

period of up to 3 years, pending the availability of funds. ~~With multiple year awards, the board shall in each year award a decreasing percentage of each year's total project cost.~~

SECTION 2. 38.27 (2m) (a) of the statutes is repealed and recreated to read:

38.27 (2m) (a) Not more than 40% of the total amount awarded under this section in any fiscal year is awarded for the purpose of sub. (1) (e).

SECTION 3. 71.07 (9) (b) of the statutes, as affected by 1987 Wisconsin Act 312, is amended to read:

71.07 (9) (b) Subject to the limitations under this subsection, a claimant may claim as a credit against, but not to exceed the amount of, taxes under s. 71.02, ~~6.9%~~ 8.5% of the first \$2,000 of property taxes or rent constituting property taxes, or ~~6.9%~~ 8.5% of the first \$1,000 of property taxes or rent constituting property taxes of a married person filing separately.

Vetoed in Part SECTION 4. ~~71.09 (7) (a) 7 of the statutes, as affected by 1987 Wisconsin Act 27, is amended to read:~~

~~71.09 (7) (a) 7. "Property taxes accrued" means real or personal property taxes or monthly parking permit fees under s. 66.058 (3) (c), exclusive of special assessments, delinquent interest and charges for service, levied on a homestead owned by the claimant or a member of the claimant's household. "Real or personal property taxes" means those levied under ch. 70, less the tax credit, if any, afforded in respect of such property by s. 79.10. If a homestead is owned by 2 or more persons or entities as joint tenants or tenants in common or is owned as marital property or survivorship marital property and one or more such persons, entities or owners is not a member of the claimant's household, property taxes accrued is that part of property taxes accrued levied on such homestead (reduced by the tax credit under s. 79.10) that reflects the ownership percentage of the claimant and the claimant's household. A marital property agreement or unilateral statement under ch. 766 has no effect in computing property taxes accrued for a person whose homestead is not the same as the homestead of that person's spouse. For purposes of this subdivision, property taxes are "levied" when the tax roll is delivered to the local treasurer with the warrant for collection. If a homestead is sold or purchased during the calendar year of the levy, the property taxes accrued for the seller and the buyer are the amount of the tax levy prorated to each in proportion to the periods of time each both owned and occupied the homestead during the year to which the claim relates. The seller may use the closing agreement pertaining to the sale of the homestead, the property tax bill for the year before the year to which the claim relates or the property tax bill for the year to which the claim relates as the basis for computing property taxes accrued, but those taxes are allowable only for the portion of the year during which the seller owned and occupied the~~

~~sold homestead. If a household owns and occupies 2 or more homesteads in the same calendar year, property taxes accrued is the sum of the prorated property taxes accrued attributable to the household for each of such homesteads. If the household owns and occupies the homestead for part of the calendar year and rents a homestead for part of the calendar year, it may include both the proration of taxes on the homestead owned and rent constituting property taxes accrued with respect to the months the homestead is rented in computing the amount of the claim under pars. (a) 1 to (g) 1 and (g) 2. If a homestead is an integral part of a multipurpose or multidwelling building, property taxes accrued are the percentage of the property taxes accrued on that part of the multipurpose or multidwelling building occupied by the household as a principal residence plus that same percentage of the property taxes accrued on the land surrounding it, not exceeding one acre, that is reasonably necessary for use of the multipurpose or multidwelling building as a principal residence, except as the limitations of par. (h) apply. If the homestead is part of a farm, property taxes accrued are the property taxes accrued on up to 120 acres of the land contiguous to the claimant's principal residence and include the property taxes accrued on all improvements to real property located on such land, except as the limitations of par. (h) apply.~~

Vetoed in Part

~~SECTION 5. 71.09 (7) (a) 7 of the statutes, as affected by 1987 Wisconsin Acts 27, 378 and ... (this act), is repealed.~~

