

State of Mizconzin 2015 - 2016 LEGISLATURE

SENATE SUBSTITUTE AMENDMENT 2, TO SENATE BILL 464

January 20, 2016 – Offered by Senator LASEE.

AN ACT to renumber 66.1001 (2m), 706.22 (2) (a) 1., 706.22 (2) (a) 2. and 706.22 1 (2) (a) 3.; to renumber and amend 70.32 (2) (c) 4., 706.22 (2) (b) and 706.22 2 3 (3); to amend 59.69 (4) (intro.), 59.69 (4) (j), 59.69 (5) (f), 59.692 (1k) (a) 2., 59.692 (1k) (a) 4., 59.692 (1k) (b), 60.61 (2) (a) 6., 60.61 (4) (f), 62.23 (7) (am), 4 $\mathbf{5}$ 62.23 (7) (d) 4., 66.1001 (2m) (title), 66.1001 (4) (f), 66.10015 (title), 66.10015 (1) 6 (a), 74.485 (4) (a), 227.57 (10), 236.45 (2) (am) (intro.), 706.22 (title), 706.22 (2) 7 (title) and 706.22 (2) (a) (intro.); and to create 59.692 (1h), 59.692 (1k) (a) 6., 8 59.692 (1p), 59.692 (7), 66.1001 (2m) (b), 66.10015 (1) (as), 66.10015 (1) (bs), 9 66.10015 (3), 66.1036, 70.32 (2) (c) 4. b., 227.137 (3) (g), 227.445, 227.57 (11), 10 700.28, 706.22 (2) (a) 2m., 706.22 (2) (a) 3m., 706.22 (2) (b) 2., 706.22 (3) (b) and 11 895.463 of the statutes; **relating to:** government actions affecting rights to real 12property; the regulation of shoreland zoning; the contents of an economic 13impact analysis of a proposed administrative rule; the substitution of hearing examiners in Department of Natural Resources and Department of Agriculture, Trade and Consumer Protection contested cases; the standard for judicial review of a state agency action or decision affecting a property owner's use of the owner's property; and the property tax treatment of unoccupied property.

Analysis by the Legislative Reference Bureau INTRODUCTION

This substitute amendment makes various changes to the regulation of property rights and shoreland zoning, requires an economic impact analysis of a proposed administrative rule to analyze any limitations that the rule would place on the free use of private property, allows for the substitution of hearing examiners in contested case hearings, and requires a court to accord no deference to a state agency's interpretation of law when reviewing an agency action or decision that restricts a property owner's free use of the owner's property.

PROPERTY RIGHTS

PROCEDURAL PROTECTIONS

Restrictions on sale, purchase, development, or occupancy of real property

This substitute amendment does all of the following:

1. Prohibits a local governmental unit from requiring a person to take certain actions with respect to real property, or pay a related fee, before purchasing, taking title to, or occupying the property.

2. Provides that a local governmental unit may require a real property owner to take certain actions with respect to property that are not related to purchasing the property.

3. Invalidates any ordinance, resolution, or policy currently in effect that is inconsistent with the prohibitions in the substitute amendment.

4. Provides that the prohibitions in the substitute amendment, and related prohibitions under current law, do not affect the ability of a local governmental unit to enforce any state or federal requirement.

5. Specifically prohibits a county from enacting a development moratorium.

6. Prohibits a city, village, town, or county (political subdivision) from prohibiting or unreasonably restricting a real property owner from selling or transferring title to any interest in the real property.

Individual notice requirements

This substitute amendment requires a political subdivision to provide written notice to a landowner, and annual notification to residents of a political subdivision that they may request such notice, that potential action by the political subdivision may affect the allowable use of the landowner's property. The substitute amendment also requires counties and towns to provide such notice if a proposed zoning ordinance will affect the size or density requirements of a landowner's property. In addition, the substitute amendment limits a political subdivision's authority under current law to impose a fee for providing notice to charges for 1st class mailings.

SHORELAND ZONING

Under current law, a county must enact a shoreland zoning ordinance for all shorelands in its unincorporated area and the ordinance must meet shoreland zoning standards established by DNR by rule. Current law defines shorelands to be the area within a certain distance from the OHWM of a navigable water. Current law requires a county to establish a shoreland setback area, which is an area within a certain distance of the OHWM in which the construction or placement of structures is limited or prohibited. Under this substitute amendment, if a professional land surveyor, in measuring a setback from an OHWM of a navigable water, relies on a map, plat, or survey that incorporates or approximates the OHWM, the setback measured is the setback with respect to a structure constructed on that property if the map, plat, or survey relied upon is prepared by a professional land surveyor and DNR has not identified the OHWM on its Internet site at the time the setback is measured.

