

**SENATE BILL 409 (LRB -3617)**

An Act to repeal 20.285 (1) (eg) and 36.25 (54); to amend 20.143 (1) (c), 20.143 (1) (d), 20.143 (1) (fi), 20.143 (1) (ie), 20.143 (1) (ig), 20.143 (1) (im), 20.143 (1) (io), 20.143 (1) (ir), 20.143 (1) (kj), 38.41 (3) (d), 71.05 (6) (a) 15., 71.21 (4), 71.26 (2) (a) 4., 71.34 (1k) (g), 71.45 (2) (a) 10., 77.92 (4) and 560.205 (3) (d); and to create 20.285 (1) (cd), 20.285 (1) (eb), 20.285 (1) (eg), 36.25 (52), 36.25 (53), 36.25 (54), 71.07 (5r), 71.10 (4) (cd), 71.28 (5r), 71.30 (3) (cd), 71.47 (5r), 71.49 (1) (cd), 560.203, 560.27 (1) (c) and 560.276 of the statutes; relating to: a postsecondary education tax credit for businesses; increasing annual limits on angel investment tax credits; awarding grants to the WiSys Technology Foundation, Inc.; business plan competitions and an emerging technology center in the University of Wisconsin System; rural outsourcing grants; requiring the Department of Commerce to award grants to a high-technology business development corporation and grants for converting manufacturing facilities; increasing funding for certain economic development programs; a pilot program providing microloans for the creation of new businesses; increasing funding for certain technical college training program grants; providing an exemption from emergency rule procedures; granting rule-making authority; and making appropriations. (FE)

**2009**

11-20. S. Introduced by Senators **Lassa, Kreitlow, Sullivan, Lehman, Vinehout, Jauch, Hansen, Holperin, Miller, Robson, Erpenbach, Risser, Pale, Decker, Taylor, Wirch, Carpenter and Coggs**; cosponsored by Representatives **Molepske Jr., Cullen, Zigmunt, Smith, Turner, Berceau, Zepnick, Vruwink, Dexter and Schneider**.

11-20. S. Read first time and referred to committee on Economic Development ..... 427

12-10. S. Public hearing held.

12-10. S. Fiscal estimate received.

12-10. S. Fiscal estimate received.

12-15. S. Executive action taken.

12-17. S. Report introduction of Senate Substitute Amendment 1 recommended by committee on Economic Development, Ayes 7, Noes 0 (**LRB s0209**) ..... 445

12-17. S. Report adoption of Senate Substitute Amendment 1 recommended by committee on Economic Development, Ayes 7, Noes 0 ..... 445

12-17. S. Report passage as amended recommended by committee on Economic Development, Ayes 7, Noes 0 ..... 445

12-17. S. Available for scheduling.

12-18. S. Fiscal estimate received.

**2010**

01-04. S. Referred to joint committee on Finance by committee on Senate Organization, pursuant to Senate Rule 41 (1)(e), Ayes 5, Noes 0 ..... 464

01-14. S. Executive action taken.

01-15. S. Report introduction of Senate Amendment 1 to Senate Substitute Amendment 1 recommended by joint committee on Finance, Ayes 13, Noes 0 (**LRB a1268**) ..... 486

01-15. S. Report adoption of Senate Amendment 1 to Senate Substitute Amendment 1 recommended by joint committee on Finance, Ayes 13, Noes 0 ..... 486

01-15. S. Report adoption of Senate Substitute Amendment 1 recommended by joint committee on Finance, Ayes 13, Noes 0 ..... 486

01-15. S. Report passage as amended recommended by joint committee on Finance, Ayes 13, Noes 0 ..... 486

01-15. S. Available for scheduling.

01-19. S. Placed on calendar 1-21-2010 by committee on Senate Organization ..... 491

01-21. S. Read a second time ..... 497

01-21. S. **Senate amendment 1 to Senate substitute amendment 1 adopted** ..... 497

01-21. S. **Senate substitute amendment 1 adopted** ..... 497

01-21. S. Ordered to a third reading ..... 497

01-21. S. Rules suspended ..... 497

01-21. S. Read a third time and **passed**, Ayes 32, Noes 1 ..... 497

01-21. S. Ordered immediately messaged ..... 498

01-25. A. Received from Senate ..... 597

01-26. A. Read first time and referred to committee on Jobs, the Economy and Small Business ..... 601

02-03. A. Public hearing held.

04-07. A. Assembly amendment 1 offered by Representative Molepske Jr. (**LRB a1752**) ..... 789

04-07. A. Assembly amendment 2 offered by Representative Molepske Jr. (**LRB a1580**) ..... 789

04-07. A. Assembly amendment 3 offered by Representative Molepske Jr. (**LRB a1618**) ..... 789

04-07. A. Assembly amendment 4 offered by Representative Molepske Jr. (**LRB a1776**) ..... 789

04-08. A. Assembly amendment 5 offered by Representative Molepske Jr. (**LRB a2084**) ..... 792

04-12. A. Assembly amendment 6 offered by Representative Molepske Jr. (**LRB a2122**) ..... 801

04-13. A. Report Assembly Amendment 6 adoption recommended by committee on Jobs, the Economy and Small Business, Ayes 7, Noes 5 ..... 807

SB

04-13. A. Report concurrence as amended recommended by committee on Jobs, the Economy and Small Business, Ayes 10, Noes 2 ..... 807

04-13. A. Referred to committee on Rules ..... 807

04-13. A. Made a special order of business at 12:04 P.M. on 4-15-2010 pursuant to Assembly Resolution 22 ..... 825

04-15. A. Placed at the foot of the calendar of 4-15-2010 ..... 863

04-15. A. Read a second time ..... 865

**04-15. A. Assembly amendment 6 adopted ..... 865**

04-15. A. Assembly amendment 7 offered by Representative Vruwink (**LRB a2279**) ..... 865

04-15. A. Assembly amendment 7 withdrawn and returned to author ..... 865

04-15. A. Ordered to a third reading ..... 865

04-15. A. Rules suspended ..... 865

04-15. A. Read a third time and **concurred in** as amended, Ayes 88, Noes 9 ..... 865

04-15. A. Ordered immediately messaged ..... 865

04-16. S. Received from Assembly amended and concurred in as amended, Assembly amendment 6 adopted.

04-16. S. Available for scheduling.

04-16. S. Placed on calendar 4-20-2010 pursuant to Senate Rule 18(1).

04-20. S. Assembly amendment 6 **concurred in**, Ayes 18, Noes 15.

04-20. S. Action ordered immediately messaged.

JB

**2009**  
**ENROLLED BILL**

09en SB-409

**ADOPTED DOCUMENTS:**

Orig     Engr    5 SubAmdt 1    09 50209/2

Amendments to above (if none, write "NONE"): SA1 to SS1 - a 1268/4

AA 6 - a 2122/1

Corrections - show date (if none, write "NONE"): NOTE ccc in enrolling  
a 2122/1

**Topic** Postsecondary education tax credit for businesses, annual limits on angel investment tax credits, grants to the WiSys Technology Foundation, Inc., business plan competitions and an emerging technology center in the University of Wisconsin System

4.24.

Date



Enrolling Drafter



**SENATE SUBSTITUTE AMENDMENT 1,  
TO 2009 SENATE BILL 409**

December 17, 2009 - Offered by COMMITTEE ON ECONOMIC DEVELOPMENT.

1     **AN ACT** *to repeal* 20.285 (1) (eg) and 36.25 (54); *to renumber and amend*  
2           560.205 (3) (d); *to amend* 20.143 (1) (c), 20.143 (1) (d), 20.143 (1) (fi), 20.143 (1)  
3           (ie), 20.143 (1) (ig), 20.143 (1) (im), 20.143 (1) (io), 20.143 (1) (ir), 20.143 (1) (kj),  
4           38.41 (3) (d), 71.05 (6) (a) 15., 71.21 (4), 71.26 (2) (a) 4., 71.34 (1k) (g), 71.45 (2)  
5           (a) 10., 77.92 (4), 560.2055 (4) (c), 560.27 (3) (c) and 560.703 (1) (a); and *to create*  
6           20.285 (1) (cd), 20.285 (1) (eb), 20.285 (1) (eg), 20.437 (2) (fr), 36.25 (52), 36.25  
7           (53), 36.25 (54), 49.265 (3) (b) 11., 49.265 (4) (cm), 71.07 (5d) (c) 4., 71.07 (5r),  
8           71.10 (4) (cd), 71.28 (5r), 71.30 (3) (cd), 71.47 (5r), 71.49 (1) (cd), 560.203,  
9           560.205 (3) (d) 1., 560.205 (3) (d) 2., 560.27 (1) (c) and 560.276 of the statutes;  
10          **relating to:** a postsecondary education tax credit for businesses; grants to  
11          certain community action agencies for skills enhancement programs;  
12          increasing annual limits on angel investment tax credits; awarding grants to  
13          the WiSys Technology Foundation, Inc.; business plan competitions and an

INS. SAI-1

1 emerging technology center in the University of Wisconsin System; rural  
 2 outsourcing grants; requiring the Department of Commerce to award grants to  
 3 a high-technology business development corporation and grants for converting  
 4 manufacturing facilities; increasing funding for certain economic development  
 5 programs; a pilot program providing microloans for the creation of new  
 6 businesses; increasing funding for certain technical college training program  
 7 grants; providing an exemption from emergency rule procedures; granting  
 8 rule-making authority; and making appropriations.

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

INS AAG-1

INS. AAG-2

9 ~~SECTION 1.~~ 20.005 (3) (schedule) of the statutes: at the appropriate place, insert  
 10 the following amounts for the purposes indicated:

11 

	2009-10	2010-11
	INSERT	SAI-2

12 **20.285 University of Wisconsin System**

13 (1) UNIVERSITY EDUCATION, RESEARCH AND PUBLIC  
 14 SERVICE

15 (eb)	Business plan competition	GPR	A	125,000	125,000
16 (eg)	Emerging technology center	GPR	B	400,000	-0-

17 **20.437 Children and families, department of**

18 (2) ECONOMIC SUPPORT

19 (fr)	Skills enhancement grants	GPR	A	250,000	250,000
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20 **SECTION 2.** 20.143 (1) (c) of the statutes, as affected by 2009 Wisconsin Act 28,  
 21 is amended to read:

1           20.143 (1) (c) *Wisconsin development fund; grants, loans, reimbursements, and*  
2 *assistance*. Biennially, the amounts in the schedule for grants under s. 560.145; for  
3 grants and loans under ~~s. ss.~~ 560.275 (2) and 560.276 and under subch. V of ch. 560;  
4 for reimbursements under s. 560.167; for the costs specified in s. 560.607; for loans  
5 under s. 560.203 and the loan under 1999 Wisconsin Act 9, section 9110 (4); and for  
6 the grants under 1995 Wisconsin Act 27, section 9116 (7gg), 1995 Wisconsin Act 119,  
7 section 2 (1), 1997 Wisconsin Act 27, section 9110 (6g), 2003 Wisconsin Act 33, section  
8 9109 (1d) and (2q), 2007 Wisconsin Act 20, section 9108 (4u), (6c), (7c), (7f), (8c), (8i),  
9 (9i), and (10q), 2009 Wisconsin Act 2, section 9110 (2) and (3), and 2009 Wisconsin  
10 Act 28, section 9110 (17q).

