



State of Wisconsin

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RICHARD CHAMPAGNE
CHIEF

October 5, 2015

MEMORANDUM

To: Senator Gudex

From: Marc E. Shovers, Senior Attorney, (608) 266-0129

Subject: Technical Memorandum to **2015 SB 273** (LRB-3087) by **DOR**

We received the attached technical memorandum relating to your bill. This copy is for your information and your file.

If you wish to discuss this memorandum or the necessity of revising your bill or preparing an amendment, please contact me.

MEMORANDUM

October 5, 2015

TO: Marc Shovers
Legislative Reference Bureau

FROM: Bob Schmidt
Department of Revenue

SUBJECT: Technical Memorandum on Senate Bill 273, relating to: state payments for municipal services

The department has the following concerns with the bill.

1. The bill does not change 20.835(5)(a) to a sum sufficient appropriation. The Department of Administration could not implement the bill with the current sum certain (annual) appropriation. The Department recommends changing 20.835(5)(a) to a sum sufficient.
 - a. 20.835(5)(a) *Payments for municipal services*. ~~The amounts in the schedule A sum sufficient to make payments for municipal services provided by municipalities to state facilities, as determined under s. 70.119 (7).~~
2. The bill is essentially replacing the proration provided under current law s.70.119(7)(a), but the bill does not delete the proration. The Department recommends deleting the current law proration:
 - a. The department shall make payment from the appropriation under s. 20.835 (5) (a) for municipal services provided by municipalities to state facilities. ~~If the appropriation under s. 20.835 (5) (a) is insufficient to pay the full amount under sub. (6) in any one year, the department shall prorate payments among the municipalities entitled thereto.~~ The University of Wisconsin Hospitals and Clinics Authority shall make payment for municipal services provided by municipalities to facilities of the authority described in s. 70.11 (38).

If you have any questions regarding this technical memorandum, please contact Craig Steinfeldt at (608) 266-5705.

cc: Senator Gudex