Current law prohibits DNR from impairing the interest of a landowner in shoreland property by establishing a shoreland zoning standard, and prohibits a county from impairing the interest of a landowner in shoreland property by enacting or enforcing a shoreland zoning ordinance, that regulates certain activities in certain ways. These prohibited regulations include the prohibition or regulation of the maintenance, repair, replacement, restoration, rebuilding, or remodeling of all or any part of a nonconforming structure if that activity does not expand the structure's footprint and the prohibition or regulation of the vertical expansion of a nonconforming structure. This substitute amendment expands these prohibitions to a structure of which any part is legally located in the shoreland setback area by operation of a variance granted before July 13, 2015.

The substitute amendment also provides that if DNR or a county is prohibited from impairing the interest of a landowner in shoreland property by regulating an activity and if that activity requires a building permit, the city, village, or town that issues the building permit must send a copy of the building permit to the county clerk.

Under the substitute amendment, neither DNR nor a county shoreland zoning ordinance may prohibit the owner of a boathouse with a flat roof from using the roof as a deck if the roof has no side walls or screens or from having or installing a railing around the roof that is not inconsistent with Department of Safety and Professional Services standards.

This substitute amendment provides that a shoreland zoning standard or ordinance may not prohibit placement of a device or system that retains runoff in a shoreland setback area.

The substitute amendment also provides that the construction or maintenance of property or equipment used for the transmission, delivery, or furnishing of natural gas, heat, light, or power and owned by a public utility or cooperative association organized for the purpose of producing or furnishing heat, light, or power to its members only is considered to satisfy shoreland zoning laws and a county's shoreland zoning ordinance if DNR has issued all required navigable water, water and sewage, and pollution discharge permits or approvals authorizing the construction or maintenance or, if no such permits or approvals are required, if the construction and maintenance is conducted in a manner that employs best management practices to infiltrate or otherwise control storm water runoff from that infrastructure.

RESOLUTION OF CHALLENGE TO ZONING RESTRICTIONS

This substitute amendment requires a court to resolve any ambiguity in a matter involving a zoning ordinance or shoreland zoning ordinance in favor of the free use of private property.

SUPERMAJORITY VOTE TO DOWN ZONE A PROPERTY

The substitute amendment allows a political subdivision to enact a down zoning ordinance only if the ordinance is approved by at least two-thirds of the members of its governing body. The substitute amendment defines a down zoning ordinance as an ordinance that affects an area of land by rezoning it to a usage that is less dense than its previous usage.

PROPERTY TAX TREATMENT OF UNDEVELOPED LAND

This substitute amendment defines, for property tax purposes, "undeveloped land" to include land that is platted and zoned for residential, commercial, or manufacturing use until such time that a permit is issued for constructing a building or other structure on the land. The substitute amendment provides that such land be assessed at its unimproved value, although the land is subject to a conversion charge if its assessment changes from agricultural to unimproved. Other undeveloped land under current law is assessed at 50 percent of its full value. Generally, these provisions do not apply to land that is located in a tax incremental financing district.

ADMINISTRATIVE RULE-MAKING AND PROCEEDINGS

ECONOMIC IMPACT ANALYSES

This substitute amendment requires an economic impact analysis of a proposed administrative rule to include an analysis of the ways in which and the extent to which the proposed rule would place any limitations on the free use of private property, including a discussion of alternatives to the proposed rule that would minimize any such limitations.

CONTESTED CASE HEARINGS

Under this substitute amendment, a person who has applied for a contract, permit, or other approval that is the subject of a contested case hearing for which the Division of Hearings and Appeals in the Department of Administration has assigned a hearing examiner may file one written request per hearing for a substitution of a new hearing examiner. If the request is timely and in proper form, the matter must be transferred to a new hearing examiner.

JUDICIAL REVIEW OF AGENCY ACTIONS AND DECISIONS

This substitute amendment requires a court, on review of a state agency action or decision affecting a property owner's use of the owner's property, to accord no deference to the agency's interpretation of law if the agency action or decision restricts the property owner's free use of the owner's property.

