State of Wisconsin

LEGISLATIVE REFERENCE BUREAU

RESEARCH APPENDIX -

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Date Transfer Requested: 11/17/2004 (Per: RAC)

☞ The 2003 drafting file for LRB 03–4353

has been transferred to the drafting file for

2005 LRB 05–0561

Part 03 of 03

☞ This cover sheet, the final request sheet, and the final version of the 2003 draft were copied on yellow paper, and returned to the original 2003 drafting file.

☞ The attached 2003 draft was incorporated into the new 2005 draft listed above. For research purposes, this cover sheet and the complete drafting file were transferred, as a separate appendix, to the 2005 drafting file. If introduced this section will be scanned and added, as a separate appendix, to the electronic drafting file folder.

State of Wisconsin
2003 – 2004 LEGISLATURE

LRB–4353/3
RAC:kmg&cs:pg

2003 BILL

AN ACT ***to renumber and amend*** 18.06 (8) (a) and 18.08 (1) (a); ***to amend*** 18.01 (4) (intro.), 18.08 (2), 18.08 (4), 18.09 (2), 18.55 (5), 18.61 (5), 18.70, 18.74, 18.75 (2), 18.75 (4), 20.115 (2) (d), 20.115 (7) (b), 20.115 (7) (f), 20.190 (1) (c), 20.190 (1) (d), 20.190 (1) (i), 20.190 (1) (j), 20.225 (1) (c), 20.225 (1) (i), 20.245 (1) (e), 20.245 (1) (j), 20.250 (1) (c), 20.250 (1) (e), 20.255 (1) (d), 20.285 (1) (d), 20.285 (1) (db), 20.285 (1) (fh), 20.285 (1) (ih), 20.285 (1) (je), 20.285 (1) (jq), 20.285 (1) (kd), 20.285 (1) (km), 20.285 (1) (ko), 20.285 (5) (i), 20.320 (1) (c), 20.320 (1) (t), 20.320 (2) (c), 20.370 (7) (aa), 20.370 (7) (ac), 20.370 (7) (ag), 20.370 (7) (aq), 20.370 (7) (ar), 20.370 (7) (at), 20.370 (7) (au), 20.370 (7) (bq), 20.370 (7) (ca), 20.370 (7) (cb), 20.370 (7) (cc), 20.370 (7) (cd), 20.370 (7) (ce), 20.370 (7) (cf), 20.370 (7) (cg), 20.370 (7) (ea), 20.370 (7) (eq), 20.370 (7) (er), 20.395 (6) (af), 20.395 (6) (aq), 20.395 (6) (ar), 20.410 (1) (e), 20.410 (1) (ec), 20.410 (1) (ko), 20.410 (3) (e), 20.435 (2) (ee), 20.435 (6) (e), 20.465 (1) (d), 20.485 (1) (f), 20.485 (1) (go), 20.485 (3) (t), 20.485 (4) (qm), 20.505 (4) (es), 20.505 (4) (et), 20.505 (4)

1 (ha), 20.505 (4) (hb), 20.505 (5) (c), 20.505 (5) (g), 20.505 (5) (kc), 20.855 (8) (a),
2 20.866 (intro.), 20.866 (1) (u), 20.867 (1) (a), 20.867 (1) (b), 20.867 (3) (a), 20.867
3 (3) (b), 20.867 (3) (bm), 20.867 (3) (bp), 20.867 (3) (br), 20.867 (3) (bt), 20.867 (3)
4 (g), 20.867 (3) (h), 20.867 (3) (i) and 20.867 (3) (q); ***to repeal and recreate***
5 20.395 (6) (af) and 20.866 (1) (u); and ***to create*** 18.06 (8) (a) 1., 18.06 (8) (a) 2.,
6 18.06 (8) (am), 18.06 (8) (d), 18.08 (1) (a) 2. and 18.73 (5) of the statutes;
7 **relating to:** agreements and ancillary arrangements relating to public debt
8 and other obligations and making appropriations.

Analysis by the Legislative Reference Bureau

Currently, the Building Commission (commission) may enter into agreements and ancillary arrangements relating to public debt. This bill provides that, at the time of entering into the agreements or ancillary arrangements, or in anticipation thereof, the commission must determine, if applicable, whether the payment will be deposited into, and whether the payment will be made from, the bond security and redemption fund or the capital improvement fund.

The bill also establishes a number of conditions relating to interest exchange agreements. These include all of the following:

1. The commission must contract with an independent financial consulting firm to determine if the terms and conditions of the agreement reflect a fair market value, as of the proposed date of the execution of the agreement. Under the bill, the commission may not enter into an agreement unless it determines that the terms and conditions of the agreement reflect such a fair market value.

2. The total notional amounts that are contracted under the agreements may not exceed 20 percent of the sum of the state's outstanding public debt and operating notes.

3. No agreement may have a notional principal amount with a maturity exceeding the maturity of the public debt to which the agreement relates. The authorizing resolution for any agreement must identify the public debt to which the agreement relates.

4. The counterparty to an agreement must have a credit rating from a nationally recognized rating agency that is at least equal to the rating assigned the state by that nationally recognized rating agency on its public debt at the time that the commission enters into the agreement. In addition, every agreement must require that, if the credit rating of a counterparty is downgraded during the term of the agreement, the agreement must be collateralized for the remainder of the agreement or until such time that the credit rating of the counterparty is upgraded to at least the credit rating assigned the state by any nationally recognized credit

rating agency on its public debt at the time that the commission entered into the agreement, whichever occurs first, with securities and on terms meeting such rating agency's criteria for the required rating assigned the counterparty at the time of entering into the agreement.

5. Before entering into any interest exchange agreement, the commission must establish guidelines relating to the conditions under which the commission may enter into the agreements; the methods by which the commission may solicit and procure the agreements; the form and content of the agreements; the aspects of risk exposure associated with the agreements; the standards and procedures for counterparty selection; the standards for the procurement of, and the setting aside of reserves in connection with, the agreements; the provisions for collateralization or other requirements for securing any counterparty's obligations under the agreements; the long–term financial implications of entering into the agreements; the methods to be used to provide an accounting for the agreements in any state financial statements; and a system for financial monitoring and periodic assessment of the agreements.

Finally, the bill requires the Department of Administration to issue a semiannual report that includes a description of each agreement, including a summary of its terms and conditions, rates, maturity, and the estimated market value of each agreement; an accounting of amounts that were required to be paid and received on each agreement; any credit enhancement, liquidity facility, or reserves, including an accounting of all such costs and expenses incurred by the state; a description of the counterparty to each agreement; and an assessment of the counterparty risk, the termination risk, and other risks associated with each agreement.

For further information see the ***state*** 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:

1 **SECTION 1.** 18.01 (4) (intro.) of the statutes is amended to read:

2 18.01 **(4)** (intro.) "Public debt" or "debt" means every voluntary, unconditional
3 undertaking by the state, other than an operating note ~~or an interest exchange~~
4 ~~agreement~~, to repay a sum certain:

5 **SECTION 2.** 18.06 (8) (a) of the statutes is renumbered 18.06 (8) (a) (intro.) and
6 amended to read:

18.06 **(8)** (a) (intro.) ~~The~~ Subject to par. (am), at the time of, or in anticipation of, contracting public debt and at any time thereafter while the public debt is outstanding, the commission may enter into agreements and ancillary arrangements ~~for~~ relating to the public debt, including liquidity facilities, remarketing or dealer agreements, letter of credit agreements, insurance policies, guaranty agreements, reimbursement agreements, indexing agreements, or interest exchange agreements. At the time of contracting for any such agreement or ancillary arrangement, the commission shall determine all of the following, if applicable:

SECTION 3. 18.06 (8) (a) 1. of the statutes is created to read:

18.06 **(8)** (a) 1. For any payment to be received with respect to the agreement or ancillary arrangement, whether the payment will be deposited into the bond security and redemption fund or the capital improvement fund.

