#### 2019 DRAFTING REQUEST

For:

Legislative Fiscal Bureau

Drafter:

zwyatt

By:

Horton

Secondary Drafters:

Date:

6/7/2019

May Contact:

Same as LRB:

Submit via email:

YES

Requester's email:

Carbon copy (CC) to:

zachary.wyatt@legis.wisconsin.gov eric.mueller@legis.wisconsin.gov al.runde@legis.wisconsin.gov ryan.horton@legis.wisconsin.gov joseph.kreye@legis.wisconsin.gov

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LFB:.....Horton -

#### **Topic:**

Retailer refunds for evaporation

#### **Instructions:**

Eliminate the 0.5% retailer's refund for the motor vehicle fuel tax paid on gasoline received to cover shrinkage and evaporation losses (from omnibus motion).

#### **Drafting History:**

Vers.	Drafted	Reviewed	Submitted	Jacketed	Required
/?	zwyatt 6/7/2019	kfollett 6/7/2019			
/P1	zwyatt 6/11/2019	kfollett 6/11/2019	lparisi 6/7/2019		
/P2	zwyatt 6/11/2019	kfollett 6/11/2019	mbarman 6/11/2019		

Reviewed Submitted Required **Drafted** <u>Jacketed</u> Vers. /P3

jmurphy 6/11/2019

FE Sent For: <**END**> months of revenue and by \$6,675,100 SEG-REV in 2020-21.

- Fund. Deposit Revenue from One-Cent of Petroleum Inspection Fee to Transportation Fund. Deposit the revenue from one-cent of the two-cent petroleum inspection fee to the transportation fund in each year, effective on July 1, 2020. Make the following modifications to the amount of estimated petroleum inspection fee revenue provided to the transportation fund: (a) a decrease of \$884,900 in 2019-20, as reestimated under current law; and (b) an increase of \$3,175,000 SEG-REV, as reestimated and affected by this item.
- Paper #695). Effective October 1, 2019, eliminate the 1.35% administrative allowance that licensed motor vehicle fuel suppliers may deduct when remitting the fuel tax on gasoline. Increase estimated transportation fund revenue by \$8,400,000 SEG-REV in 2019-20 and by \$11,300,000 SEG-REV in 2020-21.
- 7. Eliminate Retailer Refunds for Evaporation. (LFB Paper #695). Effective October 1, 2019, eliminate the 0.5% retailer's refund for the motor vehicle fuel tax paid on gasoline received into a service station operator's storage facilities to cover shrinkage and evaporation losses. Increase estimated transportation fund revenue by \$3,100,000 SEG-REV in 2019-20 and by \$4,200,000 SEG-REV in 2020-21.
- 8. Mileage-Based Fee Study. Provide the Department \$2,500,000 SEG in 2019-20 to do the following: (a) enter into a contract not to exceed \$2,500,000 for a mileage-based fee study that would outline the policies, procedures, and operations needed to implement such fees; and (b) a traffic and revenue analysis associated with such fees. Require the firm under contract for this study to report its findings to DOT and each house of the Legislature by December 1, 2022. Require DOT to submit a recommendation on an implementation plan for a mileage-based fee to the Joint Committee on Finance by January 1, 2023, and require the Committee to approve, modify, or deny the implementation of a mileage-based fee. Specify that if the Committee approves a mileage-based fee structure, there would be created within DOT a Division of Innovative Transportation Finance Systems, which would report directly to the DOT Secretary. Specify that this Division would administer any mileage-based fee structure approved by the Committee.
- 9. Reestimated Debt Service -- Existing Bonds for Transportation Purposes. [LFB Summary, Pages 412 and 413, #14, #15, #16, #17, and #18]
- a. Revenue Bond Debt Service (SEG-REV). Decrease estimated transportation fund revenue by \$10,798,700 SEG-REV in 2019-20 and \$20,319,100 SEG-REV in 2020-21 to reflect increases in the amount of vehicle registration and other pledged revenue needed to pay principal and interest on transportation revenue bonds.
- b. General Obligation Bonds (SEG). Increase estimated transportation fund-supported, general obligation bond debt service by \$3,445,400 SEG in 2019-20 and \$8,795,900 SEG in 2020-21.
- c. General Obligation Bonds (GPR). Increase estimated general fund-supported, general obligation bond debt service by \$8,144,200 GPR in 2019-20 and \$8,279,200 GPR in 2020-21.