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

SECTION 1. 59.69 (4) (intro.) of the statutes is amended to read:

2 59.69 (4) EXTENT OF POWER. (intro.) For the purpose of promoting the public 3 health, safety and general welfare the board may by ordinance effective within the 4 areas within such county outside the limits of incorporated villages and cities 5 establish districts of such number, shape and area, and adopt such regulations for 6 each such district as the board considers best suited to carry out the purposes of this 7 section. The board may establish mixed-use districts that contain any combination 8 of uses, such as industrial, commercial, public, or residential uses, in a compact urban form. The board may not enact a development moratorium, as defined in s. 9 10 66.1002 (1) (b), under this section or s. 59.03, by acting under ch. 236, or by acting 11 under any other law, except that this prohibition does not limit any authority of the board to impose a moratorium that is not a development moratorium. The powers 12 13 granted by this section shall be exercised through an ordinance which may, subject 14 to sub. (4e), determine, establish, regulate and restrict: 15**SECTION 2.** 59.69 (4) (j) of the statutes is amended to read: 59.69 (4) (j) The Subject to s. 66.10015 (3), the density and distribution of 16 17population.

18 **SECTION 3.** 59.69 (5) (f) of the statutes is amended to read:

59.69 (5) (f) The county zoning agency shall maintain a list of persons who 1 $\mathbf{2}$ submit a written or electronic request to receive notice of any proposed ordinance or 3 amendment that affects the allowable use of the property owned by the person. Annually, the agency shall inform residents of the county that they may add their 4 5 names to the list. The agency may satisfy this requirement to provide such 6 information by any of the following means: publishing a 1st class notice under ch. 7 985: publishing on the county's Internet site: 1st class mail: or including the information in a mailing that is sent to all property owners. If the county zoning 8 9 agency completes a draft of a proposed zoning ordinance under par. (a) or if the agency receives a petition under par. (e) 2., the agency shall send a notice, which 10 11 contains a copy or summary of the proposed ordinance or petition, to each person on the list whose property, the allowable use or size or density requirements of which, 12may be affected by the proposed ordinance or amendment. The notice shall be by 1314mail or in any reasonable form that is agreed to by the person and the agency, 15including electronic mail, voice mail, or text message. The agency may charge each 16 person on the list who receives a notice by 1st class mail a fee that does not exceed 17the approximate cost of providing the notice to the person. An ordinance or 18 amendment that is subject to this paragraph may take effect even if the agency fails 19 to send the notice that is required by this paragraph.

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SECTION 4. 59.692 (1h) of the statutes is created to read:

59.692 (1h) If a professional land surveyor licensed under ch. 443, in measuring a setback from an ordinary high-water mark of a navigable water as required by an ordinance enacted under this section, relies on a map, plat, or survey that incorporates or approximates the ordinary high-water mark in accordance with

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1	s. 236.025, the setback measured is the setback with respect to a structure
2	constructed on that property if all of the following apply:
3	(a) The map, plat, or survey is prepared by a professional land surveyor,
4	licensed under ch. 443, after the effective date of this paragraph [LRB inserts
5	date]. The same professional land surveyor may prepare the map, plat, or survey and
6	measure the setback.
7	(b) The department has not identified the ordinary high-water mark on its
8	Internet site as is required under s. 30.102 at the time the setback is measured.
9	SECTION 5. 59.692 (1k) (a) 2. of the statutes, as created by 2015 Wisconsin Act
10	55, is amended to read:
11	59.692 (1k) (a) 2. Except as provided in par. (b), requires any approval or
12	imposes any fee or mitigation requirement for, or otherwise prohibits or regulates,
13	the maintenance, repair, replacement, restoration, rebuilding, or remodeling of all
14	or any part of a nonconforming structure <u>or a structure of which any part is legally</u>
15	located in the shoreland setback area by operation of a variance granted before July
16	<u>13, 2015, if the activity does not expand the footprint of the nonconforming structure.</u>
17	SECTION 6. 59.692 (1k) (a) 4. of the statutes, as created by 2015 Wisconsin Act
18	55, is amended to read:
19	59.692 (1k) (a) 4. Requires any approval or imposes any fee or mitigation
20	requirement for, or otherwise prohibits or regulates, the vertical expansion of a
21	nonconforming structure or a structure of which any part is legally located in the
22	shoreland setback area by operation of a variance granted before July 13, 2015,
23	unless the vertical expansion would extend more than 35 feet above grade level.
24	SECTION 7. 59.692 (1k) (a) 6. of the statutes is created to read:

1	59.692 (1k) (a) 6. Prohibits placement in a shoreland setback area of a device
2	or system authorized under par. (a) 5.
3	SECTION 8. 59.692 (1k) (b) of the statutes, as created by 2015 Wisconsin Act 55,
4	is amended to read:
5	59.692 (1k) (b) A county shoreland zoning ordinance shall allow an activity
6	specified under par. (a) 2. to expand the footprint of a nonconforming structure <u>or a</u>
7	structure of which any part is legally located in the shoreland setback area by
8	operation of a variance granted before July 13, 2015, if the expansion is necessary
9	for the structure to comply with applicable state or federal requirements.
10	SECTION 9. 59.692 (1p) of the statutes is created to read:
11	59.692 (1p) The department may not promulgate a standard and a county may
12	not enact an ordinance under this section that prohibits the owner of a boathouse in
13	the shoreland setback area that has a flat roof from using the roof as a deck if the roof
14	has no side walls or screens or from having or installing a railing around that roof
15	if the railing is not inconsistent with standards promulgated by the department of
16	safety and professional services under ch. 101.
17	SECTION 10. 59.692 (7) of the statutes is created to read:
18	59.692 (7) (a) In this subsection, "facility" means any property or equipment
19	of a public utility, as defined in s. 196.01 (5), or a cooperative association organized
20	under ch. 185 for the purpose of producing or furnishing heat, light, or power to its
21	members only, that is used for the transmission, delivery, or furnishing of natural
22	gas, heat, light, or power.
23	(b) The construction and maintenance of a facility is considered to satisfy the
24	requirements of this section and any county ordinance enacted under this section if

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25 any of the following applies:

1 1. The department has issued all required permits or approvals authorizing the 2 construction or maintenance under ch. 30, 31, 281, or 283. 3 2. No department permit or approval under subd. 1. is required for the 4 construction or maintenance and the construction or maintenance is conducted in a 5 manner that employs best management practices to infiltrate or otherwise control storm water runoff from the facility. 6 7 **SECTION 11.** 60.61 (2) (a) 6. of the statutes is amended to read: 8 60.61 (2) (a) 6. The Subject to s. 66.10015 (3), the density and distribution of 9 population. 10 **SECTION 12.** 60.61 (4) (f) of the statutes is amended to read: 11 60.61 (4) (f) The town board shall maintain a list of persons who submit a 12written or electronic request to receive notice of any proposed ordinance or 13 amendment that affects the allowable use of the property owned by the person. 14Annually, the town board shall inform residents of the town that they may add their 15names to the list. The town board may satisfy this requirement to provide such information by any of the following means: publishing a 1st class notice under ch. 16 17985; publishing on the town's Internet site; 1st class mail; or including the 18 information in a mailing that is sent to all property owners. If the town zoning committee completes a final report on a proposed zoning ordinance and the town 19 20 board is prepared to vote on the proposed ordinance under par. (b) or if the town board 21is prepared to vote on a proposed amendment under par. (c) 1., the town board shall 22 send a notice, which contains a copy or summary of the proposed ordinance or 23amendment, to each person on the list whose property, the allowable use or size or $\mathbf{24}$ density requirements of which, may be affected by the proposed ordinance or amendment. The notice shall be by mail or in any reasonable form that is agreed to 25

by the person and the town board, including electronic mail, voice mail, or text message. The town board may charge each person on the list who receives a notice by 1st class mail a fee that does not exceed the approximate cost of providing the notice to the person. An ordinance or amendment that is subject to this paragraph may take effect even if the town board fails to send the notice that is required by this paragraph.

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SECTION 13. 62.23 (7) (am) of the statutes is amended to read:

8 62.23 (7) (am) Grant of power. For the purpose of promoting health, safety, 9 morals or the general welfare of the community, the council may regulate and restrict 10 by ordinance, subject to par. (hm), the height, number of stories and size of buildings 11 and other structures, the percentage of lot that may be occupied, the size of yards, courts and other open spaces, subject to s. 66.10015 (3) the density of population, and 1213 the location and use of buildings, structures and land for trade, industry, mining, 14residence or other purposes if there is no discrimination against temporary 15structures. This subsection and any ordinance, resolution or regulation enacted or 16 adopted under this section, shall be liberally construed in favor of the city and as 17minimum requirements adopted for the purposes stated. This subsection may not be deemed a limitation of any power granted elsewhere. 18