SECTION 4. 18.06 (8) (a) 2. of the statutes is created to read:

18.06 **(8)** (a) 2. For any payment to be made with respect to the agreement or ancillary arrangement, whether the payment will be made from the bond security and redemption fund or the capital improvement fund and the timing of any transfer of funds.

SECTION 5. 18.06 (8) (am) of the statutes is created to read:

18.06 **(8)** (am) With respect to any interest exchange agreement or agreements specified in par. (a) (intro.), all of the following shall apply:

1. The commission shall contract with an independent financial consulting firm to determine if the terms and conditions of the agreement reflect a fair market value, as of the proposed date of the execution of the agreement. The commission may not enter into an interest exchange agreement unless it determines that the terms and conditions of the agreement reflect such a fair market value.

2. The total notional amounts that are contracted under the agreements may not exceed 20 percent of the sum of the state's outstanding public debt and operating notes, as defined in s. 18.71 (4).

3. No interest exchange agreement may have a notional principal amount with a maturity exceeding the maturity of the public debt to which the agreement relates. The authorizing resolution for any such agreement must identify the public debt to which the agreement relates.

4. The counterparty to an interest exchange agreement, or a guarantor of the counterparty's obligations, must have a credit rating from a nationally recognized rating agency that is at least equal to the rating assigned the state by that nationally recognized rating agency on its public debt at the time that the commission enters into the agreement. Every such agreement shall require that, if the credit rating of a counterparty or guarantor is downgraded during the term of the agreement, so that it no longer meets that rating requirement, the agreement or guaranty must be collateralized for the remainder of the agreement or until such time that the credit rating of the counterparty or guarantor is upgraded to at least the credit rating assigned the state by any nationally recognized credit rating agency on its public debt at the time that the commission entered into the agreement, whichever occurs first, with securities and on terms meeting such rating agency's criteria for the required rating. Every agreement shall also specify that any such collateral must be deposited in the state treasury or in a distinct fund outside the state treasury, in an account maintained by a 3rd–party custodian.

5. Before entering into any interest exchange agreement, the commission shall establish guidelines for any such agreement, including specifically all of the following:

1 a. The conditions under which the commission may enter into the agreements.
2 b. The methods by which the commission may solicit and procure the
3 agreements.
4 c. The form and content of the agreements.
5 d. The aspects of risk exposure associated with the agreements.
6 e. The standards and procedures for counterparty selection.
7 f. The standards for the procurement of, and the setting aside of reserves in
8 connection with, the agreements.
9 g. The provisions for collateralization or other requirements for securing any
10 counterparty's obligations under the agreements.
11 h. The long–term financial implications of entering into the agreements
12 relating to the costs of borrowing, historical trends, use of capacity for variable rate
13 bonds and related credit enhancements, any potential impact on the future ability
14 to call public debt, including the opportunities to refund related public debt, and
15 similar considerations.
16 i. The methods to be used to provide an accounting for the agreements in any
17 state financial statements.
18 j. A system for financial monitoring and periodic assessment of the agreements.
19 **SECTION 6.** 18.06 (8) (d) of the statutes is created to read:
20 18.06 **(8)** (d) Semiannually, during any year in which the state is a party to an
21 agreement entered into pursuant to par. (a) (intro.), the department of
22 administration shall submit a report to the commission and to the cochairpersons of
23 the joint committee on finance listing all such agreements. The report shall include
24 all of the following:

1. A description of each agreement, including a summary of its terms and conditions, rates, maturity, and the estimated market value of each agreement.

2. An accounting of amounts that were required to be paid and received on each agreement.

3. Any credit enhancement, liquidity facility, or reserves, including an accounting of all such costs and expenses incurred by the state.

4. A description of the counterparty to each agreement.

5. An assessment of the counterparty risk, the termination risk, and other risks associated with each agreement.

SECTION 7. 18.08 (1) (a) of the statutes is renumbered 18.08 (1) (a) (intro.) and amended to read:

18.08 **(1)** (a) (intro.) All moneys resulting from the contracting of public debt or any payment to be received with respect to any agreement or ancillary arrangement entered into under s. 18.06 (8) (a) with respect to any such public debt shall be credited to a separate and distinct fund, established in the state treasury, designated as the capital improvement fund, except that ~~such~~:

1. Such moneys which represent ~~premium and~~ accrued interest on bonds ~~or notes~~ issued, or are for purposes of funding or refunding bonds pursuant to s. 18.06 (5), shall be credited to one or more of the sinking funds of the bond security and redemption fund or to the state building trust fund~~.~~; and

SECTION 8. 18.08 (1) (a) 2. of the statutes is created to read:

18.08 **(1)** (a) 2. Any such moneys that represent premium or any payments received pursuant to any agreement or ancillary arrangement entered into under s. 18.06 (8) (a) with respect to any such public debt may be credited to one or more of

the sinking funds of the bond security and redemption fund or to the capital improvement fund, as determined by the commission.

SECTION 9. 18.08 (2) of the statutes is amended to read:

18.08 **(2)** The capital improvement fund may be expended, pursuant to appropriations, only for the purposes and in the amounts for which the public debts have been contracted, for the payment of principal and interest on loans or on notes, for the payment due, if any, under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a) with respect to any such public debt, for the purposes identified under s. 20.867 (2) (v) and (4) (q), and for expenses incurred in contracting public debt.

SECTION 10. 18.08 (4) of the statutes is amended to read:

18.08 **(4)** If at any time it appears that there will not be on hand in the capital improvement fund sufficient moneys for the payment of principal and interest on loans or on notes or for the payment due, if any, under an agreement or ancillary arrangement that has been entered into under s. 18.06 (8) (a) with respect to any public debt and that has been determined to be payable from the capital improvement fund under s. 18.06 (8) (a) 2., the department of administration shall transfer to such fund, out of the appropriation made pursuant to s. 20.866, a sum sufficient which, together with any available money on hand in such fund, is sufficient to make such payment.

SECTION 11. 18.09 (2) of the statutes is amended to read:

18.09 **(2)** Each sinking fund shall be expended, and all moneys from time to time on hand therein are irrevocably appropriated, in sums sufficient, only for the payment of principal and interest on the bonds giving rise to it ~~and~~, premium, if any, due upon ~~refunding~~ redemption of any such bonds, and payment due, if any, under

an agreement or ancillary arrangement that has been entered into under s. 18.06 (8) (a) with respect to any such bonds and that has been determined to be payable from the bond security and redemption fund under s. 18.06 (8) (a) 2.

SECTION 12. 18.55 (5) of the statutes is amended to read:

18.55 **(5)** EXERCISE OF AUTHORITY. Money may be borrowed and evidences of revenue obligation issued therefor pursuant to one or more authorizing resolutions, unless otherwise provided in the resolution or in this subchapter, at any time and from time to time, for any combination of purposes, in any specific amounts, at any rates of interest, for any term, payable at any intervals, at any place, in any manner and having any other terms or conditions deemed necessary or useful. Revenue obligation bonds may bear interest at variable or fixed rates, bear no interest or bear interest payable only at maturity or upon redemption prior to maturity. Unless sooner exercised or unless a ~~shorter~~ different period is provided in the resolution, every authorizing resolution, except as provided in s. 18.59 (1), shall expire one year after the date of its adoption.