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### State of Misconsin 2019 - 2020 LEGISLATURE



LFB:.....Wilson-Tepeli - Retailer refunds for evaporation

### FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION ASSEMBLY AMENDMENT,

#### **TO ASSEMBLY BILL 56**

1	At the locations indicated, amend the bill as follows:
2	1. Page 417, line 2: after that line insert:
3	"Section 311m. 20.913 (1) (b) of the statutes is amended to read:
4	20.913 (1) (b) Excess tax payments. Taxes collected in excess of lawful taxation,
5	when claims therefor have been established as provided in ss. 71.30 (4), 71.74 (13),
6	$71.75, 71.89(1), 72.24, 74.35, 74.37, 76.13(3), 76.39, 76.84, 78.19, \underline{78.20}, 78.68(10), \\$
7	$78.75, 78.80\ (1\mathrm{m}), 139.092, 139.25\ (1), 139.36, 139.365\ and\ 139.39\ (4).".$
	History: 1971 c. 310 s. 4; 1975 c. 39; 1977 c. 418; 1985 a. 29, 120; 1987 a. 312 s. 17; 1987 a. 378, 399, 403; 1989 a. 31; 1991 a. 39, 316; 1995 a. 27 ss. 1185, 9126 (19); 1995 a. 351; 2007 a. 20 s. 9121 (6) (a); 2015 a. 216.
8	2. Page 669, line 20: after that line insert:
9	"Section 1067m. 78.20 of the statutes is repealed.

**Section 1067p.** 78.68(10) of the statutes is amended to read:

1	79 69 (10) E-cont or mustidadia as 70 10 79 90 (9) and 70 77 (1) (1) at 71 77
L	78.68 (10) Except as provided in ss. $78.19$ , $78.20$ (2) and $78.75$ (1m) (b), s. $71.75$
2	(2) and $(4)$ to $(7)$ as it applies to the taxes under ch. $71$ applies to the taxes under this
3	chapter. Sections 71.74 (13), 71.75 (9) and (10), 71.80 (3), 71.93, 71.935, and 73.03
1	(52), (52m), and $(52n),$ as they apply to refunds of the taxes under ch. 71 apply to the
5	refund of the taxes under this chapter.".
	History: 1973 c. 333; 1977 c. 29, 289, 418; 1981 c. 20; 1983 a. 368; 1987 a. 399; 1991 a. 39; 1993 a. 16, 112, 205, 437; 2011 a. 68; 2013 a. 20.
3	3. Page 1145, line 11: after that line insert:
7	"(6) MOTOR VEHICLE FUEL TAX REFUND TO RETAILERS. The treatment of ss. 20.913
3	(1) (b), 78.20, and 78.68 (10) takes effect on October 1, 2019.".

(END)

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Ryan Hoston, LC 5/10
re 1960302/81
· intent : 1 to end ability to claim notund on Oct / 2019
· needs to renci_ on looks for a year to be claimed
· will add swret the repeal on out 1, 2020.



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#### State of Misconsin 1~ Inlessed 2019 - 2020 LEGISLATURE

LRBb0302/P1 /// ZDW:kjf

(WIERT)

LFB:.....Wilson-Tepeli - Retailer refunds for evaporation

# FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION ASSEMBLY AMENDMENT, TO ASSEMBLY BILL 56

1	At the locations indicated, amend the bill as follows:
2	1. Page 417, line 2: after that line insert:
3	"Section 311m. 20.913 (1) (b) of the statutes is amended to read:
4	20.913 (1) (b) $Excess tax payments$ . Taxes collected in excess of lawful taxation,
5	when claims therefor have been established as provided in ss. $71.30(4)$ , $71.74(13)$ ,
6	$71.75, 71.89  (1), 72.24, 74.35, 74.37, 76.13  (3), 76.39, 76.84, 78.19, \underline{78.20}, 78.68  (10),$
7	78.75, 78.80 (1m), 139.092, 139.25 (1), 139.36, 139.365 and 139.39 (4).".
8	2. Page 669, line 20: after that line insert:
9	2. Page 669, line 20: after that line insert:  SECTION 1067m. 78.20 of the statutes is repealed.

**Section 1067p.** 78.68 (10) of the statutes is amended to read:

- and the repeal of s. 78.20

78.68 (10) Except as provided in ss. 78.19, 78.20 (2) and 78.75 (1m) (b), s. 71.75 (2) and (4) to (7) as it applies to the taxes under ch. 71 applies to the taxes under this chapter. Sections 71.74 (13), 71.75 (9) and (10), 71.80 (3), 71.93, 71.935, and 73.03 (52), (52m), and (52n), as they apply to refunds of the taxes under ch. 71 apply to the refund of the taxes under this chapter.".

3. Page 1145, line 11: after that line insert:

"(6f) Motor Vehicle fuel tax refund to retailers. The treatment of ss. 20.913 (1) (b), 78.20, and 78.68 (10) takes effect on October 1, 2019.".