19 SECTION 14. 62.23 (7) (d) 4. of the statutes is amended to read:

62.23 (7) (d) 4. The city council shall maintain a list of persons who submit a
written <u>or electronic</u> request to receive notice of any proposed zoning action that may
be taken under subd. 1. a. or b. or 2. that affects the allowable use of the person's
property. <u>Annually, the city council shall inform residents of the city that they may</u>
add their names to the list. The city council may satisfy this requirement to provide
such information by any of the following means: publishing a 1st class notice under

ch. 985; publishing on the city's Internet site; 1st class mail; or including the 1 $\mathbf{2}$ information in a mailing that is sent to all property owners. If the plan commission, 3 the board of public land commissioners, or city plan committee of the city council completes action on any tentative recommendations that are noticed under subd. 1. 4 $\mathbf{5}$ a., proposed changes to a proposed district plan and regulations that are submitted 6 under subd. 1. b., or proposed amendments that are submitted under subd. 2., and 7 the city council is prepared to vote on the tentative recommendations, proposed 8 changes to a proposed district plan, and regulations or proposed amendments, the 9 city council shall send a notice, which contains a copy or summary of the tentative 10 recommendations, proposed changes to a proposed district plan, and regulations or 11 proposed amendments, to each person on the list whose property, the allowable use 12 of which, may be affected by the tentative recommendations or proposed changes or 13amendments. The notice shall be by mail or in any reasonable form that is agreed 14 to by the person and the city council, including electronic mail, voice mail, or text 15message. The city council may charge each person on the list who receives a notice 16 by 1st class mail a fee that does not exceed the approximate cost of providing the 17notice to the person. An ordinance or amendment that is subject to this subdivision 18 may take effect even if the city council fails to send the notice that is required by this subdivision. 19

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SECTION 15. 66.1001 (2m) (title) of the statutes is amended to read:

21 66.1001 (2m) (title) EFFECT OF ENACTMENT OF A COMPREHENSIVE PLAN,
 22 <u>CONSISTENCY REQUIREMENTS.</u>

23 **SECTION 16.** 66.1001 (2m) of the statutes is renumbered 66.1001 (2m) (a).

24 SECTION 17. 66.1001 (2m) (b) of the statutes is created to read:

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1	66.1001 (2m) (b) A conditional use permit that may be issued by a political
2	subdivision does not need to be consistent with the political subdivision's
3	comprehensive plan.
4	SECTION 18. 66.1001 (4) (f) of the statutes is amended to read:
5	66.1001 (4) (f) A political subdivision shall maintain a list of persons who
6	submit a written or electronic request to receive notice of any proposed ordinance,
7	described under par. (c), that affects the allowable use of the property owned by the
8	person. Annually, the political subdivision shall inform residents of the political
9	subdivision that they may add their names to the list. The political subdivision may
10	satisfy this requirement to provide such information by any of the following means:
11	publishing a 1st class notice under ch. 985; publishing on the political subdivision's
12	Internet site; 1st class mail; or including the information in a mailing that is sent to
13	all property owners. At least 30 days before the hearing described in par. (d) is held
14	a political subdivision shall provide written notice, including a copy <u>or summary</u> of
15	the proposed ordinance, to all such persons whose property, the allowable use of
16	which, may be affected by the proposed ordinance. The notice shall be by mail or in
17	any reasonable form that is agreed to by the person and the political subdivision,
18	including electronic mail, voice mail, or text message. The political subdivision may
19	charge each person on the list who receives a notice <u>by 1st class mail</u> a fee that does
20	not exceed the approximate cost of providing the notice to the person.
21	SECTION 19. 66.10015 (title) of the statutes is amended to read:
22	66.10015 (title) Limitation on development regulation authority and
23	down zoning.

24 **SECTION 20.** 66.10015 (1) (a) of the statutes is amended to read:

1	66.10015 (1) (a) "Approval" means a permit or authorization for building,
2	zoning, driveway, stormwater, or other activity related to land development <u>a project</u> .
3	SECTION 21. 66.10015 (1) (as) of the statutes is created to read:
4	66.10015 (1) (as) "Down zoning ordinance" means a zoning ordinance that
5	affects an area of land in one of the following ways:
6	1. By decreasing the development density of the land to be less dense than was
7	allowed under its previous usage.
8	2. By reducing the permitted uses of the land, that are specified in a zoning
9	ordinance or other land use regulation, to fewer uses than were allowed under its
10	previous usage.
11	SECTION 22. 66.10015 (1) (bs) of the statutes is created to read:
12	66.10015 (1) (bs) "Members–elect" means those members of the governing body
13	of a political subdivision, at a particular time, who have been duly elected or
14	appointed for a current regular or unexpired term and whose service has not
15	terminated by death, resignation, or removal from office.
16	SECTION 23. 66.10015 (3) of the statutes is created to read:
17	66.10015 (3) DOWN ZONING. A political subdivision may enact a down zoning
18	ordinance only if the ordinance is approved by at least two-thirds of the
19	members-elect, except that if the down zoning ordinance is requested, or agreed to,
20	by the person who owns the land affected by the proposed ordinance, the ordinance
21	may be enacted by a simple majority of the members-elect.
22	SECTION 24. 66.1036 of the statutes is created to read:
23	66.1036 Building permit for a shoreland structure. If an activity in a
24	shoreland setback area to which s. 59.692 (1k) (a) or (b) applies requires a building

permit, the city, village, or town that issues the building permit for that activity shall
 provide a copy of the building permit to the county clerk.