SECTION 13. 18.61 (5) of the statutes is amended to read:

18.61 **(5)** The legislature may provide, with respect to any specific issue of revenue obligations, prior to their issuance, that if the special fund income or the enterprise or program income pledged to the payment of the principal of and interest ~~of~~ on the issue is insufficient for that purpose, or is insufficient to replenish a reserve fund, if applicable, it will consider supplying the deficiency by appropriation of funds, from time to time, out of the treasury. If the legislature so provides, the commission may make the necessary provisions therefor in the authorizing resolution and other proceedings of the issue. Thereafter, if the contingency occurs, recognizing its moral

obligation to do so, the legislature hereby expresses its expectation and aspiration that it shall make such appropriation.

SECTION 14. 18.70 of the statutes is amended to read:

18.70 Provisions applicable. The following sections apply to this subchapter, except that all references to "public debt", "debt" or "revenue obligation" are deemed to refer to "operating notes", all references to "evidence of indebtedness" are deemed to refer to "evidence of operating note", and all references to "evidences of indebtedness" are deemed to refer to "evidences of operating notes": ss. 18.03, ~~18.06 (8),~~ 18.07, 18.10 (1), (2), (4) to (9) and (11), 18.17, 18.52 ~~(1), 18.58 (2)~~ (1m), 18.61 (1), 18.62 and 18.63.

SECTION 15. 18.73 (5) of the statutes is created to read:

18.73 **(5)** AGREEMENTS AND ARRANGEMENTS; DELEGATION; USE OF OPERATING NOTES. (a) At the time of, or in anticipation of, contracting operating notes and at any time thereafter while the operating notes are outstanding, the commission may enter into agreements and ancillary arrangements relating to the operating notes, including liquidity facilities, remarketing or dealer agreements, letter of credit agreements, insurance policies, guaranty agreements, reimbursement agreements, indexing agreements, or interest exchange agreements. Any payment received pursuant to any such agreements or ancillary arrangements shall be deposited in, and any payments made pursuant to any such agreements or ancillary arrangements will be made from, the general fund or the operating note redemption fund, as determined by the commission.

(b) The commission may delegate to other persons the authority and responsibility to take actions necessary and appropriate to implement agreements and ancillary arrangements under par. (a).

(c) Any operating notes may include operating notes contracted to fund interest, accrued or to accrue, on the operating notes.

SECTION 16. 18.74 of the statutes is amended to read:

18.74 Application of operating note proceeds. All moneys resulting from the contracting of operating notes or any payment to be received under an agreement or ancillary arrangement entered into under s. 18.73 (5) with respect to any such operating notes shall be credited to the general fund, except that moneys which represent premium and accrued interest on operating notes, or moneys for purposes of funding or refunding operating notes pursuant to s. 18.72 (1) shall be credited to the operating note redemption fund.

SECTION 17. 18.75 (2) of the statutes is amended to read:

18.75 **(2)** The operating note redemption fund shall be expended and all moneys from time to time on hand therein are irrevocably appropriated, in sums sufficient, only for the payment of principal and interest on operating notes giving rise to it and premium, if any, due upon refunding or early redemption of such operating notes, and for the payment due, if any, under an agreement or ancillary arrangement entered into under s. 18.73 (5) with respect to such operating notes.

SECTION 18. 18.75 (4) of the statutes is amended to read:

18.75 **(4)** There shall be transferred, under s. 20.855 (1) (a), a sum sufficient for the payment of the principal, interest and premium due, if any, and for the payment due, if any, under an agreement or ancillary arrangement entered into pursuant to s. 18.73 (5) with respect to such operating notes on the operating notes giving rise to it as the same falls due. Such transfers shall be so timed that there is at all times on hand in the fund an amount not less than the amount to be paid out of it during the ensuing 30 days or such other period if so provided for in the

authorizing resolution. The commission may pledge the deposit of additional amounts at periodic intervals and the secretary of the department may impound moneys of the general fund, including moneys temporarily reallocated from other funds under s. 20.002 (11), in accordance with the pledge of revenues in the authorizing resolution, and all such impoundments are deemed to be payments for purposes of s. 16.53 (10), but no such impoundment may be made until the amounts to be paid into the bond security and redemption fund under s. 18.09 during the ensuing 30 days have been deposited in the bond security and redemption fund.

SECTION 19. 20.115 (2) (d) of the statutes is amended to read:

20.115 **(2)** (d) *Principal repayment and interest.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement or improvement of department facilities ~~and~~, to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing this acquisition, construction, development, enlargement, or improvement, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 20. 20.115 (7) (b) of the statutes is amended to read:

20.115 **(7)** (b) *Principal repayment and interest, conservation reserve enhancement.* A sum sufficient to reimburse s. 20.866 (1) (u) for the principal and interest costs incurred in financing the conservation reserve enhancement program under s. 20.866 (2) (wf) ~~and~~, to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing those projects, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

1 **SECTION 21.** 20.115 (7) (f) of the statutes is amended to read:

2 20.115 **(7)** (f) *Principal repayment and interest; soil and water.* A sum sufficient
3 to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred
4 in providing funds for soil and water resource management projects under s. 92.14
5 ~~and~~, to make the payments determined by the building commission under s. 13.488
6 (1) (m) that are attributable to the proceeds of obligations incurred in financing those
7 projects, and to make payments under an agreement or ancillary arrangement
8 entered into under s. 18.06 (8) (a).

9 **SECTION 22.** 20.190 (1) (c) of the statutes is amended to read:

10 20.190 **(1)** (c) *Housing facilities principal repayment, interest and rebates.* A
11 sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest
12 costs incurred in financing housing facilities at the state fair park in West Allis ~~and~~,
13 to make the payments determined by the building commission under s. 13.488 (1) (m)
14 that are attributable to the proceeds of obligations incurred in financing these
15 facilities, and to make payments under an agreement or ancillary arrangement
16 entered into under s. 18.06 (8) (a).

17 **SECTION 23.** 20.190 (1) (d) of the statutes is amended to read:

18 20.190 **(1)** (d) *Principal repayment and interest.* A sum sufficient to reimburse
19 s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing
20 the acquisition, construction, development, enlargement, or improvement of park
21 facilities ~~and~~, to make the payments determined by the building commission under
22 s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in
23 financing this acquisition, construction, development, enlargement, or
24 improvement, and to make payments under an agreement or ancillary arrangement
25 entered into under s. 18.06 (8) (a).

1 **SECTION 24.** 20.190 (1) (i) of the statutes is amended to read:

2 20.190 **(1)** (i) *State fair capital expenses.* The surplus of receipts transferred
3 from par. (h), to be used for the acquisition of land, the payment of construction costs,
4 including architectural and engineering services, furnishings, and equipment,
5 maintenance of state–owned housing and temporary financing necessary to provide
6 facilities for exposition purposes. The state fair park board may use moneys in this
7 appropriation to reimburse s. 20.866 (1) (u) for payment of principal and interest
8 costs incurred in financing state fair park facilities and to make payments under an
9 agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

10 **SECTION 25.** 20.190 (1) (j) of the statutes is amended to read:

11 20.190 **(1)** (j) *State fair principal repayment, interest and rebates.* A sum
12 sufficient from revenues earned under par. (h) to reimburse s. 20.866 (1) (u) for the
13 payment of principal and interest costs incurred in financing state fair park facilities
14 ~~and~~, to make the payments determined by the building commission under s. 13.488
15 (1) (m) that are attributable to the proceeds of obligations incurred in financing state
16 fair park facilities, and to make payments under an agreement or ancillary
17 arrangement entered into under s. 18.06 (8) (a).

