

2007 DRAFTING REQUEST

Senate Amendment (SA-SB426)

Received: 02/22/2008

Received By: mshovers

Wanted: As time permits

Identical to LRB:

For: Spencer Coggs (608) 266-2500

By/Representing: Cindy, of Rep. Grigsby's ofc

This file may be shown to any legislator: NO

Drafter: mshovers

May Contact:

Addl. Drafters:

Subject: Local Gov't - tax incr financing

Extra Copies:

Submit via email: YES

Requester's email: Sen.Coggs@legis.wisconsin.gov

Carbon copy (CC:) to:

Pre Topic:

No specific pre topic given

Topic:

Authorize a city or village to extend the life of a TID to benefit housing

Instructions:

See Attached. Adopt changes recommended by DOR

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>
/?	mshovers 02/22/2008	wjackson 02/22/2008		_____			
/1			pgreensl 02/25/2008	_____	sbasford 02/25/2008	sbasford 02/25/2008	

FE Sent For:

<END>

2007 DRAFTING REQUEST

Senate Amendment (SA-SB426)

Received: **02/22/2008**

Received By: **mshovers**

Wanted: **As time permits**

Identical to LRB:

For: **Spencer Coggs (608) 266-2500**

By/Representing: **Cindy, of Rep. Grigsby's ofc**

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

Drafter: **mshovers**

May Contact:

Addl. Drafters:

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/?	mshovers	1 Wlj 2/22	2/25	2/25			
11 WES		2/22/08	PS	PS	18K		

FE Sent For:

<END>

Shovers, Marc

From: Mcginnis, Cindy
Sent: Friday, February 22, 2008 2:07 PM
To: Shovers, Marc
Subject: FW: LRB 07-3202/5 (AB 752) (Tech. Memo by DOR - attached - for your review)

Attachments: 07-3202feDORtech.PDF

Marc-

I'm helping Sen. Cogg's office out with SB 426, which is a companion to our AB 752. We would like to draft an amendment to both bills to address DOR's concerns.

1. Please add an effective date of October 1, 2008
2. The bill directs "up to 75% of the increments...." Please change that to "**at least** 75% of the increments....."
3. Use the U.S. HUD definition of "affordable housing" which is that housing that costs no more than 30% of a household's monthly income.
4. The definition for "improve the city's housing stock" is to be defined by the municipality in the resolution their governing body has to pass in order to create this Housing Trust fund.

This bill is being exced in the Senate Labor committee on Wednesday, 2/27, so we'll need the Senate amendment by then.

Any questions, please call.

Cindy McGinnis
Office of State Representative Tamara Grigsby
122 North State Capitol
P.O. Box 8952
Madison, WI 53708
1-888-534-0018 - toll free
(608) 266-0645
(608) 282-3618 - fax

From: Barman, Mike
Sent: Wednesday, February 20, 2008 1:03 PM
To: Rep.Grigsby
Subject: LRB 07-3202/5 (AB 752) (Tech. Memo by DOR - attached - for your review)



07-3202feDORtech
.PDF (99 KB)

MEMORANDUM

February 11, 2008

TO: Marc E. Shovers
Legislative Reference Bureau

FROM: Paul Ziegler
Department of Revenue

SUBJECT: Technical Memorandum on 2007 AB 752 Authorizing a City or Village to Extend the Life of a Tax Incremental District for One Year to Benefit Housing in the City or Village

We have the following concerns about the bill.

To be consistent with the current tax incremental district (TID) year, an effective date of October 1, 2008 could be considered.

Regarding how the additional incremental tax levies can be used, the bill does not define what constitutes "affordable housing". There is also no definition concerning what spending would qualify as used to "improve the city's housing stock".

The bill directs that up to 75% of the additional tax increment may be used to benefit affordable housing in the city, with the remainder to be used to "improve the city's housing stock". Thus, a municipality could choose to use 0% of the additional incremental levy to benefit affordable housing. Is this consistent with the intent of the sponsors?

