AN ACT to amend 79.05 (2) (c) of the statutes; relating to: excluding from the calculation of expenditure restraint payments expenditures made pursuant to a purchasing agreement with a school district.

Analysis by the Legislative Reference Bureau

Under current law, for purposes of determining a municipality’s eligibility to receive expenditure restraint payments, a comparison of a municipality’s current budget with its previous budget excludes principal and interest on long-term debt, certain revenue sharing payments, recycling fee payments, and expenditures from moneys received under the federal American Recovery and Reinvestment Act. Under this bill, expenditures made pursuant to a purchasing agreement with a school district whereby the municipality makes purchases on behalf of the school district are also excluded from municipal budget comparisons for purposes of determining a municipality’s eligibility to receive expenditure restraint payments.

For further information see the state and local fiscal estimate, which will be printed as an appendix to this bill.

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

SECTION 1. 79.05 (2) (c) of the statutes is amended to read:
79.05 (2) (c) Its municipal budget; exclusive of principal and interest on
long-term debt and exclusive of revenue sharing payments under s. 66.0305,
recycling fee payments under s. 289.645, unreimbursed expenses related to an
emergency declared under s. 166.03 (1) (b) 1., and 323.10, expenditures from moneys
received pursuant to P.L. 111−5, and expenditures made pursuant to a purchasing
agreement with a school district whereby the municipality makes purchases on
behalf of the school district; for the year of the statement under s. 79.015 increased
over its municipal budget as adjusted under sub. (6); exclusive of principal and
interest on long-term debt and exclusive of revenue sharing payments under s.
66.0305, recycling fee payments under s. 289.645, unreimbursed expenses related to
an emergency declared under s. 166.03 (1) (b) 1., and 323.10, expenditures from
moneys received pursuant to P.L. 111−5, and expenditures made pursuant to a
purchasing agreement with a school district whereby the municipality makes
purchases on behalf of the school district; for the year before that year by less than
the sum of the inflation factor and the valuation factor, rounded to the nearest 0.10%.

SECTION 2. Initial applicability.
(1) This act first applies to payments made in 2011.