18 **SECTION 26.** 20.225 (1) (c) of the statutes is amended to read:

19 20.225 **(1)** (c) *Principal repayment and interest.* A sum sufficient to reimburse
20 s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing
21 the acquisition, construction, development, enlargement or improvement of facilities
22 approved by the building commission for operation by the educational
23 communications board and to make payments under an agreement or ancillary
24 arrangement entered into under s. 18.06 (8) (a).

25 **SECTION 27.** 20.225 (1) (i) of the statutes is amended to read:

20.225 **(1)** (i) *Program revenue facilities; principal repayment, interest, and rebates.* A sum sufficient from gifts and grants to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement, or improvement of facilities approved by the building commission for operation by the educational communications board ~~and~~, to make payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing the facilities, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 28. 20.245 (1) (e) of the statutes is amended to read:

20.245 **(1)** (e) *Principal repayment, interest, and rebates.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement, or improvement of facilities of the historical society~~;~~ and for the payment of principal and interest costs incurred in financing the acquisition and installation of systems and equipment necessary to prepare historic records for transfer to new storage facilities~~; and~~, to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing this acquisition and installation, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 29. 20.245 (1) (j) of the statutes is amended to read:

20.245 **(1)** (j) *Self–amortizing facilities; principal repayment, interest, and rebates.* A sum sufficient from the revenues received under pars. ~~(g) and~~ (h) and (r) to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement, or

improvement of facilities of the historical society ~~and~~, to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing such facilities, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 30. 20.250 (1) (c) of the statutes is amended to read:

20.250 **(1)** (c) *Principal repayment, interest, and rebates; biomedical research and technology incubator.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the construction grants under s. 13.48 (31), ~~and~~ to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing the construction grants under s. 13.48 (31), and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 31. 20.250 (1) (e) of the statutes is amended to read:

20.250 **(1)** (e) *Principal repayment and interest.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in aiding the construction of a basic science education facility and in aiding the funding of a health information technology center and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 32. 20.255 (1) (d) of the statutes is amended to read:

20.255 **(1)** (d) *Principal repayment and interest.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement or improvement of institutional facilities for individuals with hearing impairments under s. 115.52,

individuals with visual impairments under s. 115.525 and reference and loan library facilities under s. 43.05 (11) and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 33. 20.285 (1) (d) of the statutes is amended to read:

20.285 **(1)** (d) *Principal repayment and interest.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement or improvement of university academic facilities and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 34. 20.285 (1) (db) of the statutes is amended to read:

20.285 **(1)** (db) *Self–amortizing facilities principal and interest.* A sum sufficient to reimburse s. 20.866 (1) (u) for any amounts advanced to meet principal and interest costs on self–amortizing university facilities whenever the combined balances of all accounts of activities, of any campus, included in par. (h) and sub. (6) (g) are insufficient, as determined by the department of administration, to make transfers to pars. (kd) and (ke) as required by par. (h) and sub. (6) (g), and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a). Amounts advanced under the authority of this paragraph shall be repaid to the general fund in installments to be determined jointly by the department of administration and the campus concerned. For projects authorized by the building commission before July 1, 1998, annually an amount equal to 80% of the principal and interest costs for maintenance of University of Wisconsin–Madison intercollegiate athletic facilities shall be paid from the appropriation under this paragraph. For projects authorized by the building commission on or after July 1, 1998, annually an amount equal to 70% of the principal and interest costs for

maintenance of University of Wisconsin–Madison intercollegiate athletic facilities shall be paid from the appropriation under this paragraph.

SECTION 35. 20.285 (1) (fh) of the statutes is amended to read:

20.285 **(1)** (fh) *State laboratory of hygiene; principal repayment and interest.* A sum sufficient to reimburse s. 20.866 (1) (u) for 50% of the principal and interest costs incurred in the acquisition, construction, development, enlargement or improvement of laboratory facilities under s. 20.866 (2) (y) and (z) <u>and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a)</u>.

SECTION 36. 20.285 (1) (ih) of the statutes is amended to read:

20.285 **(1)** (ih) *State laboratory of hygiene; principal repayment and interest.* From the moneys received for or on account of the operation of the state laboratory of hygiene, a sum sufficient to reimburse s. 20.866 (1) (u) for 50% of the principal and interest costs incurred in the acquisition, construction, development, enlargement or improvement of laboratory facilities under s. 20.866 (2) (y) and (z) ~~and~~, to make 50% of the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing such facilities<u>, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a)</u>.

SECTION 37. 20.285 (1) (je) of the statutes, as affected by 2003 Wisconsin Act 33, is amended to read:

20.285 **(1)** (je) *Veterinary diagnostic laboratory; fees.* All moneys received under s. 36.58 (3), other than from state agencies, to be used for general program operations of the veterinary diagnostic laboratory and to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the construction

of the veterinary diagnostic laboratory enumerated in 2001 Wisconsin Act 16, section 9107 (1) (m) 1. ~~and~~, to make payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing that facility, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 38. 20.285 (1) (jq) of the statutes, as created by 2003 Wisconsin Act 33, is amended to read:

20.285 **(1)** (jq) *Steam and chilled–water plant; principal repayment, interest, and rebates; nonstate entities.* All moneys received from utility charges to the University of Wisconsin Hospitals and Clinics Authority and agencies of the federal government that are approved by the department of administration under s. 36.11 (48) to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in purchasing the Walnut Street steam and chilled–water plant enumerated under 2003 Wisconsin Act 33, section 9106 (1) (g) 2., ~~and~~ to make payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing the purchase of the plant, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 39. 20.285 (1) (kd) of the statutes is amended to read:

20.285 **(1)** (kd) *Principal repayment, interest and rebates.* From the revenues credited under par. (h) and sub. (6) (g), a sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement or improvement of self–amortizing university facilities ~~and~~, to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of

obligations incurred in financing such facilities, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a). For projects authorized by the building commission before July 1, 1998, annually an amount equal to 20% of the principal and interest costs for maintenance of University of Wisconsin–Madison intercollegiate athletic facilities shall be paid from the appropriation under this paragraph. For projects authorized by the building commission on or after July 1, 1998, but before July 1, 2001, annually an amount equal to 30% of the principal and interest costs for maintenance of University of Wisconsin–Madison intercollegiate athletic facilities shall be paid from the appropriation under this paragraph. For projects authorized by the building commission on or after July 1, 2001, annually an amount equal to 40% of the principal and interest costs for maintenance of University of Wisconsin–Madison intercollegiate athletic facilities shall be paid from the appropriation under this paragraph.

SECTION 40. 20.285 (1) (km) of the statutes is amended to read:

20.285 **(1)** (km) *Aquaculture demonstration facility; principal repayment and interest.* The amounts in the schedule to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the construction of the aquaculture demonstration facility enumerated under 1999 Wisconsin Act 9, section 9107 (1) (i) 3. ~~and~~, to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing that facility, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a). All moneys transferred from the appropriation account under s. 20.505 (8) (hm) 1c. shall be credited to this appropriation account. Notwithstanding s. 20.001 (3) (a), the unencumbered

balance on June 30 of each year shall revert to the appropriation account under s. 20.505 (8) (hm).

