



State of Wisconsin
2011 - 2012 LEGISLATURE

September 2011 Special Session



LRB-1875/en
FFK:cjs:...

SENATE BILL 2

1 **AN ACT to repeal** 234.83 (1c) (a) and 234.83 (2) (a) 1. and 2.; **to consolidate,**
2 **renumber and amend** 234.83 (1c) (intro.) and (b) and 234.83 (2) (a) (intro.)
3 and 3.; and **to amend** 234.83 (3) (a) 3. and 234.83 (4) of the statutes; **relating**
4 **to:** small business loan guarantees by the Wisconsin Housing and Economic
5 Development Authority.

Analysis by the Legislative Reference Bureau

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

6 **SECTION 1.** 234.83 (1c) (intro.) and (b) of the statutes, as affected by 2011
7 Wisconsin Act 32, are consolidated, renumbered 234.83 (1c) and amended to read:
8 234.83 (1c) ~~DEFINITIONS~~ DEFINITION. In this section: (b) ~~“Small section, “small~~
9 business” means a business, as defined in s. 84.185 (1) (a), that employs 50 ~~250~~ or
10 fewer employees on a full-time basis.

1 **SECTION 2.** 234.83 (1c) (a) of the statutes is repealed.

2 **SECTION 3.** 234.83 (2) (a) (intro.) and 3. of the statutes are consolidated,
3 renumbered 234.83 (2) (a) and amended to read:

4 234.83 **(2)** (a) A small business to which all of the following apply: ~~3.~~ The,
5 provided that the name of the owner of the small business does not appear on the
6 statewide support lien docket under s. 49.854 (2) (b) or, if the name of the owner of
7 the small business appears on that docket, the owner of the small business provides
8 to the authority a payment agreement that has been approved by the county child
9 support agency under s. 59.53 (5) and that is consistent with rules promulgated
10 under s. 49.858 (2) (a).

11 **SECTION 4.** 234.83 (2) (a) 1. and 2. of the statutes are repealed.

12 **SECTION 5.** 234.83 (3) (a) 3. of the statutes is amended to read:

13 234.83 **(3)** (a) 3. The start-up of a small business in a vacant storefront in the
14 downtown area of a ~~rural community~~ city, town, or village in this state, including the
15 purchase or improvement of land, buildings, machinery, equipment, or inventory.

16 **SECTION 6.** 234.83 (4) of the statutes is amended to read:

17 234.83 **(4)** GUARANTEE OF REPAYMENT. The authority may guarantee repayment
18 of a portion of the principal of any loan eligible for a guarantee under sub. (1m). That
19 portion may not exceed 80% of the principal of the loan or ~~\$200,000~~ \$750,000,
20 whichever is less. The authority shall establish the portion of the principal of an
21 eligible loan that will be guaranteed, using the procedures described in the
22 agreement under s. 234.93 (2) (a). The authority may establish a single portion for
23 all guaranteed loans that do not exceed ~~\$250,000~~ \$937,500 and a single portion for
24 all guaranteed loans that exceed ~~\$250,000~~ \$937,500 or establish on an individual