INSERT SAI-3

11           **SECTION 3.** 20.143 (1) (d) of the statutes is amended to read:

12           20.143 (1) (d) *High-technology business development corporation*. The  
13 amounts in the schedule for the grants specified in s. 560.27 (1) (b) and (c) and (3),  
14 and for the grant under 2009 Wisconsin Act ... (this act), section 45 (2).

15           **SECTION 4.** 20.143 (1) (fi) of the statutes, as created by 2009 Wisconsin Act 28,  
16 is amended to read:

17           20.143 (1) (fi) *Forward innovation fund; grants and loans*. Biennially, the  
18 amounts in the schedule for grants and loans under s. 560.276 and under subch. II  
19 of ch. 560.

INS, AAG-3

20           **SECTION 5.** 20.143 (1) (ie) of the statutes, as affected by 2009 Wisconsin Act 28,  
21 is amended to read:

22           20.143 (1) (ie) *Wisconsin development fund, repayments*. All moneys received  
23 in repayment of grants or loans under s. 560.085 (4) (b), 1985 stats., s. 560.10, 2005  
24 stats., s. 560.147, 2005 stats., s. 560.16, 1995 stats., s. 560.165, 1993 stats., s. 560.275  
25 (2), s. 560.62, 2005 stats., s. 560.63, 2005 stats., s. 560.66, 2005 stats., ss. 560.145,

1 560.157, and 560.45, subch. V of ch. 560, 1989 Wisconsin Act 336, section 3015 (1m),  
2 1989 Wisconsin Act 336, section 3015 (2m), 1989 Wisconsin Act 336, section 3015  
3 (3gx), 1997 Wisconsin Act 27, section 9110 (7f), 1997 Wisconsin Act 310, section 2  
4 (2d), 1999 Wisconsin Act 9, section 9110 (4), and 2007 Wisconsin Act 20, section 9108  
5 (5x), not appropriated under par. (gv) to be used for grants and loans under ~~s.~~ ss.  
6 560.275 (2), ~~s. 560.276, and 560.45,~~ and subch. V of ch. 560, for the loan under 1999  
7 Wisconsin Act 9, section 9110 (4), for the grant under 2001 Wisconsin Act 16, section  
8 9110 (7g), for the grants under 2003 Wisconsin Act 33, section 9109 (1d) and (2q), for  
9 grants under 2009 Wisconsin Act .... (this act), section 45 (1), for the study under 2009  
10 Wisconsin Act 28, section 9110 (15u), and for reimbursements under s. 560.167.

11 **SECTION 6.** 20.143 (1) (ig) of the statutes, as affected by 2009 Wisconsin Act 28,  
12 is amended to read:

13 20.143 (1) (ig) *Gaming economic development and diversification; repayments.*  
14 Biennially, the amounts in the schedule for grants and loans under s. 560.138, for  
15 grants under ~~s.~~ 2009 Wisconsin Act .... (this act), section 45 (1), and under ss. 560.276  
16 and 560.45, and for the study under 2009 Wisconsin Act 28, section 9110 (15u). All  
17 moneys received in repayment of loans under ss. 560.137 (2), 2005 stats., and 560.138  
18 shall be credited to this appropriation account.

19 **SECTION 7.** 20.143 (1) (im) of the statutes, as affected by 2009 Wisconsin Act  
20 28, is amended to read:

21 20.143 (1) (im) *Minority business projects; repayments.* All moneys received on  
22 or before June 30, 2009, in repayment of grants or loans under s. 560.82 (1m) (b), 2007  
23 stats., and s. 560.82 (1m) (c), 2007 stats., and loans under 1997 Wisconsin Act 9,  
24 section 3, to be used for grants and loans under s. 560.45 and subch. II of ch. 560, for

1 grants under 2009 Wisconsin Act ... (this act), section 45 (1), and for the study under  
2 2009 Wisconsin Act 28, section 9110 (15u).

3 **SECTION 8.** 20.143 (1) (io) of the statutes, as created by 2009 Wisconsin Act 28,  
4 is amended to read:

5 20.143 (1) (io) *Grant and loan repayments; forward innovation fund.* All  
6 moneys received in repayment of grants or loans under subch. II of ch. 560, grants  
7 or loans under s. 560.82 (1m) (b) and (c), 2007 stats., and loans under 1997 Wisconsin  
8 Act 9, section 3, to be used for grants and loans under s. 560.276 and under subch.  
9 II of ch. 560.

10 **SECTION 9.** 20.143 (1) (ir) of the statutes, as affected by 2009 Wisconsin Act 28,  
11 is amended to read:

12 20.143 (1) (ir) *Rural economic development loan repayments.* All moneys  
13 received in repayment of loans under s. 560.17, to be used for grants and loans under  
14 ss. 560.17 and 560.45, for grants under 2009 Wisconsin Act ... (this act), section 45  
15 (1), and for the study under 2009 Wisconsin Act 28, section 9110 (15u).

16 **SECTION 10.** 20.143 (1) (kj) of the statutes, as affected by 2009 Wisconsin Act  
17 28, is amended to read:

18 20.143 (1) (kj) *Gaming economic development and diversification; grants and*  
19 *loans.* Biennially, the amounts in the schedule for grants and loans under ~~s.~~ ss.  
20 560.138 and 560.276, for the grants under s. 560.139 (1) (a), and for the grants under  
21 2001 Wisconsin Act 16, section 9110 (2k), (11pk), and (11zx), and 2009 Wisconsin Act  
22 28, section 9110 (16i). All moneys transferred from the appropriation account under  
23 s. 20.505 (8) (hm) 6j. shall be credited to this appropriation account.  
24 Notwithstanding s. 20.001 (3) (b), the unencumbered balance on June 30 of each



1 odd-numbered year shall revert to the appropriation account under s. 20.505 (8)  
2 (hm).

3 **SECTION 11.** 20.285 (1) (cd) of the statutes is created to read:

4 20.285 (1) (cd) *WiSys Technology Foundation grants.* A sum sufficient not to  
5 exceed \$2,000,000 for grants to the WiSys Technology Foundation, Inc., under s.  
6 36.25 (52) (b).

7 **SECTION 12.** 20.285 (1) (eb) of the statutes is created to read:

8 20.285 (1) (eb) *Business plan competition.* The amounts in the schedule to  
9 support a business plan competition program under s. 36.25 (53).

10 **SECTION 13.** 20.285 (1) (eg) of the statutes is created to read:

11 20.285 (1) (eg) *Emerging technology center.* Biennially, the amounts in the  
12 schedule to develop a business plan for an emerging technology center under s. 36.25  
13 (54).

14 **SECTION 14.** 20.285 (1) (eg) of the statutes, as created by 2009 Wisconsin Act  
15 .... (this act), is repealed.

16 **SECTION 15.** 20.437 (2) (fr) of the statutes is created to read:

17 20.437 (2) (fr) *Skills enhancement grants.* The amounts in the schedule to  
18 provide skills enhancement grants under s. 49.265 (4) (cm).

19 **SECTION 16.** 36.25 (52) of the statutes is created to read:

20 36.25 (52) **WISYS TECHNOLOGY FOUNDATION GRANTS.** (a) In this subsection,  
21 “foundation” means the WiSys Technology Foundation, Inc.

22 (b) From the appropriation under s. 20.285 (1) (cd), the board shall award  
23 grants to the foundation for the Wisconsin Small Company Advancement program  
24 to provide intellectual property management services to the extension and all  
25 institutions and college campuses other than the University of Wisconsin–Madison

1 and the University of Wisconsin–Milwaukee and for the administrative costs of the  
2 program. The amount of each grant shall be \$250,000. The foundation may use no  
3 more than \$75,000 of the amount appropriated under s. 20.285 (1) (cd) for the  
4 administrative costs of the program. The board may not award a grant unless the  
5 foundation shows to the satisfaction of the board that the foundation has secured,  
6 after January 1, 2010, matching funds for the program from sources other than the  
7 state that are equal to the amount of the grant, except that the amounts used for  
8 administrative costs of the program are exempt from the matching requirement.  
9 In-kind contributions may be applied to meet the matching requirement.

10 (c) The board shall submit progress reports on the use of grants under par. (b)  
11 to the joint committee on finance and the chief clerk of each house of the legislature  
12 for distribution to the appropriate standing committees under s. 13.172 (3), at least  
13 annually until the program funded by the grants under par. (b) is terminated.

14 **SECTION 17.** 36.25 (53) of the statutes is created to read:

15 36.25 (53) BUSINESS PLAN COMPETITION. The board shall use the moneys  
16 appropriated under s. 20.285 (1) (eb) to support a business plan competition program  
17 existing on the effective date of this subsection .... [LRB inserts date], at institutions  
18 and college campuses other than the University of Wisconsin–Madison that makes  
19 entrepreneurial expertise available to students and that has ties to campus-based  
20 business plan contests and national organizations that foster student  
21 entrepreneurship. The board may use the moneys only if the board receives matching  
22 funds for the same purpose from private contributions.

23 **SECTION 18.** 36.25 (54) of the statutes is created to read:

24 36.25 (54) EMERGING TECHNOLOGY CENTER. The board shall use the moneys  
25 appropriated under s. 20.285 (1) (eg) to develop an emerging technology center at the

1 University of Wisconsin–La Crosse. The board may use the moneys only if the board  
2 receives matching funds for the same purpose from sources other than the state.  
3 In-kind contributions may be applied to meet the matching requirement.

4 **SECTION 19.** 36.25 (54) of the statutes, as created by 2009 Wisconsin Act .... (this  
5 act), is repealed.

6 **SECTION 20.** 38.41 (3) (d) of the statutes, as created by 2009 Wisconsin Act 2,  
7 is amended to read:

8 38.41 (3) (d) Beginning in the 2008–09 school year, the board shall award at  
9 least \$1,000,000 annually under sub. (1) for training in advanced manufacturing  
10 skills, ~~with priority given to welding and beginning in the 2010–11 school year, the~~  
11 board shall award at least \$2,000,000 annually under sub. (1) for such training.

12 **SECTION 21.** 49.265 (3) (b) 11. of the statutes is created to read:


13 49.265 (3) (b) 11. Provide, to individuals who work at least 20 hours per week  
14 and whose earned income is at or below 150 percent of the poverty line, a program  
15 of skills enhancement that shall include access to transportation, child care, career  
16 counseling, job placement assistance, and financial support for education and  
17 training.

18 **SECTION 22.** 49.265 (4) (cm) of the statutes is created to read:

19 49.265 (4) (cm) From the appropriation under s. 20.437 (2) (fr), the department  
20 of children and families shall distribute grants to community action agencies to  
21 provide the skills enhancement services specified under sub. (3) (b) 11.