SECTION 41. 20.285 (1) (ko) of the statutes, as created by 2003 Wisconsin Act 33, is amended to read:

20.285 **(1)** (ko) *Steam and chilled–water plant; principal repayment, interest, and rebates.* All moneys received from utility charges to University of Wisconsin–Madison campus operations that are approved by the department of administration under s. 36.11 (48) to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in purchasing the Walnut Street steam and chilled–water plant enumerated under 2003 Wisconsin Act 33, section 9106 (1) (g) 2., ~~and~~ to make payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing the purchase of the plant, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 42. 20.285 (5) (i) of the statutes is amended to read:

20.285 **(5)** (i) *Nonincome sports.* All moneys received from the sale of parking provided for all events at athletic facilities at the University of Wisconsin–Madison, less related expenses appropriated under sub. (1) (h), to be used for the sports administered by the division of intercollegiate athletics at the University of Wisconsin–Madison other than men's basketball, football and hockey ~~and~~, for debt service on any sports–related facility, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a). Of the amount appropriated under this paragraph, the board shall allocate at least $50,000 annually to support scholarships for women athletes.

SECTION 43. 20.320 (1) (c) of the statutes is amended to read:

20.320 **(1)** (c) *Principal repayment and interest — clean water fund program.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in transferring moneys from s. 20.866 (2) (tc) to the environmental improvement fund for the purposes of the clean water fund program under s. 281.58 and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 44. 20.320 (1) (t) of the statutes is amended to read:

20.320 **(1)** (t) *Principal repayment and interest — clean water fund program bonds.* From the environmental improvement fund, the amounts in the schedule to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in transferring moneys from s. 20.866 (2) (tc) to the environmental improvement fund for the purposes of the clean water fund program under s. 281.58 and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a). Fifty percent of all moneys received from municipalities as payment of interest on loans or portions of loans under s. 281.58 the revenues of which have not been pledged to secure revenue obligations shall be credited to this appropriation account.

SECTION 45. 20.320 (2) (c) of the statutes is amended to read:

20.320 **(2)** (c) *Principal repayment and interest — safe drinking water loan program.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the safe drinking water loan program under s. 20.866 (2) (td) and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 46. 20.370 (7) (aa) of the statutes, as affected by 2003 Wisconsin Act 33, is amended to read:

1 20.370 **(7)** (aa) *Resource acquisition and development — principal repayment*
2 *and interest.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of
3 principal and interest costs incurred in financing the placement of structures and fill
4 under s. 30.203, in financing the acquisition, construction, development,
5 enlargement, or improvement of state recreation facilities under s. 20.866 (2) (tp) and
6 (tr), in financing state aids for land acquisition and development of local parks under
7 s. 20.866 (2) (tq), in financing land acquisition activities under s. 20.866 (2) (ts) and
8 (tt), in financing the aid program for dams under s. 20.866 (2) (tx), in financing ice
9 age trail development under s. 20.866 (2) (tw), in financing the Warren
10 Knowles–Gaylord Nelson stewardship program under s. 20.866 (2) (tz) and in
11 financing the Warren Knowles–Gaylord Nelson stewardship 2000 program under s.
12 20.866 (2) (ta), but not including payments made under par. (ac), and to make
13 payments under an agreement or ancillary arrangement entered into under s. 18.06
14 (8) (a). Payments may not be made from this appropriation account for principal and
15 interest costs incurred in financing land acquisition and development of state forests
16 under ss. 20.866 (2) (ta) and (tz) until all moneys available under s. 20.370 (7) (au)
17 have been expended.

18 **SECTION 47.** 20.370 (7) (ac) of the statutes is amended to read:

19 20.370 **(7)** (ac) *Principal repayment and interest — recreational boating bonds.*
20 A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and
21 interest costs incurred in assisting municipalities and other qualifying entities in the
22 acquisition, construction, development, enlargement or improvement of recreational
23 boating facilities under s. 30.92 and to make payments under an agreement or
24 ancillary arrangement entered into under s. 18.06 (8) (a).

25 **SECTION 48.** 20.370 (7) (ag) of the statutes is amended to read:

1 20.370 **(7)** (ag) *Land acquisition — principal repayment and interest.* All
2 moneys received from proceeds from the sale of land under s. 23.0917 (5m) (b) 2. to
3 reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred
4 in financing land acquisition under s. 23.0917 (5m) from the appropriation under s.
5 20.866 (2) (ta) and to make payments under an agreement or ancillary arrangement
6 entered into under s. 18.06 (8) (a).

7 **SECTION 49.** 20.370 (7) (aq) of the statutes is amended to read:

8 20.370 **(7)** (aq) *Resource acquisition and development — principal repayment*
9 *and interest.* From the conservation fund, a sum sufficient to reimburse s. 20.866 (1)
10 (u) for the payment of principal and interest costs incurred in financing land
11 acquisition activities under s. 20.866 (2) (ty) and to make payments under an
12 agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

13 **SECTION 50.** 20.370 (7) (ar) of the statutes is amended to read:

14 20.370 **(7)** (ar) *Dam repair and removal — principal repayment and interest.*
15 From the conservation fund, a sum sufficient to reimburse s. 20.866 (1) (u) for the
16 payment of principal and interest costs incurred in financing the aid program for
17 dams under s. 20.866 (2) (tL) and to make payments under an agreement or ancillary
18 arrangement entered into under s. 18.06 (8) (a).

19 **SECTION 51.** 20.370 (7) (at) of the statutes is amended to read:

20 20.370 **(7)** (at) *Recreation development — principal repayment and interest.*
21 From the conservation fund, a sum sufficient to reimburse s. 20.866 (1) (u) for the
22 payment of principal and interest costs incurred in acquiring, constructing,
23 developing, enlarging, or improving state recreation facilities and state fish
24 hatcheries under s. 20.866 (2) (tu) and to make payments under an agreement or
25 ancillary arrangement entered into under s. 18.06 (8) (a).

1 **SECTION 52.** 20.370 (7) (au) of the statutes, as affected by 2003 Wisconsin Act
2 33, is amended to read:
3 20.370 **(7)** (au) *State forest acquisition and development — principal repayment*
4 *and interest.* From the conservation fund, the amounts in the schedule to reimburse
5 s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing
6 land acquisition and development for state forests from the appropriations under s.
7 20.866 (2) (ta) and (tz) <u>and to make payments under an agreement or ancillary</u>
8 <u>arrangement entered into under s. 18.06 (8) (a)</u>. No moneys may be expended or
9 encumbered from this appropriation after June 30, 2005.
10 **SECTION 53.** 20.370 (7) (bq) of the statutes, as affected by 2003 Wisconsin Act
11 33, is amended to read:
12 20.370 **(7)** (bq) *Principal repayment and interest — remedial action.* From the
13 environmental fund, a sum sufficient to reimburse s. 20.866 (1) (u) for the payment
14 of principal and interest costs incurred in financing remedial action under ss. 281.83
15 and 292.31 and for the payment of this state's share of environmental repair that is
16 funded under 42 USC 960l to 9675 <u>and to make payments under an agreement or</u>
17 <u>ancillary arrangement entered into under s. 18.06 (8) (a)</u>.
18 **SECTION 54.** 20.370 (7) (ca) of the statutes, as affected by 2003 Wisconsin Act
19 33, is amended to read:
20 20.370 **(7)** (ca) *Principal repayment and interest — nonpoint source grants.* A
21 sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest
22 costs incurred in providing funds under s. 20.866 (2) (te) for nonpoint source water
23 pollution abatement projects under s. 281.65 ~~and~~, to make the payments determined
24 by the building commission under s. 13.488 (1) (m) that are attributable to the
25 proceeds of obligations incurred in financing those projects, to the extent that these

payments are not made under par. (cg), and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 55. 20.370 (7) (cb) of the statutes is amended to read:

