

CR 82-41

6-24-82 ✓

2:30pm

CERTIFICATE OF RULE ADOPTION

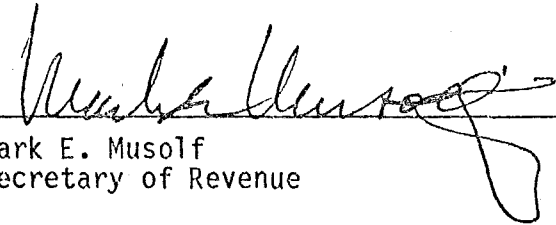
STATE OF WISCONSIN)
) SS
DEPARTMENT OF REVENUE)

TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

I, Mark E. Musolf, Secretary of the Department of Revenue and custodian of the official records of said department do hereby certify that the annexed rules relating to providing a definition and procedure for estimating fair market value of taxable property under s. 70.665, Stats. were duly approved and adopted by this department on June 24, 1982.

I further certify that said copy has been compared by me with the original on file in this department and that the same is a true copy thereof, and of the whole of such original.

IN TESTIMONY, WHEREOF, I have hereunto set my hand at 125 South Webster Street in the City of Madison, this 24th day of June, 1982.



Mark E. Musolf
Secretary of Revenue

Effective 9-1-82

ORDER OF THE DEPARTMENT OF REVENUE
ADOPTING RULES

To create TAX 12.073 relating to providing a definition and procedure for estimating fair market value of taxable property under s. 70.665, Stats.

Analysis Prepared by the Department of Revenue

Section 70.665, Stats., as amended by chapter 20, laws of 1981 requires the clerks of taxation districts when preparing property tax bills after January 1, 1982, to show the assessed value of the property as it appears on the tax roll and the estimated fair market value of the property. The need for the above rule is to define the term "assessment ratio" and the procedures to be used to estimate the fair market value of real and personal property.

Fiscal Estimate

The fiscal effect of the rule is the fiscal effect of the law. County costs to obtain a supply of the prescribed statement which must accompany each tax bill is estimated to be \$125,000. Those municipalities using a computerized system for generating assessment rolls, tax rolls and tax bills will be required to reprogram these systems to accommodate the estimation of fair market value. This one-time revision of these systems is estimated to be \$75,000. State costs to calculate and furnish assessment ratios and to write, print, and distribute information and instructions may possibly be absorbed within the agency's budget.

Pursuant to the authority vested in the department of revenue by s. 227.014, Stats., the department hereby adopts rules interpreting s. 70.665 as amended by chapter 20, laws of 1981, as follows:

Section 1. TAX 12.073 is created to read:

TAX 12.073 ESTIMATED FAIR MARKET VALUE ON REAL AND PERSONAL PROPERTY TAX BILLS. (s. 70.665, Stats.)

(1) DEFINITIONS. For purposes of administering s. 70.665, Stats., the following terms are defined:

(a) "Assessment ratio" means the decimal fraction rounded to the nearest ten thousandth obtained when the assessed value of all taxable nonmanufacturing property as taken from the clerk's statement of assessment filed with the department is divided by the value of all taxable nonmanufacturing property in the taxation district as determined by the department of revenue prior to adjustments under s. 70.57, Stats.

(b) "Estimated fair market value of real property" means the result rounded to the nearest \$100 obtained when the total assessed value of a parcel of real property, including forest croplands assessed per s. 77.04, Stats., and public lands assessed under ss. 70.114, 70.116, 70.117 and 70.175, Stats., as shown on the tax bill is divided by the assessment ratio furnished to the clerk by the department of revenue.

(c) "Estimated fair market value of personal property" means the result rounded to the nearest \$10 obtained when the total assessed value of the personal property as shown on the tax bill is divided by the assessment ratio furnished to the clerk by the department of revenue.

(d) "Taxation district" means any whole or portion of a municipality lying within a county.

(2) REQUIREMENTS.

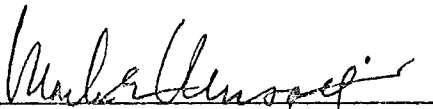
(a) The department of revenue shall furnish the assessment ratio to every taxation district clerk on the department's final statement of assesment for the taxation district.

(b) The clerk of the taxation district shall use the assessment ratio furnished by the department to calculate the estimated fair market value shown on the tax bills.

The rules contained in this proposed order shall take effect pursuant to authority granted by s. 227.026(1)(intro.), Stats.

Dated: June 24, 1982

DEPARTMENT OF REVENUE


Mark E. Musolf
Secretary of Revenue

NOTE
TAX 12.073
Option A

In addition to the assessed value shown, Wisconsin Law requires that your taxation district show the estimated fair market value of taxable property on property tax bills.

This estimated fair market value has been calculated by dividing the assessed value shown on this tax bill by the average assessment ratio of _____ furnished by the department of revenue. This ratio was calculated by dividing the local assessed value by the equalized value of your taxation district.

NOTE
TAX 12.073
Option B

In addition to the assessed value shown, Wisconsin Law requires that your taxation district show the estimated fair market value of taxable property on property tax bills.

This estimated fair market value has been calculated by dividing the assessed value shown on this tax bill by the average assessment ratio furnished by the department of revenue. This ratio was calculated by dividing the local assessed value by the equalized value of your taxation district.



State of Wisconsin \ DEPARTMENT OF REVENUE

Lee Sherman Dreyfus
Governor

Mark E. Musolf
Secretary

June 24, 1982

125 SOUTH WEBSTER STREET
MADISON, WISCONSIN 53702

Ms. Vel Phillips
Secretary of State
244 West Washington Avenue
Madison, Wisconsin 53702

RECEIVED

JUN 24 1982
2:30
Revisor of Statutes
Bureau

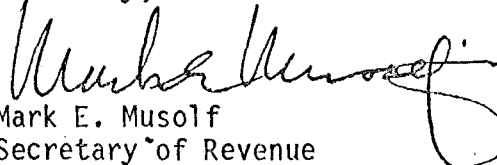
✓ Mr. Orlan L. Prestegard
Revisor of Statutes
411 West, State Capitol
Madison, Wisconsin 53702

Dear Ms. Phillips and Mr. Prestegard:

Enclosed is a certified copy of the administrative rule adopted by the Department of Revenue and an Order of the Department of Revenue Adopting Rules.

These materials are filed with you pursuant to s. 227.023(1), Stats.

Sincerely,


Mark E. Musolf
Secretary of Revenue

MEM:1mm
Enclosures

cc: Prentice Hall, Inc.
Commerce Clearing House, Inc.