If you have any questions regarding this technical memorandum, please contact Daniel Huegel at 266-5705.

cc: Representative Tamara Grigsby



State of Wisconsin
2007 - 2008 LEGISLATURE

a1365/1
LRBa1364/1
MES.....
WJ
RMNR

SENATE
ASSEMBLY AMENDMENT,
TO 2007 ASSEMBLY BILL 752 426

WANTED!
MONAM

D-NOTE

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

2 1. Page 2, line 1: before that line insert:

3 "SECTION 1c. 66.1103 (2) (k) 20. of the statutes is amended to read:

4 66.1103 (2) (k) 20. A shopping center, or an office building, convention or trade
5 center, hotel, motel or other nonresidential facility, which is located in or adjacent to
6 a blighted area as defined by s. 66.1105 (2) (a) (ae), 66.1331 (3) (a) or 66.1333 (2m)
7 (b) or in accordance with a redevelopment plan or urban renewal plan adopted under
8 s. 66.1331 (5) or 66.1333 (6).

History: 1973 c. 265; 1977 c. 28; 1979 c. 32 s. 92 (9); 1979 c. 34, 221, 350, 355; 1979 c. 361 s. 112; 1979 c. 362 ss. 3 to 12, 16, 17, 18; 1981 c. 314; 1983 a. 24, 27; 1983 a. 189 ss. 63 to 65, 329 (14); 1983 a. 207 s. 93 (8); 1983 a. 532 s. 36; 1985 a. 29, 222, 285; 1985 a. 297 s. 76; 1985 a. 299; 1987 a. 27; 1989 a. 192; 1991 a. 39, 316; 1993 a. 122, 124, 453; 1995 a. 27 ss. 9116 (5), 9130 (4); 1995 a. 201, 225, 227, 332; 1997 a. 3, 27, 35, 39; 1999 a. 9; 1999 a. 150 ss. 495 to 497; Stats. 1999 s. 66.1103; 1999 a. 182 s. 206; 2001 a. 30, 38, 103.

9 SECTION 1g. 66.1105 (2) (a) of the statutes is renumbered 66.1105 (2) (ae).

10 SECTION 1n. 66.1105 (2) (ab) of the statutes is created to read:

11 66.1105 (2) (ab) "Affordable housing" means housing that costs a household no
12 more than 30 percent of the household's gross monthly income.

**DRAFTER'S NOTE
FROM THE
LEGISLATIVE REFERENCE BUREAU**

LRBa1364/1dn

MES.....

WLJ

~~Representative Grigsby:~~

Senator Coggs

Based on DOR's technical memo concerning AB 752, you asked that the language on page 4 of the bill, lines 4 and 5, be changed from "may use up to 75 percent" to "may use at least 75 percent" to address DOR's concern that under the former language "a municipality could choose to use 0% of the additional incremental levy to benefit affordable housing." I don't think that the change you've recommended, however, addresses DOR's concern, because stating that a city "may use at least 75 percent" would still enable the city to use 0%. Consequently, I've amended this part of the bill to read "the city shall use at least 75 percent." If this does not reflect your intent, please let me know and I'll redraft the amendment.

Marc E. Shovers
Senior Legislative Attorney
Phone: (608) 266-0129
E-mail: marc.shovers@legis.wisconsin.gov

DRAFTER'S NOTE
FROM THE
LEGISLATIVE REFERENCE BUREAU

LRBa1365/1dn
MES:wlj:pg

February 25, 2008

Senator Coggs:

Based on DOR's technical memo concerning AB 752, you asked that the language on page 4 of the bill, lines 4 and 5, be changed from "may use up to 75 percent" to "may use at least 75 percent" to address DOR's concern that under the former language "a municipality could choose to use 0% of the additional incremental levy to benefit affordable housing." However, I don't think that the change you've recommended addresses DOR's concern because stating that a city "may use at least 75 percent" would still enable the city to use 0%. Consequently, I've amended this part of the bill to read "the city shall use at least 75 percent." If this does not reflect your intent, please let me know and I'll redraft the amendment.

Marc E. Shovers
Senior Legislative Attorney
Phone: (608) 266-0129
E-mail: marc.shovers@legis.wisconsin.gov