20.370 **(7)** (cb) *Principal repayment and interest — pollution abatement bonds.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement or improvement of point source water pollution abatement facilities and sewage collection facilities under ss. 281.55, 281.56 and 281.57 and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 56. 20.370 (7) (cc) of the statutes is amended to read:

20.370 **(7)** (cc) *Principal repayment and interest — combined sewer overflow; pollution abatement bonds.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the construction of combined sewer overflow projects under s. 281.63 and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 57. 20.370 (7) (cd) of the statutes is amended to read:

20.370 **(7)** (cd) *Principal repayment and interest — municipal clean drinking water grants.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in making municipal clean drinking water grants under s. 281.53 and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 58. 20.370 (7) (ce) of the statutes is amended to read:

20.370 **(7)** (ce) *Principal repayment and interest — nonpoint source.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs

1 incurred in financing nonpoint source projects under s. 20.866 (2) (tf) ~~and~~, to make
2 the payments determined by the building commission under s. 13.488 (1) (m) that are
3 attributable to the proceeds of obligations incurred in financing those projects, and
4 to make payments under an agreement or ancillary arrangement entered into under
5 s. 18.06 (8) (a).

6 **SECTION 59.** 20.370 (7) (cf) of the statutes is amended to read:

7 20.370 **(7)** (cf) *Principal repayment and interest — urban nonpoint source*
8 *cost–sharing.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of
9 principal and interest costs incurred in financing cost–sharing grants for projects
10 under s. 20.866 (2) (th) ~~and~~, to make the payments determined by the building
11 commission under s. 13.488 (1) (m) that are attributable to the proceeds of
12 obligations incurred in financing those grants, and to make payments under an
13 agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

14 **SECTION 60.** 20.370 (7) (cg) of the statutes, as affected by 2003 Wisconsin Act
15 33, is amended to read:

16 20.370 **(7)** (cg) *Principal repayment and interest — nonpoint repayments.* All
17 moneys received as repayments of cash surpluses and cash advances from recipients
18 of grants under the nonpoint source water pollution abatement program under s.
19 281.65, to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs
20 incurred in providing funds under s. 20.866 (2) (te) for nonpoint source water
21 pollution projects under s. 281.65 ~~and~~, to make the payments determined by the
22 building commission under s. 13.488 (1) (m) that are attributable to the proceeds of
23 obligations incurred in financing those projects, and to make payments under an
24 agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

25 **SECTION 61.** 20.370 (7) (ea) of the statutes is amended to read:

20.370 **(7)** (ea) *Administrative facilities — principal repayment and interest.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement, or improvement of administrative office, laboratory, equipment storage, or maintenance facilities and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 62. 20.370 (7) (eq) of the statutes is amended to read:

20.370 **(7)** (eq) *Administrative facilities — principal repayment and interest.* From the conservation fund, a sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement, or improvement of administrative office, laboratory, equipment storage, or maintenance facilities and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 63. 20.370 (7) (er) of the statutes is amended to read:

20.370 **(7)** (er) *Administrative facilities — principal repayment and interest; environmental fund.* From the environmental fund, a sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement, or improvement of administrative office, laboratory, equipment storage, or maintenance facilities under s. 20.866 (2) (tk) ~~and~~, to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing this acquisition, construction, development, enlargement, or improvement, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 64. 20.395 (6) (af) of the statutes is amended to read:

1 20.395 **(6)** (af) *Principal repayment and interest, local roads for job*
2 *preservation, state funds.* From the general fund, a sum sufficient to reimburse s.
3 20.866 (1) (u) for the payment of principal and interest costs incurred in financing
4 the local roads for job preservation program under s. 86.312, ~~and~~ to make the
5 payments determined by the building commission under s. 13.488 (1) (m) that are
6 attributable to the proceeds of obligations incurred in financing the local roads for
7 job preservation program under s. 86.312, and to make payments under an
8 agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

9 **SECTION 65.** 20.395 (6) (af) of the statutes, as affected by 2003 Wisconsin Acts
10 64 and .... (this act), is repealed and recreated to read:

11 20.395 **(6)** (af) *Principal repayment and interest, local roads for job preservation*
12 *program and major highway and rehabilitation projects, state funds.* From the
13 general fund, a sum sufficient to reimburse s. 20.866 (1) (u) for the payment of
14 principal and interest costs incurred in financing the local roads for job preservation
15 program under s. 86.312 and major highway and rehabilitation projects, as provided
16 under s. 84.555, and to make the payments determined by the building commission
17 under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred
18 in financing the local roads for job preservation program under s. 86.312, and to
19 make payments under an agreement or ancillary arrangement entered into under
20 s. 18.06 (8) (a).

21 **SECTION 66.** 20.395 (6) (aq) of the statutes is amended to read:

22 20.395 **(6)** (aq) *Principal repayment and interest, transportation facilities, state*
23 *funds.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal
24 and interest costs incurred in financing the acquisition, construction, development,
25 enlargement, or improvement of transportation facilities under ss. 84.51, 84.52,

84.53, 85.08 (2) (L) and (4m) (c) and (d), 85.09, and 85.095 (2) and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 67. 20.395 (6) (ar) of the statutes is amended to read:

20.395 **(6)** (ar) *Principal repayment and interest, buildings, state funds.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement, or improvement of the department of transportation's administrative offices or equipment storage and maintenance facilities and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 68. 20.410 (1) (e) of the statutes is amended to read:

20.410 **(1)** (e) *Principal repayment and interest.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement, or improvement of correctional facilities and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 69. 20.410 (1) (ec) of the statutes is amended to read:

20.410 **(1)** (ec) *Prison industries principal, interest and rebates.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, development, enlargement or improvement of equipment used in prison industries as authorized under s. 20.866 (2) (uy) if the moneys credited under par. (km) and appropriated under par. (ko) are insufficient, ~~and~~ to make full payment of the amounts determined by the building commission under s. 13.488 (1) (m) if the appropriation under par. (ko) is insufficient to make full payment of those amounts, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

1 **SECTION 70.** 20.410 (1) (ko) of the statutes is amended to read:

2 20.410 **(1)** (ko) *Prison industries principal repayment, interest and rebates.* A
3 sum sufficient from the moneys credited under par. (km) to reimburse s. 20.866 (1)
4 (u) for the payment of principal and interest costs incurred in financing the
5 acquisition, development, enlargement or improvement of equipment used in prison
6 industries as authorized under s. 20.866 (2) (uy) ~~and~~, to make the payments
7 determined by the building commission under s. 13.488 (1) (m) that are attributable
8 to the proceeds of obligations incurred in financing such facilities, and to make
9 payments under an agreement or ancillary arrangement entered into under s. 18.06
10 (8) (a).

11 **SECTION 71.** 20.410 (3) (e) of the statutes is amended to read:

12 20.410 **(3)** (e) *Principal repayment and interest.* A sum sufficient to reimburse
13 s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing
14 the acquisition, construction, development, enlargement, or improvement of the
15 department's juvenile correctional facilities and to make payments under an
16 agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

17 **SECTION 72.** 20.435 (2) (ee) of the statutes is amended to read:

18 20.435 **(2)** (ee) *Principal repayment and interest.* A sum sufficient to reimburse
19 s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing
20 the acquisition, development, enlargement, or extension of mental health facilities
21 and to make payments under an agreement or ancillary arrangement entered into
22 under s. 18.06 (8) (a).

