

**ASSEMBLY SUBSTITUTE AMENDMENT 1,  
TO 2007 ASSEMBLY BILL 65**

May 22, 2007 – Offered by COMMITTEE ON COLLEGES AND UNIVERSITIES.

1     **AN ACT** *to renumber* 231.01 (4m) (a) and (b); *to amend* 231.01 (4m) (intro.) and  
2         231.01 (5w); and *to create* 71.05 (1) (c) 8., 71.26 (1m) (i), 71.45 (1t) (i) and 231.01  
3         (4m) (bm) of the statutes; **relating to:** creating an individual and corporate  
4         income tax exemption for interest on bonds or notes issued by the Wisconsin  
5         Health and Educational Facilities Authority for purposes related to an  
6         educational facility and authorizing the Wisconsin Health and Educational  
7         Facilities Authority to issue bonds to finance a project undertaken by the  
8         Wisconsin Association of Independent Colleges and Universities related to an  
9         educational facility.

***The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:***

10         **SECTION 1.** 71.05 (1) (c) 8. of the statutes is created to read:

1           71.05 **(1)** (c) 8. The Wisconsin Health and Educational Facilities Authority  
2 under s. 231.03 (6) (c), on or after the effective date of this subdivision .... [revisor  
3 inserts date], to finance any project undertaken for an educational facility.

4           **SECTION 2.** 71.26 (1m) (i) of the statutes is created to read:

5           71.26 **(1m)** (i) Those issued under s. 231.03 (6) (c) on or after the effective date  
6 of this paragraph .... [revisor inserts date].

7           **SECTION 3.** 71.45 (1t) (i) of the statutes is created to read:

8           71.45 **(1t)** (i) Those issued under s. 231.03 (6) (c) on or after the effective date  
9 of this paragraph .... [revisor inserts date].

10          **SECTION 4.** 231.01 (4m) (intro.) of the statutes is amended to read:

11          231.01 **(4m)** (intro.) “Educational facility” means ~~a~~ any of the following:

12          (am) A facility used for education by a private institution that is described in  
13 section 501 (c) (3) of the Internal Revenue Code, ~~as defined in s. 71.22 (4), and~~ and that  
14 is exempt from federal taxation under section 501 (a) of the Internal Revenue Code,  
15 and that satisfies any of the following:

16          **SECTION 5.** 231.01 (4m) (a) and (b) of the statutes are renumbered 231.01 (4m)  
17 (am) 1. and 2.

18          **SECTION 6.** 231.01 (4m) (bm) of the statutes is created to read:

19          231.01 **(4m)** (bm) An institution, place, building, or other structure used by the  
20 Wisconsin Association of Independent Colleges and Universities solely for providing  
21 one or more supporting services to one or more institutions specified in par. (am).

22          **SECTION 7.** 231.01 (5w) of the statutes is amended to read:

23          231.01 **(5w)** “Participating educational institution” means the Wisconsin  
24 Association of Independent Colleges and Universities or a corporation, agency, or  
25 association ~~which~~ that is authorized by state law to provide or operate an educational

1 facility ~~and which, if the Wisconsin Association of Independent Colleges and~~  
2 ~~Universities or the corporation, agency, or association~~ undertakes the financing and  
3 construction or acquisition of a project or undertakes the refunding or refinancing  
4 of obligations or of a mortgage or of advances as provided in this chapter.

5 **SECTION 8. Initial applicability.**

6 (1) The treatment of sections 71.05 (1) (c) 8., 71.26 (1m) (i), and 71.45 (1t) (i) of  
7 the statutes first applies to taxable years beginning on January 1 of the year in which  
8 this subsection takes effect, except that if this subsection takes effect after July 31  
9 the treatment of sections 71.05 (1) (c) 8., 71.26 (1m) (i), and 71.45 (1t) (i) of the  
10 statutes first applies to taxable years beginning on January 1 of the year following  
11 the year in which this subsection takes effect.

12 (END)