~~SECTION 6. 71.09 (7) (g) 1 (intro.) of the statutes is amended to read:~~

~~71.09 (7) (g) 1 (intro.) The amount of any claim filed in 1987 and thereafter or 1988 and based on property taxes accrued or rent constituting property taxes accrued during the previous year is limited as follows:~~

~~SECTION 7. 71.09 (7) (g) 1 (intro.) of the statutes, as affected by 1987 Wisconsin Act ... (this act), is repealed.~~

~~SECTION 8. 71.09 (7) (g) 2 of the statutes is created to read:~~

~~71.09 (7) (g) 2. The amount of any claim filed in 1989 and thereafter and based on property taxes accrued or rent constituting property taxes accrued during the previous year is limited as follows:~~

~~1. If the household income was \$8,500 or less in the year to which the claim relates, the claim is limited to 80% of the property taxes accrued or rent constituting property taxes accrued or both in that year on the claimant's homestead.~~

~~2. If the household income was more than \$8,500 in the year to which the claim relates, the claim is limited to 80% of the amount by which the property taxes accrued or rent constituting property taxes accrued or both in that year on the claimant's homestead exceeds 13.15% of the household income exceeding \$8,500.~~

Vetoed
in Part

~~3. No credit may be allowed if the household income of a claimant exceeds \$18,000.~~

~~SECTION 9. 71.09 (7) (gro) of the statutes, as created by 1987 Wisconsin Act ... (this act) is repealed.~~

~~SECTION 10. 71.09 (7) (h) 5 of the statutes is amended to read:~~

~~71.09 (7) (h) 5. In calendar year 1984 or any subsequent calendar year years 1984 to 1987, \$1,200.~~

~~SECTION 11. 71.09 (7) (h) 5 and 6 of the statutes, as affected by 1987 Wisconsin Act ... (this act) are repealed.~~

~~SECTION 12. 71.09 (7) (h) 6 of the statutes is created to read:~~

~~71.09 (7) (h) 6. In calendar year 1988 and thereafter, \$1,250.~~

~~SECTION 13. 71.09 (11) (a) 6. a of the statutes, as affected by 1987 Wisconsin Act 27, is amended to read:~~

~~71.09 (11) (a) 6. a. For an individual, means income as defined under sub. (7) (a) 6, plus nonfarm business losses, plus amounts under s. 46.27, less net operating loss carry-forwards, less first-year depreciation allowances under section 179 of the internal revenue code and less the first \$25,000 \$30,000 of depreciation expenses in respect to the farm claimed by all of the individuals in a household.~~

~~SECTION 14. 71.09 (11) (a) 6. a and b of the statutes, as affected by 1987 Wisconsin Acts 27 and ... (this act), are repealed.~~

~~SECTION 15. 71.09 (11) (a) 6. b of the statutes, as affected by 1987 Wisconsin Act 27, is amended to read:~~

~~71.09 (11) (a) 6. b. For a corporate claimant, except a tax-option corporation, means the same as for an individual claimant, except that net income plus any farm business loss carry-forward allowed under s. 71.06 shall be included instead of income under sub. (7) (a) 6 and "income" of a corporate claimant shall include all household income of each of its corporate shareholders of record at the end of its income year, plus nonfarm business losses and depreciation expenses of the corporate claimant, except the first \$25,000 \$30,000 of depreciation expenses in respect to the farm.~~

~~SECTION 16. 71.09 (11) (a) 7 of the statutes, as affected by 1987 Wisconsin Acts 27 and 399, is amended to read:~~

~~71.09 (11) (a) 7. "Property taxes accrued" means property taxes, exclusive of special assessments, delinquent interest and charges for service, levied on the farmland and improvements owned by the claimant or any member of the claimant's household in any calendar year under ch. 70, less the tax credit, if any, afforded in respect of the property by s. 79.10. "Property taxes accrued" shall not exceed \$6,000 for taxable years before 1988 and \$7,000 for taxable year 1988 and thereafter. If farmland is owned by a tax-option corporation or by 2 or more persons or entities as joint~~