23 **SECTION 73.** 20.435 (6) (e) of the statutes is amended to read:

24 20.435 **(6)** (e) *Principal repayment and interest.* A sum sufficient to reimburse
25 s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing

1 the development or improvement of the workshop for the blind and to make
2 payments under an agreement or ancillary arrangement entered into under s. 18.06
3 (8) (a).

4 **SECTION 74.** 20.465 (1) (d) of the statutes is amended to read:

5 20.465 **(1)** (d) *Principal repayment and interest.* A sum sufficient to reimburse
6 s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing
7 the acquisition, construction, development, enlargement, or improvement of
8 armories and other military facilities and to make payments under an agreement or
9 ancillary arrangement entered into under s. 18.06 (8) (a).

10 **SECTION 75.** 20.485 (1) (f) of the statutes is amended to read:

11 20.485 **(1)** (f) *Principal repayment and interest.* A sum sufficient to reimburse
12 s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing
13 the acquisition, construction, development, enlargement, or improvement of
14 facilities provided under s. 20.866 (2) (x) and (z) and to make payments under an
15 agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

16 **SECTION 76.** 20.485 (1) (go) of the statutes is amended to read:

17 20.485 **(1)** (go) *Self–amortizing housing facilities; principal repayment and*
18 *interest.* From the moneys received for providing housing services at the Wisconsin
19 Veterans Home at King and the Wisconsin veterans facility in southeastern
20 Wisconsin, a sum sufficient to reimburse s. 20.866 (1) (u) for the principal and
21 interest costs incurred in acquiring, constructing, developing, enlarging or
22 improving housing facilities at the Wisconsin Veterans Home at King and the
23 Wisconsin veterans facility in southeastern Wisconsin ~~and~~, to make the payments
24 determined by the building commission under s. 13.488 (1) (m) that are attributable
25 to the proceeds of obligations incurred in financing such facilities, and to make

payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 77. 20.485 (3) (t) of the statutes is amended to read:

20.485 **(3)** (t) *Debt service.* As a continuing appropriation from the veterans mortgage loan repayment fund, all moneys deposited and held in accounts in the veterans mortgage loan repayment fund to reimburse s. 20.866 (1) (u) for the payment of debt service costs incurred in providing veterans mortgage loans under s. 45.79 (6) (a) and for debt service costs incurred in contracting public debt for any of the purposes under s. 18.04 (5), for these purposes, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 78. 20.485 (4) (qm) of the statutes is amended to read:

20.485 **(4)** (qm) *Repayment of principal and interest.* From the veterans trust fund, a sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement, or improvement of veterans cemeteries provided under s. 20.866 (2) (z) and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 79. 20.505 (4) (es) of the statutes, as affected by 2003 Wisconsin Act 33, is amended to read:

20.505 **(4)** (es) *Principal, interest, and rebates; general purpose revenue — schools.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing educational technology infrastructure financial assistance to school districts under s. 16.995 ~~and~~, to make full payment of the amounts determined by the building commission under s. 13.488 (1) (m), to the extent that these costs and payments are not paid under par. (ha), and to make

payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 80. 20.505 (4) (et) of the statutes, as affected by 2003 Wisconsin Act 33, is amended to read:

20.505 **(4)** (et) *Principal, interest, and rebates; general purpose revenue — public library boards.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing educational technology infrastructure financial assistance to public library boards under s. 16.995 ~~and~~, to make full payment of the amounts determined by the building commission under s. 13.488 (1) (m), to the extent that these costs and payments are not paid under par. (hb), and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 81. 20.505 (4) (ha) of the statutes, as affected by 2003 Wisconsin Act 33, is amended to read:

20.505 **(4)** (ha) *Principal, interest, and rebates; program revenue — schools.* All moneys received under s. 16.995 (3) to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing educational technology infrastructure financial assistance to school districts under s. 16.995 ~~and~~, to make full payment of the amounts determined by the building commission under s. 13.488 (1) (m), and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 82. 20.505 (4) (hb) of the statutes, as affected by 2003 Wisconsin Act 33, is amended to read:

20.505 **(4)** (hb) *Principal, interest, and rebates; program revenue — public library boards.* All moneys received under s. 16.995 (3) to reimburse s. 20.866 (1) (u)

for the payment of principal and interest costs incurred in financing educational technology infrastructure financial assistance to public library boards under s. 16.995 ~~and~~, to make full payment of the amounts determined by the building commission under s. 13.488 (1) (m), and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 83. 20.505 (5) (c) of the statutes is amended to read:

20.505 **(5)** (c) *Principal repayment and interest; Black Point Estate.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in adapting for public use the property known as Black Point Estate and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 84. 20.505 (5) (g) of the statutes is amended to read:

20.505 **(5)** (g) *Principal repayment, interest and rebates; parking.* From the fees collected under s. 16.843 (2) (cm), a sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing land acquisition for and construction of parking located in the city of Madison, ~~and~~ to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing parking, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 85. 20.505 (5) (kc) of the statutes is amended to read:

20.505 **(5)** (kc) *Principal repayment, interest and rebates.* All moneys transferred from par. (ka), to be transferred to the appropriation under s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the acquisition, construction, development, enlargement or improvement of facilities housing state agencies ~~and~~, to make the payments determined by the building

commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing such facilities, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 86. 20.855 (8) (a) of the statutes is amended to read:

20.855 **(8)** (a) *Dental clinic and education facility; principal repayment, interest and rebates.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the construction grant under s. 13.48 (32), ~~and~~ to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing the construction grant under s. 13.48 (32), and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 87. 20.866 (intro.) of the statutes is amended to read:

20.866 Public debt. (intro.) There are irrevocably appropriated to the bond security and redemption fund and to the capital improvement fund, as a first charge upon all revenues of this state, sums sufficient for payment of principal, interest ~~and~~, premium due, if any, ~~on~~ and payment due, if any, under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a) with respect to any public debt contracted under subchs. I and IV of ch. 18.

SECTION 88. 20.866 (1) (u) of the statutes, as affected by 2003 Wisconsin Act 33, is amended to read:

20.866 **(1)** (u) *Principal repayment and interest.* A sum sufficient from moneys appropriated under sub. (2) (zp) and ss. 20.115 (2) (d) and (7) (b) and (f), 20.190 (1) (c), (d), (i), and (j), 20.225 (1) (c) and (i), 20.245 (1) (e) and (j), 20.250 (1) (c) and (e), 20.255 (1) (d), 20.285 (1) (d), (db), (fh), (ih), (je), (jq), (kd), (km), and (ko) and (5) (i), 20.320 (1) (c) and (t) and (2) (c), 20.370 (7) (aa), (ac), (ag), (aq), (ar), (at), (au), (bq), (ca),

(cb), (cc), (cd), (ce), (cf), (cg), (ea), (eq), and (er), 20.395 (6) (af), (aq), (ar), and (at), 20.410 (1) (e), (ec), and (ko) and (3) (e), 20.435 (2) (ee) and (6) (e), 20.465 (1) (d), 20.485 (1) (f) and (go), (3) (t) and (4) (qm), 20.505 (4), (es), (et), (ha), and (hb) and (5) (c), (g) and (kc), 20.855 (8) (a) and 20.867 (1) (a) and (b) and (3) (a), (b), (bm), (bp), (br), (bt), (g), (h), (i), and (q) for the payment of principal ~~and~~, interest ~~on~~, premium due, if any, and payment due, if any, under an agreement or ancillary arrangement entered into pursuant to s. 18.06 (8) (a) with respect to any public debt contracted under subchs. I and IV of ch. 18.