22 **SECTION 23.** 71.05 (6) (a) 15. of the statutes, as affected by 2009 Wisconsin Act  
23 28, is amended to read:

24 71.05 (6) (a) 15. The amount of the credits computed under s. 71.07 (2dd), (2de),  
25 (2di), (2dj), (2dL), (2dm), (2dr), (2ds), (2dx), (2dy), (3g), (3h), (3n), (3p), (3q), (3r), (3s),

1 (3t), (3w), (5e), (5f), (5h), (5i), (5j), (5k), (5r), and (8r) and not passed through by a  
2 partnership, limited liability company, or tax-option corporation that has added that  
3 amount to the partnership's, company's, or tax-option corporation's income under s.  
4 71.21 (4) or 71.34 (1k) (g). 

5 **SECTION 24.** 71.07 (5d) (c) 4. of the statutes is created to read:

6 71.07 (5d) (c) 4. A claimant may claim the credit under this subsection for an  
7 investment that was made in a business that was located outside of this state if the  
8 investment was made no more than 60 days before the business relocated to this  
9 state and the business was certified as a qualified new business venture no later than  
10 180 days after relocating to this state.

11 **SECTION 25.** 71.07 (5r) of the statutes is created to read:

12 71.07 (5r) POSTSECONDARY EDUCATION CREDIT. (a) *Definitions.* In this  
13 subsection:

14 1. "Claimant" means a sole proprietor, a partner, a member of a limited liability  
15 company, or a shareholder of a tax-option corporation who files a claim under this  
16 subsection.

17 2. "Course of instruction" has the meaning given in s. 38.50 (1) (c).

18 3. "Family member" has the meaning given in s. 157.061 (7).

19 4. "Managing employee" means an individual who wholly or partially exercises  
20 operational or managerial control over, or who directly or indirectly conducts, the  
21 operation of the claimant's business.

22 5. "Paid or incurred" includes any amount paid by the claimant to reimburse  
23 an individual for the tuition that the individual paid or incurred.

24 6. "Qualified postsecondary institution" means all of the following:

1           a. A University of Wisconsin System institution, a technical college system  
2 institution, or a regionally accredited 4-year nonprofit college or university having  
3 its regional headquarters and principal place of business in this state.

4           b. A school approved under s. 38.50, if the delivery of education occurs in this  
5 state.

6           (b) *Filing claims.* Subject to the limitations provided in this subsection, a  
7 claimant may claim as a credit against the tax imposed under s. 71.02 an amount  
8 equal to the following:

9           1. Twenty-five percent of the tuition that the claimant paid or incurred for an  
10 individual to participate in an education program of a qualified postsecondary  
11 institution, if the individual was enrolled in a course of instruction and eligible for  
12 a grant from the Federal Pell Grant Program.

13           2. Thirty percent of the tuition that the claimant paid or incurred for an  
14 individual to participate in an education program of a qualified postsecondary  
15 institution, if the individual was enrolled in a course of instruction that relates to a  
16 projected worker shortage in this state, as determined by the local workforce  
17 development boards established under 29 USC 2832, and if the individual was  
18 eligible for a grant from the Federal Pell Grant Program.

19           (c) *Limitations.* 1. No credit may be allowed under par. (b) unless the claimant  
20 certifies to the department of revenue that the claimant will not be reimbursed for  
21 any amount of tuition for which the claimant claims a credit under par. (b).

22           2. A claimant may not claim the credit under par. (b) for any tuition amounts  
23 that the individual described under par. (b) excluded under s. 71.05 (6) (b) 28. or  
24 under section 127 of the Internal Revenue Code.

1           3. A claimant may not claim the credit under par. (b) for any tuition amounts  
2 that the claimant paid or incurred for a family member of the claimant or for a family  
3 member of a managing employee unless all of the following apply:

4           a. The family member was employed an average of at least 20 hours per week  
5 as an employee of the claimant, or the claimant's business, during the one-year  
6 period prior to commencing participation in the education program in connection  
7 with which the claimant claims a credit under par. (b).

8           b. The family member is enrolled in a course of instruction that is substantially  
9 related to the claimant's business.

10          3m. A claimant may not claim the credit under par. (b) for any tuition amounts  
11 that the claimant paid or incurred for an individual who is not a resident of this state.

12          4. The claimant shall claim the credit for the taxable year in which the  
13 individual graduates from a course of instruction in an amount equal to the total  
14 amount the claimant paid or incurred under par. (b) for all taxable years in which  
15 the claimant paid or incurred such amounts related to that individual.

16          5. Partnerships, limited liability companies, and tax-option corporations may  
17 not claim the credit under this subsection, but the eligibility for, and the amount of,  
18 the credit are based on their payment of tuition under par. (b). A partnership, limited  
19 liability company, or tax-option corporation shall compute the amount of credit that  
20 each of its partners, members, or shareholders may claim and shall provide that  
21 information to each of them. Partners, members of limited liability companies, and  
22 shareholders of tax-option corporations may claim the credit in proportion to their  
23 ownership interest.

24          (d) *Administration.* Section 71.28 (4) (e) to (h), as it applies to the credit under  
25 s. 71.28 (4), applies to the credit under this subsection.

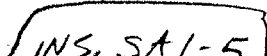
1           **SECTION 26.** 71.10 (4) (cd) of the statutes is created to read:

2           71.10 (4) (cd) Postsecondary education credit under s. 71.07 (5r).

3           **SECTION 27.** 71.21 (4) of the statutes, as affected by 2009 Wisconsin Act 28, is  
4 amended to read:

5           71.21 (4) Credits computed by a partnership under s. 71.07 (2dd), (2de), (2di),  
6 (2dj), (2dL), (2dm), (2ds), (2dx), (2dy), (3g), (3h), (3n), (3p), (3q), (3r), (3s), (3t), (3w),  
7 (5e), (5f), (5g), (5h), (5i), (5j), (5k), (5r), and (8r) and passed through to partners shall  
8 be added to the partnership's income.

9           **SECTION 28.** 71.26 (2) (a) 4. of the statutes, as affected by 2009 Wisconsin Act  
10 28, is amended to read:

11           71.26 (2) (a) 4. Plus the amount of the credit computed under s. 71.28 (1dd),  
12 (1de), (1di), (1dj), (1dL), (1dm), (1ds), (1dx), (1dy), (3g), (3h), (3n), (3p), (3q), (3r), (3t),  
13 (3w), (5e), (5f), (5g), (5h), (5i), (5j), (5k), (5r), and (8r) and not passed through by a  
14 partnership, limited liability company, or tax-option corporation that has added that  
15 amount to the partnership's, limited liability company's, or tax-option corporation's  
16 income under s. 71.21 (4) or 71.34 (1k) (g). 

17           **SECTION 29.** 71.28 (5r) of the statutes is created to read:

18           71.28 (5r) POSTSECONDARY EDUCATION CREDIT. (a) *Definitions.* In this  
19 subsection:

- 20           1. "Claimant" means a corporation that files a claim under this subsection.
- 21           2. "Course of instruction" has the meaning given in s. 38.50 (1) (c).
- 22           3. "Family member" has the meaning given in s. 157.061 (7).
- 23           4. "Managing employee" means an individual who wholly or partially exercises  
24 operational or managerial control over, or who directly or indirectly conducts, the  
25 operation of the claimant's business.

1           5. “Paid or incurred” includes any amount paid by the claimant to reimburse  
2 an individual for the tuition that the individual paid or incurred.

3           6. “Qualified postsecondary institution” means all of the following:

4           a. A University of Wisconsin System institution, a technical college system  
5 institution, or a regionally accredited 4-year nonprofit college or university having  
6 its regional headquarters and principal place of business in this state.

7           b. A school approved under s. 38.50, if the delivery of education occurs in this  
8 state.

9           (b) *Filing claims.* Subject to the limitations provided in this subsection, a  
10 claimant may claim as a credit against the tax imposed under s. 71.23 an amount  
11 equal to the following:

12           1. Twenty-five percent of the tuition that the claimant paid or incurred for an  
13 individual to participate in an education program of a qualified postsecondary  
14 institution, if the individual was enrolled in a course of instruction and eligible for  
15 a grant from the Federal Pell Grant Program.

16           2. Thirty percent of the tuition that the claimant paid or incurred for an  
17 individual to participate in an education program of a qualified postsecondary  
18 institution, if the individual was enrolled in a course of instruction that relates to a  
19 projected worker shortage in this state, as determined by the local workforce  
20 development boards established under 29 USC 2832, and if the individual was  
21 eligible for a grant from the Federal Pell Grant Program.

22           (c) *Limitations.* 1. No credit may be allowed under par. (b) unless the claimant  
23 certifies to the department of revenue that the claimant will not be reimbursed for  
24 any amount of tuition for which the claimant claims a credit under par. (b).



1           2. A claimant may not claim the credit under par. (b) for any tuition amounts  
2 that the individual described under par. (b) excluded under section 127 of the  
3 Internal Revenue Code.

4           3. A claimant may not claim the credit under par. (b) for any tuition amounts  
5 that the claimant paid or incurred for a family member of a managing employee  
6 unless all of the following apply:

7           a. The family member was employed an average of at least 20 hours per week  
8 as an employee of the claimant, or the claimant's business, during the one-year  
9 period prior to commencing participation in the education program in connection  
10 with which the claimant claims a credit under par. (b).

11           b. The family member is enrolled in a course of instruction that is substantially  
12 related to the claimant's business.

13           3m. A claimant may not claim the credit under par. (b) for any tuition amounts  
14 that the claimant paid or incurred for an individual who is not a resident of this state.

15           4. The claimant shall claim the credit for the taxable year in which the  
16 individual graduates from a course of instruction in an amount equal to the total  
17 amount the claimant paid or incurred under par. (b) for all taxable years in which  
18 the claimant paid or incurred such amounts related to that individual.

19           5. Partnerships, limited liability companies, and tax-option corporations may  
20 not claim the credit under this subsection, but the eligibility for, and the amount of,  
21 the credit are based on their payment of tuition under par. (b). A partnership, limited  
22 liability company, or tax-option corporation shall compute the amount of credit that  
23 each of its partners, members, or shareholders may claim and shall provide that  
24 information to each of them. Partners, members of limited liability companies, and

1 shareholders of tax–option corporations may claim the credit in proportion to their  
2 ownership interest.

3 (d) *Administration.* Subsection (4) (e) to (h), as it applies to the credit under  
4 sub. (4), applies to the credit under this subsection.

5 **SECTION 30.** 71.30 (3) (cd) of the statutes is created to read:

6 71.30 (3) (cd) Postsecondary education credit under s. 71.28 (5r).

7 **SECTION 31.** 71.34 (1k) (g) of the statutes, as affected by 2009 Wisconsin Act 28,  
8 is amended to read:

9 71.34 (1k) (g) An addition shall be made for credits computed by a tax–option  
10 corporation under s. 71.28 (1dd), (1de), (1di), (1dj), (1dL), (1dm), (1ds), (1dx), (1dy),  
11 (3), (3g), (3h), (3n), (3p), (3q), (3r), (3t), (3w), (5e), (5f), (5g), (5h), (5i), (5j), (5k), (5r),  
12 and (8r) and passed through to shareholders.

