

2019 DRAFTING REQUEST

Bill

For: Administration-Budget Drafter: elunder
 By: Quinn Secondary Drafters:
 Date: 2/5/2019 May Contact:

Same as LRB:

Submit via email: YES
 Requester's email:
 Carbon copy (CC) to: doasbostatlanguage@wisconsin.gov
 michael.gallagher@legis.wisconsin.gov

Pre Topic:

DOA:.....Quinn, BB0260 -

Topic:

WEDC reporting requirements

Instructions:

See attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	elunder 2/14/2019	wjackson 2/15/2019			
/P1			mbarman 2/15/2019		State

FE Sent For: <END>

Gallagher, Michael

From: Cathlene Hanaman <cathleneh@gmail.com>
Sent: Saturday, February 02, 2019 3:47 PM
To: Gallagher, Michael
Subject: Fwd: Statutory Language Drafting Request - 2019-21

Sent from my iPhone

Begin forwarded message:

Biennial Budget: 2019-21

Topic: Streamline WEDC Reporting Requirements

Tracking Code: BB0260

SBO Team: TLGED

SBO Analyst: Quinn, Brian D - DOA

Phone: (608) 266-1923

E-mail: brian.quinn@wisconsin.gov

Agency Acronym: 192

Agency Number: 192

Priority: Medium

Intent:

Amend s. 238.07(1) to replace January 1 with "October 1" and to replace "current calendar year" with "current fiscal year."

Delete s.238.306(3) related to reporting under the prior law economic development tax credit program.

Amend s. 238.115(f) to add "determined by the corporation as eligible to be claimed that, if..." and strike "that" at the beginning of the phrase "that must be repaid".

Attachments: False

Please send completed drafts to SBOSatlanguage@spsmail.enterprise.wistate.us

Lunder, Erika

From: Quinn, Brian D - DOA
Sent: Tuesday, February 12, 2019 10:10 AM
To: Lunder, Erika
Subject: RE: question about drafting request

I dug up the original document from which this came, so this might provide some added context.

Here is the justification and intent.

We also request a clarification for §238.115(f) Wis. Stats. which requires WEDC to submit to the Department of Revenue information on the amount of tax credits claimed for individuals who have had tax credits revoked. WEDC does not receive data on the amount of tax credits claimed and therefore is unable to report this information as described. A statutory amendment is recommended that would clarify WEDC would provide to DOR the amount of credits an individual is/has been eligible to claim.

Here is the mark-up itself as it was submitted:

AMEND §238.115(f) Wis. Stats. The amount of tax credits determined by WEDC as eligible to be claimed that, if already claimed, that must be repaid as a result of a revocation for each person identified under par. (c)

From: Quinn, Brian D - DOA
Sent: Monday, February 11, 2019 11:09 AM
To: 'Lunder, Erika K - LEGIS' <erika.lunder@legis.wisconsin.gov>
Subject: RE: question about drafting request

Good question. I'll have to get back to you since this was one of those things where I was just passing along a request. Hopefully we can make some sense of it.

From: Lunder, Erika K - LEGIS <erika.lunder@legis.wisconsin.gov>
Sent: Monday, February 11, 2019 11:08 AM
To: Quinn, Brian D - DOA <Brian.Quinn@wisconsin.gov>
Subject: question about drafting request

Hello,

I'm drafting the bill to streamline WEDC reporting requirements (BB0260) and have a quick question about the amendment to s. 238.115(1)(f).

Section 238.115(1)(f) current reads:

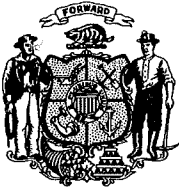
The amount of tax credits already claimed that must be repaid as the result of a revocation for each person identified under par. (e).

The instructions I received say to add "determined by the corporation as eligible to be claimed that, if ..." and to strike "that" at the beginning of "that must be repaid." Could you please clarify where the "determined by the corporation as eligible to be claimed that, if" is supposed to go? It is not jumping out to me, but I'm new to this area.

Thank you!

Sincerely,
Erika

Erika Lunder
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Wisconsin Legislative Reference Bureau
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(608) 504-5819
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State of Wisconsin
2019 - 2020 LEGISLATURE

LRB-1797(?)

EKL:...

WLj

DOA:.....Quinn, BB0260 - WEDC reporting requirements

FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION

IN: 2/14

OVE: 2/19

1 AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau
COMMERCE AND ECONOMIC DEVELOPMENT
ECONOMIC DEVELOPMENT

Year not the

Modifications to WEDC reporting requirements Requirements

This bill modifies WEDC's reporting to the legislature and DOR. First, the bill alters the requirement that WEDC, prior to the beginning of each calendar year, report to the legislature on the economic development projects it intends to develop and implement during the year. Under the bill, the reporting period is the fiscal, not calendar year. Second, the bill repeals the requirement that WEDC report to the legislature on the economic development tax credit program. This program ended in 2015, and tax year 2019 is the final year for which taxpayers may claim the credit under contracts with WEDC. Third, the bill modifies the requirement that WEDC's quarterly reports to DOR include the amount of tax credits claimed by a person whose certification to claim credits has been revoked. Under the bill, WEDC must report the amount of tax credits that WEDC determined the person was eligible to claim, rather than the amount of credits already claimed. ~~determines~~

taxable

EB, STBT K2

For further information see the **state** 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:



State of Wisconsin
2019 - 2020 LEGISLATURE

LRB-1797/P1
EKL:wlj

DOA:.....Quinn, BB0260 - WEDC reporting requirements

FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION

1 **AN ACT ...; relating to:** the budget.

Analysis by the Legislative Reference Bureau

COMMERCE AND ECONOMIC DEVELOPMENT

ECONOMIC DEVELOPMENT

1. *Modifications to WEDC reporting requirements*

This bill modifies WEDC's reporting requirements to the legislature and DOR. First, the bill alters the requirement that WEDC, prior to the beginning of each calendar year, report to the legislature on the economic development projects it intends to develop and implement during the year. Under the bill, the reporting period is the fiscal year not the calendar year. Second, the bill repeals the requirement that WEDC report to the legislature on the economic development tax credit program. This program ended in 2015, and taxable year 2019 is the final year for which taxpayers may claim the credit under contracts with WEDC. Third, the bill modifies the requirement that WEDC's quarterly reports to DOR include the amount of tax credits claimed by a person whose certification to claim credits has been revoked. Under the bill, WEDC must report the amount of tax credits that WEDC determined the person was eligible to claim, rather than the amount of credits already claimed.