(END)

#### 2019-2020 DRAFTING INSERT FROM THE LEGISLATIVE REFERENCE BUREAU

#### **INS 1-9**

SECTION 1067j. 78.20 (6) of the statutes is created to read:

(978.20 (6) A refund may not be claimed under this section after September 30,

2019.

#### Wyatt, Zachary

From:

Horton, Ryan

Sent:

Tuesday, June 11, 2019 12:35 PM

To:

Wyatt, Zachary

Subject:

RE: Draft review: LRB b0302/P2

Zach,

For this draft, could you add "for fuel purchased" after the word "section" on page 1, line 10. I think that's the only change - thanks much. Ryan

From: LRB.Legal <a href="mailto:lrblegal@legis.wisconsin.gov">lrblegal@legis.wisconsin.gov</a>

Sent: Tuesday, June 11, 2019 10:29 AM

To: Horton, Ryan < Ryan. Horton@legis.wisconsin.gov>

Subject: Draft review: LRB b0302/P2

**Draft Requester: Legislative Fiscal Bureau** 

Following is the PDF version of draft LRB b0302/P2.



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### State of Misconsin ~ 6/a/2019



LFB:.....Horton - Retailer refunds for evaporation

### FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION ASSEMBLY AMENDMENT,

#### TO ASSEMBLY BILL 56

2	1. Page 417, line 2: after that line insert:
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6	71.75, 71.89 (1), 72.24, 74.35, 74.37, 76.13 (3), 76.39, 76.84, 78.19, 78.20, 78.68 (10),
7	78.75, 78.80 (1m), 139.092, 139.25 (1), 139.36, 139.365 and 139.39 (4).".
8	2. Page 669, line 20: after that line insert:
9	"Section 1067j. 78.20 (6) of the statutes is created to read:
10	78.20 (6) A refund may not be claimed under this section after September 30,
11	2019.

At the locations indicated, amend the bill as follows:

1	Section 1067m. 78.20 of the statutes, as affected by 2019 Wisconsin Act
2	(this act), is repealed.
3	Section 1067p. 78.68 (10) of the statutes is amended to read:
4	78.68 (10) Except as provided in ss. $78.19, 78.20$ (2) and $78.75$ (1m) (b), s. $71.75$
5	(2) and $(4)$ to $(7)$ as it applies to the taxes under ch. $71$ applies to the taxes under this
6	chapter. Sections 71.74 (13), 71.75 (9) and (10), 71.80 (3), 71.93, 71.935, and 73.03
7	(52), $(52m)$ , and $(52n)$ , as they apply to refunds of the taxes under ch. 71 apply to the
8	refund of the taxes under this chapter.".
9	3. Page 1145, line 11: after that line insert:
10	"(6f) Motor vehicle fuel tax refund to retailers. The treatment of ss. $20.913$
11	(1) (b) and $78.68$ (10) and the repeal of s. $78.20$ take effect on October 1, $2020$ .".
12	(END)



#### State of Misconsin 2019 - 2020 LEGISLATURE

LRBb0302/P3 ZDW:kjf

LFB:.....Horton - Retailer refunds for evaporation

## FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION ASSEMBLY AMENDMENT,

#### **TO ASSEMBLY BILL 56**

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6	$71.75, 71.89(1), 72.24, 74.35, 74.37, 76.13(3), 76.39, 76.84, 78.19, \underline{78.20}, 78.68(10), \\$
7	$78.75, 78.80 (1\mathrm{m}), 139.092, 139.25 (1), 139.36, 139.365$ and $139.39 (4).$ ".
8	2. Page 669, line 20: after that line insert:
9	"Section 1067j. 78.20 (6) of the statutes is created to read:
10	78.20 (6) A refund may not be claimed under this section for fuel purchased
11	after September 30, 2019.

1	SECTION 1067m. 78.20 of the statutes, as affected by 2019 Wisconsin Act
2	(this act), is repealed.
3	Section 1067p. 78.68 (10) of the statutes is amended to read:
4	78.68 (10) Except as provided in ss. $78.19, 78.20$ (2) and $78.75$ (1m) (b), s. $71.75$
5	(2) and $(4)$ to $(7)$ as it applies to the taxes under ch. $71$ applies to the taxes under this
6	chapter. Sections 71.74 (13), 71.75 (9) and (10), 71.80 (3), 71.93, 71.935, and 73.03
7	(52), $(52m)$ , and $(52n)$ , as they apply to refunds of the taxes under ch. 71 apply to the
8	refund of the taxes under this chapter.".
9	3. Page 1145, line 11: after that line insert:
10	"(6f) Motor vehicle fuel tax refund to retailers. The treatment of ss. $20.913$
11	(1) (b) and $78.68$ $(10)$ and the repeal of s. $78.20$ take effect on October 1, $2020$ .".
12	(END)