13 **SECTION 32.** 71.45 (2) (a) 10. of the statutes, as affected by 2009 Wisconsin Act  
14 28, is amended to read:

15 71.45 (2) (a) 10. By adding to federal taxable income the amount of credit  
16 computed under s. 71.47 (1dd) to (1dy), (3g), (3h), (3n), (3p), (3q), (3r), (3w), (5e), (5f),  
17 (5g), (5h), (5i), (5j), (5k), (5r), and (8r) and not passed through by a partnership,  
18 limited liability company, or tax–option corporation that has added that amount to  
19 the partnership’s, limited liability company’s, or tax–option corporation’s income  
20 under s. 71.21 (4) or 71.34 (1k) (g) and the amount of credit computed under s. 71.47  
21 (1), (3), (3t), (4), (4m), and (5). *A* INS. SAI-6

22 **SECTION 33.** 71.47 (5r) of the statutes is created to read:

23 71.47 (5r) POSTSECONDARY EDUCATION CREDIT. (a) *Definitions.* In this  
24 subsection:

25 1. “Claimant” means a corporation that files a claim under this subsection.

1           2. “Course of instruction” has the meaning given in s. 38.50 (1) (c).

2           3. “Family member” has the meaning given in s. 157.061 (7).

3           4. “Managing employee” means an individual who wholly or partially exercises  
4 operational or managerial control over, or who directly or indirectly conducts, the  
5 operation of the claimant’s business.

6           5. “Paid or incurred” includes any amount paid by the claimant to reimburse  
7 an individual for the tuition that the individual paid or incurred.

8           6. “Qualified postsecondary institution” means all of the following:

9           a. A University of Wisconsin System institution, a technical college system  
10 institution, or a regionally accredited 4–year nonprofit college or university having  
11 its regional headquarters and principal place of business in this state.

12           b. A school approved under s. 38.50, if the delivery of education occurs in this  
13 state.

14           (b) *Filing claims.* Subject to the limitations provided in this subsection, a  
15 claimant may claim as a credit against the tax imposed under s. 71.43 an amount  
16 equal to the following:

17           1. Twenty–five percent of the tuition that the claimant paid or incurred for an  
18 individual to participate in an education program of a qualified postsecondary  
19 institution, if the individual was enrolled in a course of instruction and eligible for  
20 a grant from the Federal Pell Grant Program.

21           2. Thirty percent of the tuition that the claimant paid or incurred for an  
22 individual to participate in an education program of a qualified postsecondary  
23 institution, if the individual was enrolled in a course of instruction that relates to a  
24 projected worker shortage in this state, as determined by the local workforce

1 development boards established under 29 USC 2832, and if the individual was  
2 eligible for a grant from the Federal Pell Grant Program.

3 (c) *Limitations.* 1. No credit may be allowed under par. (b) unless the claimant  
4 certifies to the department of revenue that the claimant will not be reimbursed for  
5 any amount of tuition for which the claimant claims a credit under par. (b).

6 2. A claimant may not claim the credit under par. (b) for any tuition amounts  
7 that the individual described under par. (b) excluded under section 127 of the  
8 Internal Revenue Code.

9 3. A claimant may not claim the credit under par. (b) for any tuition amounts  
10 that the claimant paid or incurred for a family member of a managing employee  
11 unless all of the following apply:

12 a. The family member was employed an average of at least 20 hours per week  
13 as an employee of the claimant, or the claimant's business, during the one-year  
14 period prior to commencing participation in the education program in connection  
15 with which the claimant claims a credit under par. (b).

16 b. The family member is enrolled in a course of instruction that is substantially  
17 related to the claimant's business.

18 3m. A claimant may not claim the credit under par. (b) for any tuition amounts  
19 that the claimant paid or incurred for an individual who is not a resident of this state.

20 4. The claimant shall claim the credit for the taxable year in which the  
21 individual graduates from a course of instruction in an amount equal to the total  
22 amount the claimant paid or incurred under par. (b) for all taxable years in which  
23 the claimant paid or incurred such amounts related to that individual.

24 5. Partnerships, limited liability companies, and tax-option corporations may  
25 not claim the credit under this subsection, but the eligibility for, and the amount of,

1 the credit are based on their payment of tuition under par. (b). A partnership, limited  
2 liability company, or tax-option corporation shall compute the amount of credit that  
3 each of its partners, members, or shareholders may claim and shall provide that  
4 information to each of them. Partners, members of limited liability companies, and  
5 shareholders of tax-option corporations may claim the credit in proportion to their  
6 ownership interest.


7 (d) *Administration.* Section 71.28 (4) (e) to (h), as it applies to the credit under  
8 s. 71.28 (4), applies to the credit under this subsection.

9 **SECTION 34.** 71.49 (1) (cd) of the statutes is created to read:

10 71.49 (1) (cd) Postsecondary education credit under s. 71.47 (5r).

11 **SECTION 35.** 77.92 (4) of the statutes, as affected by 2009 Wisconsin Act 28, is  
12 amended to read:

13 77.92 (4) “Net business income,” with respect to a partnership, means taxable  
14 income as calculated under section 703 of the Internal Revenue Code; plus the items  
15 of income and gain under section 702 of the Internal Revenue Code, including taxable  
16 state and municipal bond interest and excluding nontaxable interest income or  
17 dividend income from federal government obligations; minus the items of loss and  
18 deduction under section 702 of the Internal Revenue Code, except items that are not  
19 deductible under s. 71.21; plus guaranteed payments to partners under section 707  
20 (c) of the Internal Revenue Code; plus the credits claimed under s. 71.07 (2dd), (2de),  
21 (2di), (2dj), (2dL), (2dm), (2dr), (2ds), (2dx), (2dy), (3g), (3h), (3n), (3p), (3q), (3r), (3s),  
22 (3t), (3w), (5e), (5f), (5g), (5h), (5i), (5j), (5k), (5r), and (8r); and plus or minus, as  
23 appropriate, transitional adjustments, depreciation differences, and basis  
24 differences under s. 71.05 (13), (15), (16), (17), and (19); but excluding income, gain,  
25 loss, and deductions from farming. “Net business income,” with respect to a natural

1 person, estate, or trust, means profit from a trade or business for federal income tax  
2 purposes and includes net income derived as an employee as defined in section 3121  
3 (d) (3) of the Internal Revenue Code. 

4 **SECTION 36.** 560.203 of the statutes is created to read:

5 **560.203 Targeted microloans.** The department shall create a pilot program  
6 for making microloans from the appropriation under s. 20.143 (1) (c) at nominal  
7 interest rates for the creation of new businesses. The department shall designate 2  
8 areas of the state, one urban and one rural, that are affected by high unemployment.  
9 Only residents of the areas designated by the department are eligible for loans under  
10 this section, and the amount of a loan under this section may not exceed \$25,000.  
11 The department shall, through a competitive process, select a Wisconsin nonprofit  
12 finance corporation to administer the pilot program. The department shall partner  
13 with federal, state, regional, and local economic development entities to provide  
14 business training for applicants and borrowers under this section. The department  
15 may not make a loan under this section after July 31, 2013.

16 **SECTION 37.** 560.205 (3) (d) of the statutes, as affected by 2009 Wisconsin Act  
17 2, is renumbered 560.205 (3) (d) (intro.) and amended to read:

18 560.205 (3) (d) *Rules.* (intro.) The department of commerce, in consultation  
19 with the department of revenue, shall promulgate rules to administer this section.  
20 The rules shall further define “bona fide angel investment” for purposes of s. 71.07  
21 (5d) (a) 1. The rules shall limit the aggregate amount of tax credits under s. 71.07  
22 (5d) that may be claimed for investments in businesses certified under sub. (1) at  
23 \$3,000,000 per calendar year for calendar years beginning after December 31, 2004,  
24 and before January 1, 2008, \$5,500,000 per calendar year for calendar years  
25 beginning after December 31, 2007, and before January 1, ~~2011~~ 2010, \$6,500,000 for

1 calendar year 2010, and ~~\$18,000,000~~ \$20,000,000 per calendar year for calendar  
 2 years beginning after December 31, 2010, plus, for taxable years beginning after  
 3 December 31, 2010, an additional \$250,000 for tax credits that may be claimed for  
 4 investments in nanotechnology businesses certified under sub. (1). The rules shall  
 5 also limit the aggregate amount of the tax credits under ss. 71.07 (5b), 71.28 (5b),  
 6 71.47 (5b), and 76.638 that may be claimed for investments paid to fund managers  
 7 certified under sub. (2) at \$3,500,000 per calendar year for calendar years beginning  
 8 after December 31, 2004, and before January 1, 2008, \$6,000,000 per calendar year  
 9 for calendar years beginning after December 31, 2007, and before January 1, 2011  
 10 2010, \$8,000,000 for calendar year 2010, and ~~\$18,500,000~~ \$20,500,000 per calendar  
 11 year for calendar years beginning after December 31, 2010, plus, for taxable years  
 12 beginning after December 31, 2010, an additional \$250,000 for tax credits that may  
 13 be claimed for investments in nanotechnology businesses certified under sub. (1).  
 14 The rules shall also provide that, for calendar years beginning after December 31,  
 15 2007, no person may receive a credit under ss. 71.07 (5b) and (5d), 71.28 (5b), 71.47  
 16 (5b), or 76.638 unless the person's investment is kept in a certified business, or with  
 17 a certified fund manager, for no less than 3 years. The rules shall permit the  
 18 department to reallocate credits under this section that are unused in any calendar  
 19 year to a person eligible for tax benefits, as defined under s. 560.2055 (1) (d) ~~or~~

20 ~~560.799 (1) (c)~~, if all of the following apply:

21 SECTION 38. 560.205 (3) (d) 1. of the statutes is created to read:

22 560.205 (3) (d) 1. The department notifies the joint committee on finance in  
 23 writing of its proposed reallocation.

24 SECTION 39. 560.205 (3) (d) 2. of the statutes is created to read:

25 560.205 (3) (d) 2. One of the following is true:

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19  
20

1           a. The cochairpersons of the joint committee on finance fail to notify the  
2 department, within 14 working days after the date of the department's notification  
3 under subd. 1., that the committee has scheduled a meeting for the purpose of  
4 reviewing the proposed reallocation.

5           b. The cochairpersons of the joint committee on finance notify the department  
6 that the committee has approved the proposed reallocation.

7           **SECTION 40.** 560.2055 (4) (c) of the statutes, as created by 2009 Wisconsin Act  
8 28, is amended to read:

9           560.2055 (4) (c) The Subject to a reallocation by the department pursuant to  
10 rules promulgated under s. 560.205 (3) (d), the department may allocate up to  
11 \$5,000,000 in tax benefits under this section in any calendar year.

12           **SECTION 41.** 560.27 (1) (c) of the statutes is created to read:

13           560.27 (1) (c) Annually, beginning in fiscal year 2010–11, the department shall  
14 award a grant of \$100,000 from the appropriation under s. 20.143 (1) (d) to the  
15 high–technology business development corporation. The department shall enter  
16 into an agreement with the high–technology business development corporation  
17 requiring the grant proceeds to be used for employing a grant writer to assist  
18 businesses to apply for federal small business innovation research grants. The  
19 department shall submit annually to the legislature under s. 13.172 (2) a report  
20 detailing the number of grant applications assisted by the grant writer, the number  
21 of applications assisted by the grant writer that won grants and the total amount of  
22 the grants, and the number of any jobs created as a result of the grant writer's  
23 activities.

