

2017 Au7 DRAFTING REQUEST

Assembly Amendment (AA-ASA1-AB1)

For: Peter Barca (608) 266-5504 Drafter: chanaman
 By: Matt Secondary Drafters:
 Date: 8/17/2017 May Contact:

Same as LRB:

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

Pre Topic:

No specific pre topic given

Topic:

Group #3; WEDC

compile drafts

Instructions:

a1048, a0956, a0939, a0953, a0962, a0969, a1010, a1047, a1042, a0951, a0950, a1000

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/1	chanaman 8/17/2017	anienaja 8/17/2017	dwalker 8/17/2017	dwalker 8/17/2017	

FE Sent For: <END>

COMPO ITEM

- a1000/1 *a1000/1.1*1. Page 2, line 6: after "program;" insert "creating a levy limits exception for a city or village
- a0939/1 *a0939/1.2*2. Page 2, line 10: delete "appropriations" and substitute "appropriations, and providing a penalty".
- a0939/1 *a0939/1.1*1. Page 2, line 10: delete "and".
- a0950/1 *a0950/1.1*1. Page 11, line 4: substitute "30,000,000" for "10,000,000".
- a1000/1 *a1000/1.2*2. Page 15, line 24: after that line insert:
- a0969/1 *a0969/1.1*1. Page 22, line 25: after "claimant" insert ", not including zone payroll for employees acquired by
- a1048/1 *a1048/1.1*1. Page 23, line 1: delete that line and substitute:
- a0969/1 *a0969/1.2*2. Page 27, line 5: after "claimant" insert ", not including zone payroll for employees acquired by
- a1048/1 *a1048/1.2*2. Page 27, line 6: delete that line and substitute:
- a0919/P1 *a0919/P1.1*1. Page 28, line 23: after "zone." insert "The corporation may not certify more than one business
- a1048/1 *a1048/1.3*3. Page 29, line 15: after "Corporation." insert "A person who enters into a contract with the
- a1042/1 *a1042/1.1*1. Page 35, line 12: after "zone." insert "The zone shall be cotermious with not more than one
- a1042/1 *a1042/1.2*2. Page 36, line 2: after "zone." insert "The corporation may certify a business for tax benefits for
- a1048/1 *a1048/1.4*4. Page 36, line 3: after "expenditures." insert "(a)".
- a1048/1 *a1048/1.5*5. Page 36, line 6: after "zone" insert "and the expenditure is made before January 1, 2022".
- a1048/1 *a1048/1.6*6. Page 36, line 7: delete "a period of 7 years" and substitute "the effective period of the zone
- a1048/1 *a1048/1.7*7. Page 36, line 10: after that line insert:
- a0939/1 *a0939/1.3*3. Page 36, line 23: after that line insert:
- a1048/1 *a1048/1.8*8. Page 36, line 23: after that line insert:
- a0956/1 *a0956/1.1*1. Page 36, line 24: substitute "shall" for "may".
- a0953/1 *a0953/1.1*1. Page 37, line 7: after that line insert:
- a0962/1 *a0962/1.1*1. Page 37, line 12: after that line insert:
- a1047/1 *a1047/1.1*1. Page 37, line 12: after that line insert:
- a0951/1 *a0951/1.1*1. Page 37, line 16: after that line insert:



Now Thanks!

State of Wisconsin
2017 - 2018 LEGISLATURE
August 2017 Special Session

LRBa1060/1

ASSEMBLY AMENDMENT ,
TO ASSEMBLY SUBSTITUTE AMENDMENT 1,
TO ASSEMBLY BILL 1

... all

MPB / JY

MES

SA

1 At the locations indicated, amend the substitute amendment as follows:

2 **1.** Page 2, line 6: after “program;” insert “creating a levy limits exception for
 3 a city or village containing such a zone;”.

4 **2.** Page 2, line 10: delete “^{and making} appropriations” and substitute “^{making} appropriations ^g and
 5 providing a penalty”.

6 **3.** Page 2, line 10: delete “and”.

7 **4.** Page 11, line 4: substitute “30,000,000” for “10,000,000”.

