

2013 DRAFTING REQUEST

Bill

Received: 11/18/2013 Received By: emueller
Wanted: As time permits Same as LRB:
For: Julie Lassa (608) 266-3123 By/Representing: Mark Knickelbine
May Contact: Drafter: emueller
Subject: Local Gov't - tax incr financing Addl. Drafters:
Extra Copies: MES

Submit via email: YES
Requester's email: Sen.Lassa@legis.wisconsin.gov
Carbon copy (CC) to:

Pre Topic:

No specific pre topic given

Topic:

Allow village of Biron to transfer tax increments from TID No. 2 to TID No. 3

Instructions:

See attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	emueller 12/19/2013			_____			
/P1	emueller 1/31/2014	scalvin 12/19/2013	jmurphy 12/20/2013	_____	srose 12/20/2013		Local
/1		scalvin 1/31/2014	rschluet 1/31/2014	_____	lparisi 1/31/2014	lparisi 1/31/2014	Local

FE Sent For

AT
INTRO

<END>

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11. EJM
1/31/14
FE Sent For:

1 SAC
01/31/2014

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<END>



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1?	emueller	/PI sac	/PI sac				
1/PI	EMM 12/19/13	12/19/2013	12/19/2013	<i>EMM</i> 12/20			

FE Sent For:

<END>

Mueller, Eric

From: Knickelbine, Mark
Sent: Thursday, November 14, 2013 1:44 PM
To: Mueller, Eric; Shovers, Marc
Cc: Thorson, Randy
Subject: TIF fix drafting instructions

Mark and Eric:

I was told to contact both of you with this request. Sen. Lassa would like a bill drafted that would enable the Village of Biron in Wood County to transfer surplus increment revenue from its TID 2 to its TID 3. Let me know what additional information you'll need to draft this. Representative Krug's office will be requesting and Assembly companion to this bill.

Mark Knickelbine

Policy Analyst

Office of State Senator Julie Lassa

24th Senate District

P.O. Box 7882

Madison, WI 53707-7882

(608) 266-3123



DNote
State of Wisconsin
2013 - 2014 LEGISLATURE



LRB-3661/P1
EVM: f: :...
Sac

PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION

RMR

12 / 19 / 13

gen

Soon

- 1 **AN ACT ...; relating to:** authorizing the village of Biron to allocate positive tax
- 2 increments from Tax Incremental District Number 2 in the village to Tax
- 3 Incremental District Number 3 in the village.

Analysis by the Legislative Reference Bureau

Under the current tax incremental financing program, a city or village may create a tax incremental district (TID) in part of its territory to foster development if at least 50 percent of the area to be included in the TID is blighted, in need of rehabilitation or conservation, suitable for industrial sites, or suitable for mixed-use development. Before a city or village may create a TID, several steps and plans are required. These steps and plans include public hearings on the proposed TID within specified time frames, preparation and adoption by the local planning commission of a proposed project plan for the TID, approval of the proposed project plan by the common council or village board, and adoption of a resolution by the common council or village board that creates the TID as of a date provided in the resolution.

Also under current law, once a TID has been created, the Department of Revenue (DOR) calculates the "tax increment base value" of the TID, which is the equalized value of all taxable property within the TID at the time of its creation. If the development in the TID increases the value of the property in the TID above the base value, a "value increment" is created. That portion of taxes collected on the value increment in excess of the base value is called a "tax increment." The tax increment is placed in a special fund that may be used only to pay back the project costs of the TID. The project costs of a TID, which are initially incurred by the creating city or village, may include public works such as sewers, streets, and

lighting systems; financing costs; site preparation costs; and professional service costs. DOR authorizes the allocation of the tax increments until the TID terminates or, generally, 20 years, 23 years, or 27 years after the TID is created, depending on the type of TID and the year in which it was created.

Under certain limited circumstances, a TID that has paid off all of its project costs but has not reached its mandatory termination date may become a donor TID, continue to receive tax increments, and forward those increments to a recipient TID created by the same city or village.

This bill creates an exception that allows TID Number 2 in the village of Biron to allocate its positive tax increments to TID Number 3 in the village.

For further information see the *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:

1 **SECTION 1.** 66.1105 (6) (e) 1. f. of the statutes is created to read:

2 66.1105 (6) (e) 1. f. Notwithstanding subd. 1. b. ^{and subject to subd. 1. a. and d.} the planning commission of

3 the village of Biron may amend, under sub. (4) (h), the project plan of Tax

4 Incremental District Number 2 in the village to allocate positive tax increments

5 generated by that district to Tax Incremental District Number 3 in the village. /

(END)

DNate

DRAFTER'S NOTE
FROM THE
LEGISLATIVE REFERENCE BUREAU

LRB-3661/P1dn

EVM:/:....

Sac

- date -

ATTN: Sen. Julie Lassa

Please review the attached draft carefully to ensure that it is consistent with your intent. In particular, please review s. 66.1105 (6) (e) 1. a. and d. and 3. to ensure that application of these provisions in the village of Biron context is acceptable.

Please let me know if you would like any changes made to the attached draft or if you have any questions. If the attached draft meets with your approval, let me know and I will convert it to an introducible "/1" draft.

Eric V. Mueller
Legislative Attorney
Phone: (608) 261-7032
E-mail: eric.mueller@legis.wisconsin.gov

DRAFTER'S NOTE
FROM THE
LEGISLATIVE REFERENCE BUREAU

LRB-3661/P1dn
EVM:sac;jm

December 20, 2013

ATTN: Sen. Julie Lassa

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Legislative Attorney
Phone: (608) 261-7032
E-mail: eric.mueller@legis.wisconsin.gov



fmk

PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION

No changes

1/31/14

Today

general

1 **AN ACT to create** 66.1105 (6) (e) 1. f. of the statutes; **relating to:** authorizing the

2 village of Biron to allocate positive tax increments from Tax Incremental

3 District Number 2 in the village to Tax Incremental District Number 3 in the

4 village.

Analysis by the Legislative Reference Bureau

Under the current tax incremental financing program, a city or village may create a tax incremental district (TID) in part of its territory to foster development if at least 50 percent of the area to be included in the TID is blighted, in need of rehabilitation or conservation, suitable for industrial sites, or suitable for mixed-use development. Before a city or village may create a TID, several steps and plans are required. These steps and plans include public hearings on the proposed TID within specified time frames, preparation and adoption by the local planning commission of a proposed project plan for the TID, approval of the proposed project plan by the common council or village board, and adoption of a resolution by the common council or village board that creates the TID as of a date provided in the resolution.

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2 66.1105 (6) (e) 1. f. Notwithstanding subd. 1. b. and subject to subd. 1. a. and
3 d., the planning commission of the village of Biron may amend, under sub. (4) (h), the
4 project plan of Tax Incremental District Number 2 in the village to allocate positive
5 tax increments generated by that district to Tax Incremental District Number 3 in
6 the village.

7 (END)

Barman, Mike

From: Knickelbine, Mark
Sent: Friday, January 31, 2014 2:33 PM
To: LRB.Legal
Subject: Draft Review: LRB -3661/1 Topic: Allow village of Biron to transfer tax increments from TID No. 2 to TID No. 3

Please Jacket LRB -3661/1 for the SENATE.