24           **SECTION 42.** 560.27 (3) (c) of the statutes is amended to read:



1           560.27 (3) (c) The department may not make grants under this subsection that  
2 exceed \$200,000 in total in fiscal year 2000–01, or that exceed ~~\$250,000~~ \$750,000 in  
3 total in any fiscal year thereafter.

4           **SECTION 43.** 560.276 of the statutes is created to read:

5           **560.276 Technology transfer grant and loan program. (1) DEFINITIONS.**

6           In this section:

7           (a) “Business” has the meaning given in s. 560.60 (2).

8           (b) “Research institution” means any of the following if located in this state:

9           1. An accredited college or university.

10           2. An accredited school of medicine, dentistry, veterinary medicine, medicine  
11 and public health, public health, or health professionals.

12           3. An accredited center for health sciences.

13           4. A hospital in which research is conducted. In this subdivision, “hospital” has  
14 the meaning given in s. 50.33 (2).

15           **(2) GRANTS AND LOANS.** From the appropriations under s. 20.143 (1) (c), (fi), (ie),  
16 (ig), (io), and (kj), the department may award a grant or loan to a research institution  
17 to provide money for research and development activities related to the creation or  
18 retention of jobs by a business, or to improving the competitive position of a business  
19 by improving the innovativeness of the business. The department may award a  
20 grant or loan under this section if the research institution applies for a grant or loan  
21 on a form prepared by the department and all of the following are satisfied:

22           (a) The department determines that the research and development activities  
23 are likely to result in an economic benefit to one or more specific businesses.

24           (b) The department determines that the research and development activities  
25 will be conducted substantially in this state.

1 (c) The department considers the availability of matching funds from the  
2 research institution, the business, and other sources.

3 (d) The department enters into a written agreement with the research  
4 institution that specifies the conditions for use of the grant or loan proceeds,  
5 including reporting and auditing requirements.

6 (3) LIMITS. No grant or loan awarded to a research institution under this  
7 section may exceed \$100,000. *INS. AAG-6*

8 **SECTION 44.** 560.703 (1) (a) of the statutes, as created by 2009 Wisconsin Act  
9 2, is amended to read:

10 560.703 (1) (a) Except as provided in par. (b), and subject to a reallocation by  
11 the department pursuant to rules promulgated under s. 560.205 (3) (d), the total tax  
12 benefits available to be allocated by the department under ss. 560.701 to 560.706  
13 may not exceed the sum of the tax benefits remaining to be allocated under ss. 560.71  
14 to 560.785, 560.797, 560.798, 560.7995, and 560.96 on March 6, 2009.

15 **SECTION 45. Nonstatutory provisions.**

~~16~~ (1) RURAL OUTSOURCING GRANTS. From the appropriations under section 20.143  
17 (1) (ie), (ig), (im), and (ir) of the statutes, as affected by this act, the department of  
18 commerce may award grants during the 2009–11 fiscal biennium to businesses for  
19 outsourcing work to rural municipalities, as defined under section 560.17 (1) (d) of  
20 the statutes. The department shall require grantees to obtain funding from sources  
21 other than the state in an amount at least equal to the amount of the grant. In  
22 determining whether a grantee has obtained sufficient funding from sources other  
23 than the state, the department shall credit the grantee's capital expenditures, family  
24 supporting wages, rent or other facility costs, electricity costs, equipment leases, and  
25 software expenditures. The total amount of grants awarded under this subsection

1 may not exceed \$500,000. The department may promulgate rules necessary to  
2 administer this subsection as emergency rules under section 227.24 of the statutes.  
3 Notwithstanding section 227.24 (1) (a) and (3) of the statutes, the department is not  
4 required to provide evidence that promulgating a rule under this subsection as an  
5 emergency rule is necessary for the preservation of public peace, health, safety, or  
6 welfare and is not required to provide a finding of emergency for a rule promulgated  
7 under this subsection.

↑ (INSERT SA 1-7)

8 (2) HIGH-TECHNOLOGY BUSINESS DEVELOPMENT CORPORATION GRANT. In fiscal year  
9 2010–11, the department of commerce shall award to the high–technology business  
10 development corporation under section 560.27 of the statutes a grant of \$100,000  
11 from the appropriation account under section 20.143 (1) (d) of the statutes, for  
12 procuring an economic modeling database for the use of regional economic  
13 development entities.

14 (3) MANUFACTURING FACILITY CONVERSION GRANTS. In fiscal year 2010–11, the  
15 department of commerce shall award grants from the appropriation account under  
16 section 20.143 (1) (c) of the statutes to provide incentives to companies for converting  
17 existing manufacturing facilities to the production of renewable energy or the  
18 manufacturing of equipment used in the production of renewable energy. The total  
19 amount of grants awarded under this subsection may not exceed \$2,000,000. The  
20 department of commerce may promulgate rules necessary to implement this  
21 subsection as emergency rules under section 227.24 of the statutes.  
22 Notwithstanding section 227.24 (1) (a) and (3) of the statutes, the department is not  
23 required to provide evidence that promulgating a rule under this subsection as an  
24 emergency rule is necessary for the preservation of public peace, health, safety, or

1 welfare and is not required to provide a finding of emergency for a rule promulgated  
2 under this subsection.

3 (4) GRANT TO PLEASANT PRAIRIE TECHNOLOGY INCUBATOR CENTER.  
4 Notwithstanding 2009 Wisconsin Act 28, section 9110 (17q), the department of  
5 commerce shall award the grant required under 2009 Wisconsin Act 28, section 9110  
6 (17q), no later than than 30 days after the effective date of this subsection.

7 (5) TARGETED MICROLOANS; RULES. The department of commerce may  
8 promulgate emergency rules under section 227.24 of the statutes for the  
9 establishment and administration of section 560.203 of the statutes, as created by  
10 this act, for the period before the effective date of any permanent rules promulgated  
11 under section 560.203 of the statutes, as created by this act, but not to exceed the  
12 period authorized under section 227.24 (1) (c) and (2) of the statutes.  
13 Notwithstanding section 227.24 (1) (a), (2) (b), and (3) of the statutes, the department  
14 is not required to provide evidence that promulgating a rule under this subsection  
15 as an emergency rule is necessary for the preservation of the public peace, health,  
16 safety, or welfare and is not required to provide a finding of emergency for a rule  
17 promulgated under this subsection.

INS. AAG-7

18 **SECTION 46. Fiscal changes.**

19 (1) WISCONSIN DEVELOPMENT FUND.

20 (a) In the schedule under section 20.005 (3) of the statutes for the appropriation  
21 to the department of commerce under section 20.143 (1) (c) of the statutes, as affected  
22 by the acts of 2009, the dollar amount is increased by \$500,000 for the first fiscal year  
23 of the fiscal biennium in which this subsection takes effect to increase funding for the  
24 purposes for which the appropriation is made. In the schedule under section 20.005  
25 (3) of the statutes for the appropriation to the department of commerce under section

1 20.143 (1) (c) of the statutes, as affected by the acts of 2009, the dollar amount is  
2 increased by \$2,500,000 for the second fiscal year of the fiscal biennium in which this  
3 subsection takes effect to increase funding for the purposes for which the  
4 appropriation is made, and to provide funding for grants under SECTION 45 (3) of this  
5 act.

INS. AAG-8

6 (b) In the schedule under section 20.005 (3) of the statutes for the appropriation  
7 to the department of commerce under section 20.143 (1) (c) of the statutes, as affected  
8 by the acts of 2009, the dollar amount is increased by \$500,000 for the second fiscal  
9 year of the fiscal biennium in which this subsection takes effect to provide funding  
10 for loans under section 560.203 of the statutes, as created by this act.

INS. AAG-9

11 (2) HIGH-TECHNOLOGY BUSINESS DEVELOPMENT CORPORATION GRANTS. In the  
12 schedule under section 20.005 (3) of the statutes for the appropriation to the  
13 department of commerce under section 20.143 (1) (d) of the statutes, as affected by  
14 the acts of 2009, the dollar amount is increased by \$200,000 for the second fiscal  
15 year of the fiscal biennium in which this subsection takes effect to provide funding for the  
16 grant under section 560.27 (1) (c) of the statutes, as created by this act, and for the  
17 grant under SECTION 45 (2) of this act.

18 (3) RURAL OUTSOURCING GRANTS. In the schedule under section 20.005 (3) of the  
19 statutes for the appropriation to the department of commerce under section 20.143  
20 (1) (im) of the statutes, as affected by the acts of 2009, the dollar amount is increased  
21 by \$250,000 for the first fiscal year of the fiscal biennium in which this subsection  
22 takes effect to provide funding for rural outsourcing grants. In the schedule under  
23 section 20.005 (3) of the statutes for the appropriation to the department of commerce  
24 under section 20.143 (1) (im) of the statutes, as affected by the acts of 2009, the dollar

1 amount is increased by \$250,000 for the second fiscal year of the fiscal biennium in  
2 which this subsection takes effect to provide funding for rural outsourcing grants.

3 (4) TRAINING PROGRAM GRANTS. In the schedule under section 20.005 (3) of the  
4 statutes for the appropriation to the technical college system board under section  
5 20.292 (1) (eh) of the statutes, as affected by the acts of 2009, the dollar amount is  
6 increased by \$1,000,000 for the second fiscal year of the fiscal biennium in which this  
7 subsection takes effect to increase funding for the purpose for which the  
8 appropriation is made.

INS. AAG-10

9 (5) REGULATORY OMBUDSMAN CENTER POSITION. In the schedule under section  
10 20.005 (3) of the statutes for the appropriation to the department of commerce under  
11 section 20.143 (1) (a) of the statutes, as affected by the acts of 2009, the dollar amount  
12 is increased by \$75,000 for the second fiscal year of the fiscal biennium in which this  
13 subsection takes effect to increase the authorized FTE positions for the regulatory  
14 ombudsman center by 1.0 FTE position.

INS. AAG-11

INS. AAG-13

INS. SAI-9

INS. AAG-12

15 **SECTION 47. Initial applicability.**

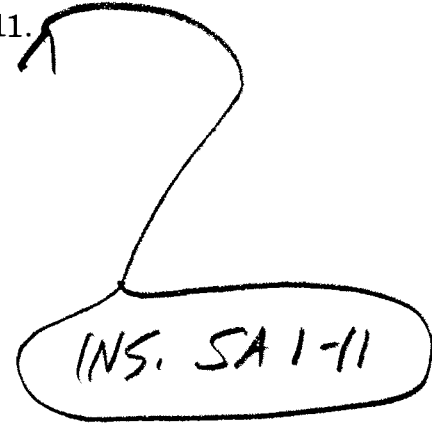
16 (1) POSTSECONDARY EDUCATION TAX CREDITS. The treatment of sections 71.05 (6)  
17 (a) 15., 71.07 (5r), 71.10 (4) (cd), 71.21 (4), 71.26 (2) (a) 4., 71.28 (5r), 71.30 (3) (cd),  
18 71.34 (1k) (g), 71.45 (2) (a) 10., 71.47 (5r), 71.49 (1) (cd), and 77.92 (4) of the statutes  
19 first applies to taxable years beginning on January 1 of the year in which this  
20 subsection takes effect, except that if this subsection takes effect after July 31 this  
21 act first applies to taxable years beginning on January 1 of the year following the  
22 year in which this subsection takes effect.