SECTION 89. 20.866 (1) (u) of the statutes, as affected by 2003 Wisconsin Acts 64 and .... (this act), is repealed and recreated to read:

20.866 **(1)** (u) *Principal repayment and interest.* A sum sufficient from moneys appropriated under sub. (2) (zp) and ss. 20.115 (2) (d) and (7) (b) and (f), 20.190 (1) (c), (d), (i), and (j), 20.225 (1) (c) and (i), 20.245 (1) (e) and (j), 20.250 (1) (c) and (e), 20.255 (1) (d), 20.285 (1) (d), (db), (fh), (ih), (je), (jq), (kd), (km), and (ko) and (5) (i), 20.320 (1) (c) and (t) and (2) (c), 20.370 (7) (aa), (ac), (ag), (aq), (ar), (at), (au), (bq), (ca), (cb), (cc), (cd), (ce), (cf), (cg), (ea), (eq), and (er), 20.395 (6) (af), (aq), and (ar), 20.410 (1) (e), (ec), and (ko) and (3) (e), 20.435 (2) (ee) and (6) (e), 20.465 (1) (d), 20.485 (1) (f) and (go), (3) (t) and (4) (qm), 20.505 (4), (es), (et), (ha), and (hb) and (5) (c), (g) and (kc), 20.855 (8) (a) and 20.867 (1) (a) and (b) and (3) (a), (b), (bm), (bp), (br), (bt), (g), (h), (i), and (q) for the payment of principal, interest, premium due, if any, and payment due, if any, under an agreement or ancillary arrangement entered into pursuant to s. 18.06 (8) (a) with respect to any public debt contracted under subchs. I and IV of ch. 18.

SECTION 90. 20.867 (1) (a) of the statutes is amended to read:

1 20.867 **(1)** (a) *Principal repayment and interest; housing of state agencies.* A
2 sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest
3 costs incurred in financing the housing of state agencies and to make payments
4 under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

5 **SECTION 91.** 20.867 (1) (b) of the statutes is amended to read:

6 20.867 **(1)** (b) *Principal repayment and interest; capitol and executive residence.*
7 A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and
8 interest costs incurred in financing building projects at the capitol and executive
9 residence and to make payments under an agreement or ancillary arrangement
10 entered into under s. 18.06 (8) (a).

11 **SECTION 92.** 20.867 (3) (a) of the statutes is amended to read:

12 20.867 **(3)** (a) *Principal repayment and interest.* A sum sufficient to pay all
13 principal repayment and interest costs on tax–supported borrowing which is not
14 initially allocable to the respective programs and to make payments under an
15 agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

16 **SECTION 93.** 20.867 (3) (b) of the statutes is amended to read:

17 20.867 **(3)** (b) *Principal repayment and interest.* A sum sufficient to reimburse
18 s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing
19 capital improvements for other public purposes authorized by law but not otherwise
20 specified in this chapter and to make payments under an agreement or ancillary
21 arrangement entered into under s. 18.06 (8) (a).

22 **SECTION 94.** 20.867 (3) (bm) of the statutes is amended to read:

23 20.867 **(3)** (bm) *Principal repayment, interest, and rebates; HR Academy, Inc.*
24 A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and
25 interest costs incurred in financing the construction of a youth and family center for

HR Academy, Inc., in the city of Milwaukee, ~~and~~ to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing the construction of a youth and family center for the HR Academy, Inc., and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 95. 20.867 (3) (bp) of the statutes is amended to read:

20.867 **(3)** (bp) *Principal repayment, interest and rebates.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the construction of a Swiss cultural center in the village of New Glarus, ~~and~~ to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing the construction of a Swiss cultural center in the village of New Glarus, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 96. 20.867 (3) (br) of the statutes is amended to read:

20.867 **(3)** (br) *Principal repayment, interest and rebates.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal and interest costs incurred in financing the construction of the youth activities center specified in s. 13.48 (34), ~~and~~ to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing the construction of that youth activities center, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 97. 20.867 (3) (bt) of the statutes is amended to read:

20.867 **(3)** (bt) *Principal repayment, interest, and rebates; Discovery Place museum.* A sum sufficient to reimburse s. 20.866 (1) (u) for the payment of principal

and interest costs incurred in financing the construction grant under s. 13.48 (32r), ~~and~~ to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations incurred in financing the construction grant under s. 13.48 (32r), and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 98. 20.867 (3) (g) of the statutes is amended to read:

20.867 **(3)** (g) *Principal repayment, interest and rebates; program revenues.* From the appropriate program revenue accounts, a sum sufficient to pay all principal and interest costs on self–amortizing borrowing issued under s. 20.866 (2) which are not initially allocable to the respective programs ~~and~~, to make any payments determined by the building commission under s. 13.488 (1) (m) on the proceeds of such borrowing, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

SECTION 99. 20.867 (3) (h) of the statutes, as affected by 2003 Wisconsin Act 33, is amended to read:

20.867 **(3)** (h) *Principal repayment, interest, and rebates.* A sum sufficient to guarantee full payment of principal and interest costs for self–amortizing or partially self–amortizing facilities enumerated under ss. 20.190 (1) (j), 20.245 (1) (j), 20.285 (1) (ih), (je), (jq), (kd), (km), and (ko), 20.370 (7) (eq) and 20.485 (1) (go) if moneys available in those appropriations are insufficient to make full payment, ~~and~~ to make full payment of the amounts determined by the building commission under s. 13.488 (1) (m) if the appropriation under s. 20.190 (1) (j), 20.245 (1) (j), 20.285 (1) (ih), (je), (jq), (kd), (km), or (ko), or 20.485 (1) (go) is insufficient to make full payment of those amounts, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a). All amounts advanced under the

authority of this paragraph shall be repaid to the general fund whenever the balance of the appropriation for which the advance was made is sufficient to meet any portion of the amount advanced. The department of administration may take whatever action is deemed necessary including the making of transfers from program revenue appropriations and corresponding appropriations from program receipts in segregated funds and including actions to enforce contractual obligations that will result in additional program revenue for the state, to ensure recovery of the amounts advanced.

SECTION 100. 20.867 (3) (i) of the statutes is amended to read:

20.867 **(3)** (i) *Principal repayment, interest and rebates; capital equipment.* A sum sufficient to pay principal and interest on public debt contracted under s. 20.866 (2) (ym) ~~and~~, to make the payments determined by the building commission under s. 13.488 (1) (m) that are attributable to the proceeds of obligations contracted under s. 20.866 (2) (ym) for programs financed from program revenue or program revenue–service appropriations, and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a). All payments under this paragraph shall be repaid to the general fund from the revenues of state agencies for which capital equipment is financed under s. 20.866 (2) (ym).

SECTION 101. 20.867 (3) (q) of the statutes is amended to read:

20.867 **(3)** (q) *Principal repayment and interest; segregated revenues.* From the appropriate segregated funds, a sum sufficient to pay all principal and interest costs on self–amortizing borrowing issued under s. 20.866 (2) which are not initially allocable to the respective programs and to make payments under an agreement or ancillary arrangement entered into under s. 18.06 (8) (a).

1 **SECTION 102. Effective dates.** This act takes effect on the day after
2 publication, except as follows:
3 (1) The repeal and recreation of sections 20.395 (6) (af) and 20.866 (1) (u) of the
4 statutes takes effect on July 1, 2005.
5 **(END)**