8 **5.** Page 15, line 24: after that line insert:

9 **“SECTION 18s. 66.0602 (3) (m) of the statutes is created to read:**

10 66.0602 (3) (m) 1. Except as provided in subd. 2., the limit otherwise applicable
 11 under this section does not apply to a city or village that contains an electronics and

1 information technology manufacturing zone that is designated under s. 238.396
2 (1m).

3 2. Subdivision 1. does not apply after the first day of the 204th month beginning
4 after the creation of an electronics and information technology manufacturing
5 zone.”.

6 **6.** Page 22, line 25: after “claimant” insert “, not including zone payroll for
7 employees acquired by the claimant as a result of a merger or acquisition”.

8 **7.** Page 23, line 1: delete that line and substitute:

9 “2m. Multiply the amount determined under subd. 1. by a percentage
10 determined as follows:

11 a. For taxable years beginning after December 31, 2017, and before January
12 1, 2022, if the claimant employs at least 1,000 individuals in this state during the
13 taxable year, 17 percent.

14 b. For taxable years beginning after December 31, 2021, if the claimant
15 employs at least 13,000 individuals in this state during the taxable year, 17 percent;
16 if the claimant employs at least 12,000, but less than 13,000 individuals in this state
17 during the taxable year, 16 percent; if the claimant employs at least 11,000, but less
18 than 12,000 individuals in this state during the taxable year, 15 percent; if the
19 claimant employs at least 10,000, but less than 11,000 individuals in this state
20 during the taxable year, 14 percent; if the claimant employs at least 9,000, but less
21 than 10,000 individuals in this state during the taxable year, 13 percent; if the
22 claimant employs at least 8,000, but less than 9,000 individuals in this state during
23 the taxable year, 12 percent; if the claimant employs at least 7,000, but less than
24 8,000 individuals in this state during the taxable year, 11 percent; if the claimant

1 employs at least 6,000, but less than 7,000 individuals in this state during the
2 taxable year, 10 percent; if the claimant employs at least 5,000, but less than 6,000
3 individuals in this state during the taxable year, 9 percent; if the claimant employs
4 at least 4,000, but less than 5,000 individuals in this state during the taxable year,
5 8 percent; if the claimant employs at least 3,000, but less than 4,000 individuals in
6 this state during the taxable year, 7 percent; and if the claimant employs less than
7 3,000 individuals in this state during the taxable year, zero percent.”.

8 **8.** Page 27, line 5: after “claimant” insert “, not including zone payroll for
9 employees acquired by the claimant as a result of a merger or acquisition”.

10 **9.** Page 27, line 6: delete that line and substitute:

11 “2m. Multiply the amount determined under subd. 1. by a percentage
12 determined as follows:

13 a. For taxable years beginning after December 31, 2017, and before January
14 1, 2022, if the claimant employs at least 1,000 individuals in this state during the
15 taxable year, 17 percent.

16 b. For taxable years beginning after December 31, 2021, if the claimant
17 employs at least 13,000 individuals in this state during the taxable year, 17 percent;
18 if the claimant employs at least 12,000, but less than 13,000 individuals in this state
19 during the taxable year, 16 percent; if the claimant employs at least 11,000, but less
20 than 12,000 individuals in this state during the taxable year, 15 percent; if the
21 claimant employs at least 10,000, but less than 11,000 individuals in this state
22 during the taxable year, 14 percent; if the claimant employs at least 9,000, but less
23 than 10,000 individuals in this state during the taxable year, 13 percent; if the
24 claimant employs at least 8,000, but less than 9,000 individuals in this state during

1 the taxable year, 12 percent; if the claimant employs at least 7,000, but less than
2 8,000 individuals in this state during the taxable year, 11 percent; if the claimant
3 employs at least 6,000, but less than 7,000 individuals in this state during the
4 taxable year, 10 percent; if the claimant employs at least 5,000, but less than 6,000
5 individuals in this state during the taxable year, 9 percent; if the claimant employs
6 at least 4,000, but less than 5,000 individuals in this state during the taxable year,
7 8 percent; if the claimant employs at least 3,000, but less than 4,000 individuals in
8 this state during the taxable year, 7 percent; and if the claimant employs less than
9 3,000 individuals in this state during the taxable year, zero percent.”.

10 **10.** Page 28, line 23: after “zone.” insert “The corporation may not certify more
11 than one business under this subsection unless the business is an affiliate of a
12 business already certified under this subsection.”