23 **SECTION 48. Effective date.**

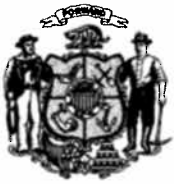
INS. SAI-10

1 (1) EMERGING TECHNOLOGY CENTER. The repeal of sections 20.285 (1) (eg) and  
2 36.25 (54) of the statutes takes effect on June 30, 2011.

3 (END)

A large, hand-drawn scribble in black ink, resembling a stylized '2' or a large loop, is positioned to the right of the main text. At the bottom of this scribble, the text 'INS. SA 1-11' is written in a cursive, handwritten style and enclosed within a hand-drawn oval.

INS AA6-17



**SENATE AMENDMENT 1,  
TO SENATE SUBSTITUTE AMENDMENT 1,  
TO 2009 SENATE BILL 409**

January 15, 2010 – Offered by JOINT COMMITTEE ON FINANCE.

1 At the locations indicated, amend the substitute amendment as follows:

SAI-1

2 ✓ 1. Page 1, line 12: after “credits;” insert “modifying the early stage seed and  
3 jobs tax credits;”.

4 2. Page 2, line 11: after that line insert:

SAI-2

5 “20.143 Commerce, department of

6 (1) ECONOMIC AND COMMUNITY DEVELOPMENT

7 (cp) Rural outsourcing grants GPR B 250,000 250,000”.

8 3. Page 3, line 10: after that line insert:

SAI-3

9 “SECTION 2g. 20.143 (1) (cp) of the statutes is created to read:

10 20.143 (1) (cp) *Rural outsourcing grants*. Biennially, the amounts in the  
11 schedule for rural outsourcing grants under 2009 Wisconsin Act .... (this act), section



1 45 (1) and to make expenditures authorized under 2009 Wisconsin Act .... (this act),  
2 section 45 (1) (c).

3 **SECTION 2r.** 20.143 (1) (cp) of the statutes, as created by 2009 Wisconsin Act  
4 .... (this act), is repealed.”

5 **4.** Page 9, line 4: after that line insert:

6 “**SECTION 23d.** 71.07 (3q) (c) 3. of the statutes, as created by 2009 Wisconsin Act  
7 28, is amended to read:

8 71.07 (3q) (c) 3. The maximum amount of credits that may be awarded under  
9 this subsection and ss. 71.28 (3q) and 71.47 (3q) for the period beginning on January  
10 1, 2010, and ending on June 30, 2013, is \$14,500,000, not including the amount of  
11 any credits reallocated under s. 560.205 (3) (d).

12 **SECTION 23g.** 71.07 (5b) (b) 1. of the statutes is amended to read:

13 71.07 (5b) (b) 1. For taxable years beginning after December 31, 2004, subject  
14 to the limitations provided under this subsection and s. 560.205, and except as  
15 provided in subd. 2., a claimant may claim as a credit against the tax imposed under  
16 ss. 71.02 and 71.08, up to the amount of those taxes, 25 percent of the claimant's  
17 investment paid to a fund manager that the fund manager invests in a business  
18 certified under s. 560.205 (1), except that, for taxable years beginning after  
19 December 31, 2009, and before January 1, 2014, a claimant may claim 40 percent of  
20 the claimant's investment paid to a fund manager that the fund manager invests in  
21 a business certified under s. 560.205 (1), if the fund manager has invested no more  
22 than \$500,000 in the business and the business has received no more than  
23 \$2,000,000 in investments that have qualified for credits under this subsection or s.  
24 71.28 (5b) or 71.47 (5b).

SAI-4

1           **SECTION 23h.** 71.07 (5b) (b) 2. of the statutes is amended to read:

2           71.07 (5b) (b) 2. In the case of a partnership, limited liability company, or  
3 tax-option corporation, the computation of the 25 or 40 percent limitation under  
4 subd. 1. shall be determined at the entity level rather than the claimant level and  
5 may be allocated among the claimants who make investments in the manner set  
6 forth in the entity's organizational documents. The entity shall provide to the  
7 department of revenue and to the department of commerce the names and tax  
8 identification numbers of the claimants, the amounts of the credits allocated to the  
9 claimants, and the computation of the allocations.".

10           **5.** Page 12, line 16: after that line insert:

SAI-5

11           **SECTION 28d.** 71.28 (3q) (c) 3. of the statutes, as created by 2009 Wisconsin Act  
12 28, is amended to read:

13           71.28 (3q) (c) 3. The maximum amount of credits that may be awarded under  
14 this subsection and ss. 71.07 (3q) and 71.47 (3q) for the period beginning on January  
15 1, 2010, and ending on June 30, 2013, is \$14,500,000, not including the amount of  
16 any credits reallocated under s. 560.205 (3) (d).

17           **SECTION 28g.** 71.28 (5b) (b) 1. of the statutes is amended to read:

18           71.28 (5b) (b) 1. For taxable years beginning after December 31, 2004, subject  
19 to the limitations provided under this subsection and s. 560.205, and except as  
20 provided in subd. 2., a claimant may claim as a credit against the tax imposed under  
21 s. 71.23, up to the amount of those taxes, 25 percent of the claimant's investment paid  
22 to a fund manager that the fund manager invests in a business certified under s.  
23 560.205 (1), except that, for taxable years beginning after December 31, 2009, and  
24 before January 1, 2014, a claimant may claim 40 percent of the claimant's investment

1 paid to a fund manager that the fund manager invests in a business certified under  
2 s. 560.205 (1), if the fund manager has invested no more than \$500,000 in the  
3 business and the business has received no more than \$2,000,000 in investments that  
4 have qualified for credits under this subsection or s. 71.07 (5b) or 71.47 (5b).

5 **SECTION 28h.** 71.28 (5b) (b) 2. of the statutes is amended to read:

6 71.28 (5b) (b) 2. In the case of a partnership, limited liability company, or  
7 tax-option corporation, the computation of the 25 or 40 percent limitation under  
8 subd. 1. shall be determined at the entity level rather than the claimant level and  
9 may be allocated among the claimants who make investments in the manner set  
10 forth in the entity's organizational documents. The entity shall provide to the  
11 department of revenue and to the department of commerce the names and tax  
12 identification numbers of the claimants, the amounts of the credits allocated to the  
13 claimants, and the computation of the allocations”.

14 **6.** Page 15, line 21: after that line insert:

SAI-6

15 **SECTION 32d.** 71.47 (3q) (c) 3. of the statutes, as created by 2009 Wisconsin Act  
16 28, is amended to read:

17 71.47 (3q) (c) 3. The maximum amount of credits that may be awarded under  
18 this subsection and ss. 71.07 (3q) and 71.28 (3q) for the period beginning on January  
19 1, 2010, and ending on June 30, 2013, is \$14,500,000, not including the amount of  
20 any credits reallocated under s. 560.205 (3) (d).

21 **SECTION 32g.** 71.47 (5b) (b) 1. of the statutes is amended to read:

22 71.47 (5b) (b) 1. For taxable years beginning after December 31, 2004, subject  
23 to the limitations provided under this subsection and s. 560.205, and except as  
24 provided in subd. 2., a claimant may claim as a credit against the tax imposed under

1 s. 71.43, up to the amount of those taxes, 25 percent of the claimant's investment paid  
2 to a fund manager that the fund manager invests in a business certified under s.  
3 560.205 (1), except that, for taxable years beginning after December 31, 2009, and  
4 before January 1, 2014, a claimant may claim 40 percent of the claimant's investment  
5 paid to a fund manager that the fund manager invests in a business certified under  
6 s. 560.205 (1), if the fund manager has invested no more than \$500,000 in the  
7 business and the business has received no more than \$2,000,000 in investments that  
8 have qualified for credits under this subsection or s. 71.07 (5b) or 71.28 (5b).

9 **SECTION 32h.** 71.47 (5b) (b) 2. of the statutes is amended to read:

10 71.47 (5b) (b) 2. In the case of a partnership, limited liability company, or  
11 tax-option corporation, the computation of the 25 or 40 percent limitation under  
12 subd. 1. shall be determined at the entity level rather than the claimant level and  
13 may be allocated among the claimants who make investments in the manner set  
14 forth in the entity's organizational documents. The entity shall provide to the  
15 department of revenue and to the department of commerce the names and tax  
16 identification numbers of the claimants, the amounts of the credits allocated to the  
17 claimants, and the computation of the allocations.”

18 **7.** Page 23, line 16: delete the material beginning with that line and ending  
19 with page 24, line 7, and substitute:

20 “(1) RURAL OUTSOURCING GRANTS.

21 (a) From the appropriations under section 20.143 (1) (cp), (ie), (ig), (im), and (ir)  
22 of the statutes, as affected by this act, the department of commerce may award grants  
23 during the 2009–11 fiscal biennium to businesses for outsourcing work to rural  
24 municipalities, as defined under section 560.17 (1) (d) of the statutes. The

SAI-7

541-7

1 department may award a grant from the appropriation under section 20.143 (1) (cp)  
2 of the statutes, as created by this act, only to the extent the unencumbered balances  
3 of the appropriations under section 20.143 (1) (ie), (ig), (im), and (ir) of the statutes,  
4 as affected by this act, are insufficient to award the grant. The department shall  
5 require grantees to obtain funding from sources other than the state in an amount  
6 at least equal to the amount of the grant. In determining whether a grantee has  
7 obtained sufficient funding from sources other than the state, the department shall  
8 credit the grantee's capital expenditures, family supporting wages, rent or other  
9 facility costs, electricity costs, equipment leases, and software expenditures. The  
10 total amount of grants awarded under this subsection may not exceed \$500,000.

11 (b) Not more than 45 days after the effective date of this paragraph, the  
12 department of commerce shall promulgate, as emergency rules under section 227.24  
13 of the statutes, rules necessary to administer this subsection. Notwithstanding  
14 section 227.24 (1) (a) and (3) of the statutes, the department is not required to provide  
15 evidence that promulgating a rule under this subsection as an emergency rule is  
16 necessary for the preservation of public peace, health, safety, or welfare and is not  
17 required to provide a finding of emergency for a rule promulgated under this  
18 subsection.

19 (c) Notwithstanding paragraph (a) if, by the first day of the 12th month  
20 beginning after the effective date of the rules promulgated under paragraph (b), the  
21 department of commerce has not received applications for grants under this  
22 subsection totaling \$500,000, the department may spend an amount equal to the  
23 difference between the unencumbered balance of the appropriation account under  
24 section 20.143 (1) (cp) of the statutes, as created by this act, and the total amount of  
25 grants under this subsection for which it has received applications or \$250,000,

1 whichever is less, from the appropriation under section 20.143 (1) (cp) of the statutes,  
2 as created by this act, for any purpose specified under section 20.143 (1) (c) of the  
3 statutes, as affected by this act.”

