



# State of Wisconsin

## LEGISLATIVE REFERENCE BUREAU

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STEPHEN R. MILLER  
CHIEF

March 15, 2005

## MEMORANDUM

**To:** Representative Gottlieb

**From:** Marc E. Shovers, Sr. Legislative Attorney, (608) 266-0129

**Subject:** Technical Memorandum to **2005 AB-147** (LRB 05-2231/1)

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We received the attached technical memorandum relating to your bill. This copy is for your information and your file. If you wish to discuss this memorandum or the necessity of revising your bill or preparing an amendment, please contact me.

**MEMORANDUM**

March 8, 2005

**TO:** Marc Shovers  
Legislative Reference Bureau

**FROM:** Blair Kruger  
Department of Revenue

**SUBJECT:** Technical Memorandum on Assembly Bill 147 – Technical Changes to the TIF (Tax Increment Financing) Statutes

The Department of Revenue (DOR) has several concerns regarding Assembly Bill 147.

The author may wish to consider an October 1, 2005 effective date for Section 1 (25% of vacant land in mixed-use TIDs), Section 4 (single amendment), and Section 6 (base revaluation) to provide time for the Department to develop guidelines and forms, modify computer programs, and to provide consistency in the administration of rules during the TID year cycle.

Amended sec. 66.1105 (5) (ce) would allow a city to subtract the value of city-owned property when re-determining the base value of a TID. The author may wish to amend sec. 6.1105 (5) (c) the same way as sec. 66.1105 (5) (ce) since both pars. (c) and (ce) refer to the base value redetermination after additions or subtractions of territory.

The proposed legislation makes no provision for the funding of the costs involved in administering the activities required. If the author wishes to provide funding, appropriation language could be developed and costs allocated in the following manner:

	<u>Chapter 20</u>	<u>Amount</u>	<u>FTE</u>
annual	s. 20.566 (1) (go)	\$35,600	1

To fund the substantially increased workload, Section 4 could be amended to require a separate \$1,000 fee for each addition or subtraction of a territory even if both changes are counted as a single amendment against the boundary modification limit.

If you have any questions regarding this technical memorandum or administrative costs, please contact Milda Aksamitauskas at (608) 261-5173 or [milda.aksamitauskas@dor.state.wi.us](mailto:milda.aksamitauskas@dor.state.wi.us).

cc: Representative Gottlieb