3 SECTION 25. 70.32 (2) (c) 4. of the statutes is renumbered 70.32 (2) (c) 4. (intro.)
4 and amended to read:

5 70.32 (2) (c) 4. (intro.) "Undeveloped land" means bog all of the following:

<u>a. Bog</u>, marsh, lowland brush, uncultivated land zoned as shoreland under s.
59.692 and shown as a wetland on a final map under s. 23.32, or other nonproductive
lands not otherwise classified under this subsection.

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SECTION 26. 70.32 (2) (c) 4. b. of the statutes is created to read:

70.32 (2) (c) 4. b. Land not used for agricultural purposes that is platted and 10 11 zoned for residential, commercial, or manufacturing use, and improvements on that 12land, until such time that all approvals, including post-construction inspection 13approvals and occupancy permits, required before the initial use of the land for a 14residential, commercial, or manufacturing use are issued. This subd. 4. b. applies 15only to land that was assessed as agricultural land for the 2 consecutive years 16 immediately prior to being converted to residential, commercial, or manufacturing 17use. With regard to a parcel that is located in a tax incremental district on the effective date of this subd. 4. b. [LRB inserts date], this subd. 4. b. first applies on 18 19 January 1 of the year following the year in which either the tax incremental district 20 terminates or the parcel is subtracted from the district as described in s. 66.1105 (4) 21(h) 2. With regard to a parcel that is not located in a tax incremental district on the 22effective date of this subd. 4. b. [LRB inserts date], this subd. 4. b. first applies on January 1 of the 2nd year beginning after the effective date of this subd. 4. b. [LRB 23 $\mathbf{24}$ inserts date].

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SECTION 27. 74.485 (4) (a) of the statutes is amended to read:

1	74.485 (4) (a) A person who owns land that has been assessed as agricultural
2	land under s. 70.32 (2r) and who converts the land's use so that the land is not eligible
3	to be assessed as agricultural land under s. 70.32 (2r) is not subject to a conversion
4	charge under sub. (2) if the converted land may be assessed as undeveloped under
5	s. 70.32 (2) (a) 5., as agricultural forest under s. 70.32 (2) (a) 5m., as productive forest
6	land under s. 70.32 (2) (a) 6., or as other under s. 70.32 (2) (a) 7. or if the amount of
7	the conversion charge determined under sub. (2) represents less than \$25 for each
8	acre of converted land. The exception to liability for a conversion charge that is
9	described under this paragraph does not apply to land that is described under s.
10	70.32 (2) (c) 4. b. With regard to land that is subject to a conversion charge under this
11	paragraph and is located in a tax incremental district on the effective date of this
12	paragraph [LRB inserts date], this paragraph first applies on January 1 of the
13	year following the year in which either the tax incremental district terminates or the
14	parcel is subtracted from the district as described in s. 66.1105 (4) (h) 2.
15	SECTION 28. 227.137 (3) (g) of the statutes is created to read:
16	227.137 (3) (g) An analysis of the ways in which and the extent to which the
17	proposed rule would place any limitations on the free use of private property,
18	including a discussion of alternatives to the proposed rule that would minimize any
19	such limitations.
20	SECTION 29. 227.445 of the statutes is created to read:
21	227.445 Substitution of hearing examiner assigned by division of
22	hearings and appeals. (1) A person who has applied for a contract, permit, or

other approval from the department of natural resources or the department of
agriculture, trade and consumer protection that is the subject of a contested case
hearing for which the division of hearings and appeals has assigned a hearing

1 examiner may file a written request with the administrator of the division of 2 hearings and appeals in the department of administration, not later than 10 days 3 after receipt of the notice under s. 227.44 (1), for a substitution of a new hearing 4 examiner.

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(2) No person may file more than one request under sub. (1) for a single hearing. 6 (3) Upon receipt of a request under sub. (1), the administrator of the division 7 of hearings and appeals shall determine if the request was made timely and in proper 8 form. If the request was made timely and in proper form, the administrator of the 9 division of hearings and appeals shall transfer the matter to another hearing 10 examiner and shall transmit to the new hearing examiner all materials relating to 11 the matter.