4 **8.** Page 26, line 18: delete the material beginning with that line and ending  
5 with page 27, line 2. *INS, AAG-14*

6 **9.** Page 27, line 14: after that line insert: *SAI-9*

*\* S*  
7 “(6) SMALL BUSINESS OMBUDSMAN FUNDING. In the schedule under section 20.005  
8 (3) of the statutes for the appropriation to the department of commerce under section  
9 20.143 (1) (a) of the statutes, as affected by the acts of 2009, the dollar amount is  
10 increased by \$75,000 for the second fiscal year of the fiscal biennium in which this  
11 subsection takes effect to provide supplemental funding so that a  
12 previously-authorized 1.0 FTE GPR small business ombudsman position is funded  
13 for a full year.” *INS AAG-15 + INS AAG-16*

14 **10.** Page 27, line 23: delete that line and substitute: *SAI-10*

15 “SECTION 48m. Effective dates. This act takes effect on the day after  
16 publication, except as follows.”

17 **11.** Page 28, line 2: after that line insert: *SAI-11*

18 “(2m) RURAL OUTSOURCING GRANTS. The repeal of section 20.143 (1) (cp) of the  
19 statutes takes effect on June 30, 2011.”



State of Wisconsin  
2009-2010 LEGISLATURE

**CORRECTIONS IN:**

**ASSEMBLY AMENDMENT 6,  
TO 2009 SENATE BILL 409**

Prepared by the Legislative Reference Bureau  
(April 30, 2010)

In enrolling, the following correction was made:

1. Page 11, line 17: delete "48" and substitute "48m".

\*\*\*\*NOTE: Senate amendment 1 to senate substitute amendment 1 changed the bill section number of SECTION 48. to be 48m. This item corrects a cross-reference to reflect that new bill section number.

(END)



**ASSEMBLY AMENDMENT 6,  
TO 2009 SENATE BILL 409**

April 12, 2010 - Offered by Representative MOLEPSKE JR..

1 At the locations indicated, amend the bill, as shown by senate substitute  
2 amendment 1, as follows:

3 **1.** Page 2, line 9: before that line insert:

4 **SECTION 1g.** 15.155 (2) (c) of the statutes is created to read:

5 15.155 (2) (c) The board shall do all of the following:

6 1. Consult with the department of commerce on strategic economic policy for  
7 the state.

8 2. Suggest legislation to achieve strategic economic policy objectives.

9 **2.** Page 2, line 9: delete "**SECTION 1**" and substitute "**SECTION 1g**".

10 **3.** Page 3, line 20: before that line insert:

11 **SECTION 4m.** 20.143 (1) (gc) (title) of the statutes, as affected by 2009  
12 Wisconsin Act 28, is amended to read:

AAG-1

AAG-2

AAG-3



1 20.143 (1) (gc) (title) ~~Regulatory ombudsman center~~ Office of regulatory  
2 assistance.”

AAG-4

3 4. Page 19, line 4: before that line insert:

4 “SECTION 35g. 560.03 (9) of the statutes is amended to read:

5 560.03 (9) Establish and operate a small business ombudsman clearinghouse  
6 for business and industry to facilitate the flow of information from other state and  
7 federal agencies, to assist state agencies in establishing methods to encourage the  
8 participation of small businesses in rule making under s. 227.114 (4) and to serve as  
9 ombudsman for small business stationary sources, as defined in s. 285.79 (1), in  
10 connection with the implementation of the federal clean air act, 42 USC 7401 to  
11 7671q. The department shall assign one full-time employee of the small business  
12 ombudsman clearinghouse to provide assistance to businesses as specified under s.  
13 560.42 (1m).

14 SECTION 35r. 560.03 (19) of the statutes, as affected by 2009 Wisconsin Act 28,  
15 is amended to read:

16 560.03 (19) Establish ~~a regulatory ombudsman center~~ an office of regulatory  
17 assistance in the department to provide services as set forth in subch. III.”

18 5. Page 20, line 19: delete the material beginning with “or” and ending with  
19 “(c)” on line 20.

AAG-6

20 6. Page 23, line 7: after that line insert:

21 “SECTION 43b. 560.30 (1) of the statutes, as created by 2009 Wisconsin Act 28,  
22 is repealed.

23 SECTION 43bb. 560.301 (intro.) of the statutes, as created by 2009 Wisconsin  
24 Act 28, is amended to read:

1           **560.301 Rules, policies, and standards for awarding grants and**  
2 **making loans.** (intro.) The department, ~~in consultation with the board,~~ shall  
3 promulgate rules that establish procedures, policies, and standards for  
4 implementing this subchapter and awarding grants and making loans under this  
5 subchapter. The rules shall include all of the following:

6           **SECTION 43bd.** 560.304 of the statutes, as created by 2009 Wisconsin Act 28,  
7 is amended to read:

8           **560.304 Forward innovation fund.** The department may award a grant or  
9 make a loan to an eligible recipient from the appropriations under s. 20.143 (1) (fi),  
10 (gm), and (io). ~~The department shall consult with the board prior to awarding a grant~~  
11 ~~or making a loan under this section.~~

12           **SECTION 43c.** 560.305 (1) (intro.) of the statutes, as created by 2009 Wisconsin  
13 Act 28, is amended to read:

14           560.305 (1) (intro.) The department, ~~in cooperation with the board,~~ shall  
15 encourage small businesses to apply for grants and loans under this subchapter by  
16 ensuring that there are no undue impediments to their participation and by actively  
17 encouraging small businesses to apply for grants and loans. The department shall  
18 do all of the following:

19           **SECTION 43cb.** 560.305 (3) of the statutes, as created by 2009 Wisconsin Act 28,  
20 is amended to read:

21           560.305 (3) The ~~board~~ department shall develop a policy relating to obtaining  
22 reimbursement of grants and loans provided under this subchapter. The policy may  
23 provide that reimbursement shall be obtained through full repayment of the  
24 principal amount of the grant or loan plus interest, through receipt of a share of

1 future profits from or an interest in a product or process, or through any other  
2 appropriate means.

3 **SECTION 43d.** 560.305 (4) of the statutes, as created by 2009 Wisconsin Act 28,  
4 is amended to read:

5 560.305 (4) The ~~board~~ department shall require, as a condition of a grant or  
6 loan, that a recipient contribute to a project an amount that is not less than 25  
7 percent of the amount of the grant or loan.

8 **SECTION 43db.** Subchapter III (title) of chapter 560 [precedes 560.41] of the  
9 statutes, as affected by 2009 Wisconsin Act 28, is amended to read:

10 **CHAPTER 560**

11 **SUBCHAPTER III**

12 **OFFICE OF REGULATORY OMBUDSMAN**

13 **CENTER ASSISTANCE**

14 **SECTION 43dc.** 560.41 (1) of the statutes is renumbered 560.41 (1n).

15 **SECTION 43e.** 560.41 (1c) of the statutes is created to read:

16 560.41 (1c) “Agency” has the meaning given in s. 16.70 (1e).

17 **SECTION 43eb.** 560.41 (1g) of the statutes is created to read:

18 560.41 (1g) “Authority” has the meaning given in s. 16.70 (2).

19 **SECTION 43ed.** 560.41 (1m) of the statutes, as affected by 2009 Wisconsin Act  
20 28, is renumbered 560.41 (1w) and amended to read:

21 560.41 (1w) “Center Office” means the ~~regulatory ombudsman center office of~~  
22 regulatory assistance in the department.

23 **SECTION 43f.** 560.41 (1r) of the statutes is created to read:

24 560.41 (1r) “Municipality” has the meaning given in s. 16.70 (8).

25 **SECTION 43fb.** 560.41 (2) of the statutes is amended to read:

1           560.41 (2) “Permit” means any approval of ~~a regulatory~~ an agency required as  
2 a condition of operating a business in this state.

3           **SECTION 43g.** 560.41 (3) of the statutes is repealed.

4           **SECTION 43gb.** 560.42 (1) of the statutes is repealed.

5           **SECTION 43h.** 560.42 (1m) of the statutes is created to read:

6           560.42 (1m) ASSISTANCE TO BUSINESSES. The office shall do all of the following:

7           (a) Provide assistance with obtaining and maintaining permits and any  
8 licenses and approvals necessary for a business to operate in this state. To fulfill the  
9 requirements of this paragraph, the office shall do all of the following on behalf of  
10 businesses:

11           1. Explain requirements for obtaining permits.

12           2. Track the progress of applications for permits.

13           3. Help businesses comply with laws and rules applicable to businesses,  
14 including providing plain-language explanations of laws and rules.

15           (b) Serve as a liaison between businesses and agencies, authorities,  
16 municipalities, and local economic development organizations.

17           **SECTION 43hb.** 560.42 (2) (a) and (b), (2m) (intro.), (2r), (3) and (4) of the  
18 statutes are amended to read:

19           560.42 (2) (a) The ~~center~~ office shall assist any person requesting information  
20 on which permits are required for a particular business activity or on the application  
21 process, including criteria applied in making a determination on a permit  
22 application and the time period within which a determination will be made. This  
23 assistance may include any of the following:

24           1. Arranging a meeting between the person and the staff of the appropriate  
25 regulatory agency to enable the person to obtain information from the agency.

1           2. Obtaining information and permit applications from the ~~regulatory~~ agency  
2 and providing the information and appropriate permit applications to the person.

3           (b) If a person receives assistance under this subsection and applies for a permit  
4 and if the person requests, the ~~center~~ office shall monitor the status of the permit  
5 application and periodically report the status to the person.

6           **(2m) ADVOCACY.** (intro.) The ~~center~~ office shall provide advocacy services  
7 before ~~regulatory~~ agencies on behalf of permit applicants. These services shall  
8 include all of the following:

9           **(2r) MEDIATION AND DISPUTE RESOLUTION SERVICES.** The ~~center~~ office may provide  
10 mediation or other dispute resolution services to facilitate the resolution of a dispute  
11 between ~~a regulatory~~ an agency and a person applying for a permit. The provision  
12 of mediation or other dispute resolution services under this subsection does not affect  
13 any right that the person may have to a contested hearing under ch. 227.

14           **(3) ASSISTANCE BY CENTER OFFICE.** (a) The ~~center~~ office may charge for services  
15 provided under this subchapter. Any amount charged for services may not exceed  
16 the actual cost of the service provided, unless a specific charge for the service, or  
17 method of calculating the charge, is provided by law. All amounts received under this  
18 paragraph shall be deposited in the appropriation account under s. 20.143 (1) (gc).

19           (b) The ~~center~~ office may refer to the appropriate ~~regulatory~~ agency, without  
20 giving further assistance, any person seeking information or assistance on a permit  
21 under chs. 186, 215, 217, 220 to 224, 440 to 480 and 600 to 646.

22           (c) Advice, assistance, mediation or other dispute resolution services or  
23 information rendered by the ~~center~~ office under this subchapter does not relieve any  
24 person from the obligation to secure a required permit or satisfy a regulatory  
25 requirement.

1 (d) The ~~center~~ office shall not be liable for any consequences resulting from the  
2 failure of ~~a regulatory~~ an agency to issue, or the failure of a person to seek, a permit.

