

**ASSEMBLY AMENDMENT 1,  
TO 2003 ASSEMBLY BILL 437**

October 29, 2003 – Offered by COMMITTEE ON RURAL DEVELOPMENT.

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

2           **1.** Page 3, line 4: after that line insert:

3           “**SECTION 1j.** 66.1105 (2) (f) 3. of the statutes is amended to read:

4           66.1105 **(2)** (f) 3. Notwithstanding subd. 1. and except as provided in s. 60.23  
5 (32) (b), project costs may not include any expenditures made or estimated to be made  
6 or monetary obligations incurred or estimated to be incurred by the city for newly  
7 platted residential development for any tax incremental district for which a project  
8 plan is approved after September 30, 1995.

9           **SECTION 1p.** 66.1105 (5) (cg) of the statutes is created to read:

10           66.1105 **(5)** (cg) If a city annexes town territory that contains part of a district  
11 that is created under s. 60.23 (32), the tax incremental base of the district shall be  
12 redetermined, by subtracting from the tax incremental base the value of the taxable  
13 property that is annexed from the existing district, as of the January 1 next

1 preceding the effective date of the annexation if the annexation becomes effective  
2 between January 2 and September 30, as of the next subsequent January 1 if the  
3 annexation becomes effective between October 1 and December 31 and if the effective  
4 date of the annexation is January 1 of any year, the redetermination shall be made  
5 on that date. The tax incremental base as redetermined under this paragraph is  
6 effective for the purposes of this section only if it less than the original tax  
7 incremental base determined under par. (b).

8 **SECTION 1t.** 66.1105 (12) of the statutes is created to read:

9 **66.1105 (12) TREATMENT OF TOWN DISTRICTS, ANNEXATION.** (a) If a city annexes  
10 town territory that contains part of a tax incremental district that is created under  
11 s. 60.23 (32), the city and the town shall negotiate an agreement under which the city  
12 agrees to reimburse the town for the district-related costs for which the town is liable  
13 and which would have been paid for by tax increments allocated under sub. (6).

14 (b) If a city annexes town territory that contains an entire tax incremental  
15 district that is created under s. 60.23 (32), the town shall dissolve the district and the  
16 city and town shall negotiate an agreement under which the city agrees to assume  
17 liability for all or part of the district's outstanding project costs or other liabilities  
18 that are related to the district.”.

19 **2.** Page 3, line 23: after that line insert:

20 **“SECTION 3m. Effective date.**

21 (1) This act takes effect on October 1, 2003.”.

22 (END)