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SECTION 30. 227.57 (10) of the statutes is amended to read:

13 227.57 (10) Upon Subject to sub. (11), upon such review due weight shall be 14accorded the experience, technical competence, and specialized knowledge of the 15agency involved, as well as discretionary authority conferred upon it.

16 (12) The right of the appellant to challenge the constitutionality of any act or 17of its application to the appellant shall not be foreclosed or impaired by the fact that the appellant has applied for or holds a license, permit, or privilege under such act. 18 19

SECTION 31. 227.57 (11) of the statutes is created to read:

20 227.57 (11) (a) Upon review of an agency action or decision affecting a property 21owner's use of the property owner's property, the court shall accord no deference to 22the agency's interpretation of law if the agency action or decision restricts the 23property owner's free use of the property owner's property.

 $\mathbf{24}$ SECTION 32. 236.45 (2) (am) (intro.) of the statutes, as affected by 2015 25Wisconsin Act 48, is amended to read:

236.45 (2) (am) (intro.) Ordinances under par. (ac) may include provisions 1 $\mathbf{2}$ regulating divisions of land into parcels larger than 1 1/2 acres or divisions of land 3 into less than 5 parcels, and, except as provided in s. 59.69 (4) (intro.) and subject to s. 66.1002, may prohibit the division of land in areas where such prohibition will 4 $\mathbf{5}$ carry out the purposes of this section. Such ordinances shall make applicable to such 6 divisions all of the provisions of this chapter, or may provide other surveying, 7 monumenting, mapping and approving requirements for such division. The 8 governing body of the municipality, town, or county shall require that a plat of such 9 division be recorded with the register of deeds and kept in a book provided for that 10 purpose or stored electronically. "COUNTY PLAT," "MUNICIPAL PLAT," or "TOWN 11 PLAT" shall be printed on the map in prominent letters with the location of the land 12 by government lot, recorded private claim, guarter-guarter section, section, 13township, range, and county noted. When so recorded, the lots included in the plat shall be described by reference to "COUNTY PLAT," "MUNICIPAL PLAT," or 14 15"TOWN PLAT," the name of the plat and the lot and block in the plat, for all purposes, 16 including those of assessment, taxation, devise, descent, and conveyance as defined 17in s. 706.01 (4). Such ordinance, insofar as it may apply to divisions of less than 5 18 parcels, shall not apply to:

19

SECTION 33. 700.28 of the statutes is created to read:

20 700.28 Prohibiting unreasonable restrictions on alienation of
 21 property. (1) In this section, "political subdivision" means a city, village, town, or
 22 county.

(2) A political subdivision may not prohibit or unreasonably restrict a real
property owner from alienating any interest in the real property.

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1	SECTION 34. 706.22 (title) of the statutes, as created by 2015 Wisconsin Act 55,
2	is amended to read:
3	706.22 (title) Prohibition on imposing time-of-sale, purchase, or
4	<u>occupancy</u> requirements.
5	SECTION 35. 706.22 (2) (title) of the statutes, as created by 2015 Wisconsin Act
6	55, is amended to read:
7	706.22 (2) (title) Requirements tied to sale, <u>purchase</u> , or taking occupancy
8	OF PROPERTY PROHIBITED.
9	SECTION 36. 706.22 (2) (a) (intro.) of the statutes, as created by 2015 Wisconsin
10	Act 55, is amended to read:
11	706.22 (2) (a) (intro.) Except as provided in par. (b), no local governmental unit
12	may by ordinance, resolution, or any other means restrict <u>do any of the following:</u>
13	<u>1m. Restrict</u> the ability of an owner of real property to sell or otherwise transfer
14	title to or refinance the property by requiring the owner or an agent of the owner to
15	take certain actions with respect to the property or pay a related fee, to show
16	compliance with taking certain actions with respect to the property, or to pay a fee
17	for failing to take certain actions with respect to the property, at any of the following
18	times:
19	SECTION 37. 706.22 (2) (a) 1. of the statutes, as created by 2015 Wisconsin Act
20	55, is renumbered 706.22 (2) (a) 1m. a.
21	SECTION 38. 706.22 (2) (a) 2. of the statutes, as created by 2015 Wisconsin Act
22	55, is renumbered 706.22 (2) (a) 1m. b.
23	SECTION 39. 706.22 (2) (a) 2m. of the statutes is created to read:
24	706.22 (2) (a) 2m. Restrict the ability of a person to purchase or take title to real
25	property by requiring the person or an agent of the person to take certain actions with