3 (4) PROMOTION OF ASSISTANCE. (a) The ~~center~~ office shall maintain and publicize  
4 the availability of a toll-free telephone line available to in-state and out-of-state  
5 callers to the ~~center~~ office.

6 (b) The ~~center~~ office shall seek to explain, promote and publicize its services to  
7 the public and shall provide information on its services for inclusion in any public  
8 informational material on permits provided by ~~regulatory~~ agencies.

9 (c) The ~~center~~ office shall, in its efforts under pars. (a) and (b), clearly represent  
10 that its services are advisory, informational and facilitative only.

11 **SECTION 43i.** 560.42 (5) of the statutes is created to read:

12 560.42 (5) STAFFING AND REPORT. The office shall be staffed by at least 2  
13 full-time employees of the department. The office shall annually submit to the chief  
14 clerk of each house of the legislature for distribution to the appropriate standing  
15 committees under s. 13.172 (3) a report on the work of the office.

16 **SECTION 43ib.** 560.43 (title), (1) (intro.), (a), (b), (c) and (g) and (2) of the statutes  
17 are amended to read:

18 **560.43 (title) Responsibilities of regulatory agencies. (1) INTERAGENCY**  
19 **COOPERATION.** (intro.) Each ~~regulatory~~ agency shall:

20 (a) Designate a staff person to coordinate ~~regulatory~~ agency cooperation with  
21 ~~center~~ office staff, provide information to ~~center~~ office staff on the permit process and  
22 direct ~~center~~ office staff to appropriate staff within the ~~regulatory~~ agency.

23 (b) Cooperate with ~~center~~ office staff and respond promptly to requests for  
24 assistance in expediting and requests for information on the permit process under  
25 s. 560.42.

1 (c) Include material provided by the ~~center~~ office under s. 560.42 (4) in any  
2 public informational material on permits that it provides.

3 (g) Provide to the ~~center~~ office written notification of a change to a permit, along  
4 with a copy of the new or revised permit, before the effective date of the change.

5 (2) PREAPPLICATION MEETINGS. Each ~~regulatory~~ agency shall provide an  
6 opportunity for a preapplication meeting with its staff to any person interested in  
7 applying for a permit upon request by the person or the ~~center~~ office, and shall  
8 comply with the following requirements:

9 (a) The ~~regulatory~~ agency shall conduct preapplication meetings in an informal  
10 manner.

11 (b) In any preapplication meeting, the ~~regulatory~~ agency shall identify all  
12 permits required by the ~~regulating~~ agency for a business activity, describe the steps  
13 and identify the time period for each step in the permit process and identify potential  
14 problems in the process.

15 (d) The ~~regulatory~~ agency shall invite participation by ~~center~~ office staff in  
16 preapplication meetings when appropriate.

17 (e) The ~~regulatory~~ agency shall publicize the availability of preapplication  
18 meetings to persons contacting them about permits.

19 **SECTION 43j.** 560.44 (1) (intro.) of the statutes is amended to read:

20 560.44 (1) OMBUDSMAN. (intro.) The ~~center~~ office shall act as an ombudsman  
21 for brownfields redevelopment projects. As ombudsman, the ~~center~~ office shall do all  
22 of the following:

23 **SECTION 43jd.** 560.44 (2) of the statutes is amended to read:

24 560.44 (2) ADMINISTRATION OF BROWNFIELDS PROGRAMS. The ~~center~~ office shall  
25 assist in administering the grant program under s. 560.13 and in administering

1 grants and loans under s. 560.138 that are made for brownfields remediation  
2 projects.

3 **SECTION 43k.** 560.60 (1s) of the statutes, as affected by 2009 Wisconsin Act 28,  
4 is repealed.

5 **SECTION 43L.** 560.602 (intro.) of the statutes is amended to read:

6 **560.602 Policies and standards for awarding grants and loans.** (intro.)

7 The department, ~~with the approval of the board,~~ shall promulgate rules to establish  
8 policies and standards for awarding grants and loans under this subchapter. The  
9 rules shall include all of the following:

10 **SECTION 43n.** 560.605 (1) (intro.) of the statutes is amended to read:

11 560.605 (1) (intro.) Upon receipt of an application by an eligible recipient, the  
12 ~~board~~ department may consider any of the following in determining whether to  
13 award a grant or loan under s. 560.61:

14 **SECTION 43o.** 560.605 (2m) (intro.) of the statutes is amended to read:

15 560.605 (2m) (intro.) When considering whether a project will be located in a  
16 targeted area, the ~~board~~ department may consider any of the following:

17 **SECTION 43p.** 560.605 (2m) (h) of the statutes is amended to read:

18 560.605 (2m) (h) Any other factor the ~~board~~ department considers to be an  
19 appropriate indicator of a targeted area.

20 **SECTION 43q.** 560.605 (7) (intro.) of the statutes is amended to read:

21 560.605 (7) (intro.) The ~~board~~ department shall award not less than 35 percent  
22 of the total amount of grants and loans made under this subchapter to businesses in  
23 distressed areas. In this paragraph, “distressed area” means an area to which any  
24 of the following apply:

25 **SECTION 43r.** 560.605 (7) (f) of the statutes is amended to read:



1           560.605 (7) (f) As determined by the ~~board~~ department, the area is affected by  
2 another factor that indicates the area is a distressed area.

3           **SECTION 43s.** 560.61 of the statutes is amended to read:

4           **560.61 Wisconsin development fund.** ~~At the request of the board, the~~ The  
5 department may make a grant or loan to an eligible recipient from the appropriations  
6 under s. 20.143 (1) (c) and (ie).

7           **SECTION 43t.** 560.68 (2) of the statutes is amended to read:

8           560.68 (2) The department, ~~in cooperation with the board,~~ shall actively  
9 encourage small businesses to apply for grants and loans under this subchapter by  
10 ensuring that there are no undue impediments to their participation and by assisting  
11 small businesses in preparing grant and loan applications.

12           **SECTION 43u.** 560.68 (4) of the statutes is amended to read:

13           560.68 (4) The ~~board~~ department shall develop a policy relating to obtaining  
14 reimbursement of grants and loans provided under this subchapter. The policy may  
15 provide that reimbursement shall be obtained through full repayment of the  
16 principal amount of the grant or loan plus interest, through receipt of a share of  
17 future profits from or an interest in a product or process, or through any other  
18 appropriate means.

19           **SECTION 43v.** 560.68 (5) (intro.) of the statutes is amended to read:

20           560.68 (5) (intro.) The department, ~~with the approval of the board,~~ shall  
21 develop procedures related to grants and loans under s. 560.61 for all of the following:

22           **SECTION 43w.** 560.68 (5m) of the statutes is amended to read:

23           560.68 (5m) The department, ~~with the approval of the board,~~ shall establish  
24 and implement procedures for monitoring the use of grants and loans awarded under  
25 this subchapter, including procedures for verification of economic growth, job

1 creation and the number and percentage of newly created jobs for which state  
2 residents are hired.

3 **SECTION 43x.** 560.68 (6) of the statutes is amended to read:

4 560.68 (6) The ~~board~~ department shall require, as a condition of a grant or loan,  
5 that a recipient contribute to a project an amount that is not less than 25% of the  
6 amount of the grant or loan.

7 **SECTION 43y.** 560.68 (7) (intro.) of the statutes is amended to read:

8 560.68 (7) (intro.) The department, ~~in cooperation with the board,~~ shall  
9 encourage small businesses to apply for grants and loans under this subchapter by  
10 ensuring that there are no undue impediments to their participation and by actively  
11 encouraging small businesses to apply for grants and loans. The department shall  
12 do all of the following:

13 **SECTION 43z.** 560.685 of the statutes is repealed.".

14 **7.** Page 25, line 17: after that line insert:

AAG-7

15 "(6) RECONCILIATION; LOANS TO MANUFACTURING BUSINESSES. If 2009 Wisconsin  
16 Act ... (Assembly Bill 904) is not enacted and if 2009 Wisconsin Act ... (Senate Bill  
17 651) is not enacted, SECTIONS 46 (1) (d) and 48<sup>3</sup>(3) of this act are void."

AAG-8

18 **8.** Page 26, line 2: delete lines 2 to 5 and substitute "increased by \$500,000 for  
19 the second fiscal year of the fiscal biennium in which this paragraph takes effect to  
20 increase funding for the purposes for which the appropriation is made."

AAG-9

21 **9.** Page 26, line 10: after that line insert:

22 "(c) In the schedule under section 20.005 (3) of the statutes for the  
23 appropriation to the department of commerce under section 20.143 (1) (c) of the  
24 statutes, as affected by the acts of 2009, the dollar amount is increased by \$2,000,000

1 for the second fiscal year of the fiscal biennium in which this paragraph takes effect  
2 to provide funding for grants under SECTION 45 (3) of this act.

3 (d) In the schedule under section 20.005 (3) of the statutes for the appropriation  
4 to the department of commerce under section 20.143 (1) (c) of the statutes, as affected  
5 by the acts of 2010, the dollar amount is increased by an amount equal to the  
6 difference between \$2,000,000 and the total amount of grants awarded under  
7 SECTION 45 (3) of this act as of June 30, 2011, to provide funding for loans to  
8 manufacturing businesses for implementing energy efficiency measures in their  
9 facilities, for retooling to manufacture products that support the green economy, for  
10 expanding or establishing domestic clean energy manufacturing, or for creating jobs  
11 or retaining workers engaged in the preceding activities.”.

12 **10.** Page 27, line 9: delete “REGULATORY OMBUDSMAN CENTER” and substitute  
13 “OFFICE OF REGULATORY ASSISTANCE”.

AA6-10

AA6-11

14 **11.** Page 27, line 13: after “positions” insert “in the department by 1.0 GPR  
15 position”.

AA6-12

16 **12.** Page 27, line 13: after “for the” insert “purpose of performing the  
17 responsibilities assigned to the office of”.

18 **13.** Page 27, line 14: delete “ombudsman center by 1.0 GPR position” and  
19 substitute “assistance under this act”.

AA6-13

20 **14.** Page 27, line 14: after that line, on page 7, line 7, of the material inserted  
21 by senate amendment 1, after “OMBUDSMAN” insert “AND OFFICE OF REGULATORY  
22 ASSISTANCE”.

AA6-14

marked on SA1-9

\*

AA6-15

1 \* **15.** Page 27, line 14: after that line, on page 7, line 13, of the material inserted  
2 by senate amendment 1, after “year” insert “for the purpose of performing the  
3 responsibilities assigned to the office of regulatory assistance under this act”.

4 **16.** Page 27, line 14: after that line, after the material inserted by senate  
5 amendment 1, insert:

AA6-16

6 \* “(7) REQUIRED GENERAL FUND BALANCE. Section 20.003 (4) of the statutes does  
7 not apply to the action of the legislature in enacting this act.”

AA6-17

8 **17.** Page 28, line 3: before that line insert:  
9 “(3) LOANS TO MANUFACTURING BUSINESSES. SECTION 46 (1) (d) of this act takes  
10 effect on the 2nd day after publication of 2011–13 biennial budget act.”

11

(END)