: delete "Milwaukee".
- 4 3. Page 1, line 4: delete "Milwaukee Public Schools" and substitute "1st class
- 5 city school district".
- 6 4. Page 3, line 1: delete that line and substitute "common council under s.
- 7 119.16 (8) (b) ~~a written notice specifying the an amount of~~".
- 8 5. Page 3, line 3: delete "sufficient necessary" and substitute "sufficient".

9

(END)

Handwritten notes and signatures: "sufficient" circled, "CCC" circled, and a signature.



State of Wisconsin
2003-2004 LEGISLATURE

CORRECTIONS IN:

**SENATE AMENDMENT 1,
TO 2003 SENATE BILL 77**

Prepared by the Legislative Reference Bureau
(April 30, 2003)

1. Page 1, line 8: delete "substitute sufficient." and substitute "substitute
"sufficient"."