1	respect to the property or pay a related fee, to show compliance with taking certain
2	actions with respect to the property, or to pay a fee for failing to take certain actions
3	with respect to the property, at any of the following times:
4	a. Before the person may complete the purchase of or take title to the property.
5	b. At the time of completing the purchase of or taking title to the property.
6	c. Within a certain period of time after completing the purchase of or taking title
7	to the property.
8	SECTION 40. 706.22 (2) (a) 3. of the statutes, as created by 2015 Wisconsin Act
9	55, is renumbered 706.22 (2) (a) 1m. c.
10	SECTION 41. 706.22 (2) (a) 3m. of the statutes is created to read:
11	706.22 (2) (a) 3m. Restrict the ability of a purchaser of or transferee of title to
12	residential real property to take occupancy of the property by requiring the
13	purchaser or transferee or an agent of the purchaser or transferee to take certain
14	actions with respect to the property or pay a related fee, to show compliance with
15	taking certain actions with respect to the property, or to pay a fee for failing to take
16	certain actions with respect to the property, at any of the following times:
17	a. Before the purchaser or transferee may take occupancy of the property.
18	b. At the time of taking occupancy of the property.
19	c. Within a certain period of time after taking occupancy of the property.
20	SECTION 42. 706.22 (2) (b) of the statutes, as created by 2015 Wisconsin Act 55,
21	is renumbered 706.22 (2) (b) (intro.) and amended to read:
22	706.22 (2) (b) (intro.) Paragraph (a) does not prohibit do any of the following:
23	1. Prohibit a local governmental unit from requiring a real property owner or
24	the owner's agent to take certain actions with respect to the property not in

1 connection with the <u>purchase</u>, sale, or refinancing of, or the transfer of title to, the $\mathbf{2}$ property.

- 20 -

3 **SECTION 43.** 706.22 (2) (b) 2. of the statutes is created to read: 4 706.22 (2) (b) 2. Prohibit a local governmental unit from enforcing, or otherwise 5 affect the responsibility, authority, or ability of a local governmental unit to enforce, 6 a federal or state requirement that does any of the things a local governmental unit 7 is prohibited from doing under par. (a). 8 **SECTION 44.** 706.22 (3) of the statutes, as created by 2015 Wisconsin Act 55, is 9 renumbered 706.22 (3) (a) and amended to read: 10 706.22 (3) (a) If a local governmental unit has in effect on July 14, 2015, an 11 ordinance, resolution, or policy that is inconsistent with sub. (2) (a) 1m., the 12ordinance, resolution, or policy does not apply and may not be enforced. 13 **SECTION 45.** 706.22 (3) (b) of the statutes is created to read: 14706.22 (3) (b) If a local governmental unit has in effect on the effective date of 15this paragraph [LRB inserts date], an ordinance, resolution, or policy that is 16 inconsistent with sub. (2) (a) 2m. or 3m., the ordinance, resolution, or policy does not 17apply and may not be enforced. 18

SECTION 46. 895.463 of the statutes is created to read:

19 **895.463 Zoning ordinances.** In any matter relating to a zoning ordinance 20 or shoreland zoning ordinance enacted or enforced by a city, village, town, or county, 21the court shall resolve an ambiguity in the meaning of a word or phrase in a zoning 22ordinance or shoreland zoning ordinance in favor of the free use of private property.

23

SECTION 47. Initial applicability.

 $\mathbf{24}$ (1) ACTIONS AFFECTING LAND USE. The treatment of sections 59.69 (5) (f), 60.61 25(4) (f), 62.23 (7) (d) 4., and 66.1001 (4) (f) of the statutes first applies to an action taken

by a city, village, town, or county that affects the allowable use of land on the effective
 date of this subsection.

3 (2) DEVELOPMENT REGULATION AUTHORITY. The treatment of section 66.10015 (1)
4 (a) of the statutes first applies to a project for which the first request for approval is
5 submitted on the effective date of this subsection.

6 (3) DOWN ZONING. The treatment of sections 59.69 (4) (j), 60.61 (2) (a) 6., 62.23 7 (7) (am), and 66.10015 (title), (1) (as) and (bs), and (3) of the statutes first applies to 8 a down zoning ordinance that is enacted on the effective date of this subsection.

9 (4) CONDITIONAL USE PERMITS. The treatment of section 66.1001 (2m) (b) of the 10 statutes first applies to a conditional use permit that is in effect on the effective date 11 of this subsection.

12

(END)