13 **11.** Page 29, line 15: after “Corporation.” insert “A person who enters into a
14 contract with the corporation under s. 238.396 (1m) may not claim the exemption
15 under this subsection in 2022 or in any year thereafter during the period covered by
16 the contract unless the person employs at least 13,000 individuals in this state in
17 2022 and in each year thereafter during the period covered by the contract. A person
18 who claims the exemption under this subsection and who does not maintain the
19 employment described in this subsection, shall repay to the department the amount
20 of the sales and use taxes the person would have paid if not for this exemption.”.

21 **12.** Page 35, line 12: after “zone.” insert “The zone shall be coterminous with
22 not more than one county in this state.”.

23 **13.** Page 36, line 2: after “zone.” insert “The corporation may certify a business
24 for tax benefits for activities occurring in this state outside of the zone if the activities

- move -

1 are for the benefit of the operations within the zone, as determined by the Wisconsin
2 Economic Development Corporation.”

3 **14.** Page 36, line 3: after “EXPENDITURES.” insert “(a)”.

4 **15.** Page 36, line 6: after “zone” insert “and the expenditure is made before
5 January 1, 2022”.

6 **16.** Page 36, line 7: delete “a period of 7 years” and substitute “the effective
7 period of the zone under sub. (2)”.

8 **17.** Page 36, line 10: after that line insert:

9 “(b) Notwithstanding par. (a), if a business fails to employ at least 13,000
10 full-time employees in this state on January 1, 2022, the corporation may certify the
11 business to receive additional tax benefits under par. (a) in an amount to be
12 determined by the corporation, but not exceeding 10 percent of the business’s capital
13 expenditures.”.

14 **18.** Page 36, line 23: after that line insert:

15 **(b)** (am) A business whose certification is revoked under par. (a) shall be required
16 to repay all tax benefits the business has claimed under that certification and in
17 addition shall be required to forfeit an amount equal to 10 percent of the total amount
18 of that certification.

19 **19.** Page 36, line 23: after that line insert:

20 “4g. Fails to employ at least 1,000 full-time employees in this state on
21 December 31, 2018.

22 4r. Fails to employ at least 3,000 full-time employees in this state on January
23 1, 2022, or at any time thereafter during the effective period of the zone under sub.
24 (2).

— MOVE —



1 (am) If the corporation revokes a certification under par. (a) 4r., the corporation
2 shall revoke all of the business's certifications under subs. (3) and (3m) and the
3 business shall repay all tax benefits the business has already claimed. The
4 corporation and the department of revenue shall share information necessary to
5 administer this paragraph.”.

6 **20.** Page 36, line 24: substitute “shall” for “may”.

7 **21.** Page 37, line 7: after that line insert:

8 “(dm) The corporation shall annually verify the number of full-time employees
9 that a certified business employs in this state, including by comparing the business's
10 payroll records with records of the department of workforce development concerning
11 relevant unemployment insurance claims and layoff notices.”.

12 **22.** Page 37, line 12: after that line insert:

13 ⁵“(h) The corporation shall contract with a business certified under sub. (3).
14 Once a contract is executed under this paragraph, it may not be amended.”.

15 **23.** Page 37, line 12: after that line insert:

16 ^r“(h) The corporation shall contract with a business certified under sub. (3). The
17 contract shall require the business to repay all tax benefits the business has claimed
18 for each job that the business eliminates as a result of the business's automation or
19 outsourcing.”.

20 **24.** Page 37, line 16: after that line insert:

21 “(6) PARTIAL REIMBURSEMENT OF LOCAL GOVERNMENTS. (a) In this subsection,
22 “local governmental unit” has the meaning given in s. 16.297 (1).

23 (b) If a business certified by the corporation under sub. (3) substantially ceases
24 operations, as determined by the corporation, in an electronics and information

under par. (hg)

Barman, Mike

From: Hanaman, Cathlene
Sent: Thursday, August 17, 2017 9:28 AM
To: Hsia, Richard; Parisi, Lori; Barman, Mike; Milford, Renae; Rose, Stefanie; Walker, Dan
Subject: compiles

A1059, a1060, and a1061 are all compiles. The drafts compiled are on the request sheet