Vetoed
in Part

~~tenants, tenants in common or partners or if marital property or survivorship marital property and one or more such persons, entities or owners is not a member of the claimant's household. "property taxes accrued" is that part of property taxes levied on the farmland, reduced by the tax credit under s. 79.10, that reflects the ownership percentage of the claimant and the claimant's household. For purposes of this paragraph, property taxes are "levied" when the tax roll is delivered to the local treasurer with the warrant for collection. If farmland is sold during the calendar year of the levy the "property taxes accrued" for the seller is the amount of the tax levy, reduced by the tax credit under s. 79.10, prorated to the seller in the closing agreement pertaining to the sale of the farmland, except that if the seller does not reimburse the buyer for any part of those property taxes there are no "property taxes accrued" for the seller and the "property taxes accrued" for the buyer is the property taxes levied on the farmland, reduced by the tax credit under s. 79.10, minus if the seller reimburses the buyer for part of the property taxes, the amount prorated to the seller in the closing agreement. With the claim for credit under this subsection, the seller shall submit a copy of the closing agreement and the buyer shall submit a copy of the closing agreement and a copy of the property tax bill.~~

~~SECTION 17. 71.09 (11) (a) 7 of the statutes, as affected by 1987 Wisconsin Acts 27, 378, 399 and ... (this act), is repealed.~~

~~SECTION 18. 71.09 (11) (b) (intro.), 1 and 2 of the statutes are repealed and recreated to read:~~

~~71.09 (11) (b) (intro.). Except as provided in par. (bm), the amount of any claim filed in 1989 and thereafter and based upon property taxes accrued in the previous year shall be determined as follows:~~

~~1. The amount of excessive property taxes shall be computed by subtracting from property taxes accrued the amount of 6% of the 2nd \$5,000 of household income plus 8% of the 3rd \$5,000 of household income plus 10% of the 4th \$5,000 of household income plus 16% of the 5th \$5,000 of household income plus 26% of the 6th \$5,000 of household income plus 36% of the household income in excess of \$30,000. The maximum excessive property tax which can be utilized is \$7,000.~~

~~2. The credit under this subsection shall be limited to 90% of the first \$3,000 of excessive property taxes plus 70% of the next \$2,000 of excessive property taxes plus 50% of the next \$2,000 of excessive property taxes. The maximum credit may not exceed \$5,100 for any claimant. The credit for any claimant shall be the greater of either the credit as calculated under this subsection as it exists at the end of the year for which the claim is filed or as it existed on the date on which the farmland became subject to a current agreement under subch. II of ch. 91, using for such calculations household income and property taxes accrued of the year for which the claim is filed.~~

Vetoed
in Part

~~SECTION 19. 71.59 (1) (b) (intro.), 1 and 2 of the statutes, as affected by 1987 Wisconsin Act ... (this act), are repealed.~~

~~SECTION 20. 71.53 (2) of the statutes, as created by 1987 Wisconsin Act 27, is amended to read:~~

~~71.53 (2) Subject to the limitations under this section, a claimant may claim as a credit against, but not to exceed the amount of taxes under s. 71.01 (1), 6.9% ~~8.5%~~ of the first \$2,000 of property taxes or rent constituting property taxes, or 6.9% ~~8.5%~~ of the first \$1,000 of property taxes or rent constituting property taxes of a married person filing separately.~~

~~SECTION 21. 71.53 (2) of the statutes, as affected by 1987 Wisconsin Acts 27 and ... (this act), is repealed.~~

Vetoed
in Part

~~SECTION 22. 71.54 (1) (b) (intro.) of the statutes, as affected by 1987 Wisconsin Act 312, is amended to read:~~

~~71.54 (1) (b) (title) 1987 and 1988 (intro.) The amount of any claim filed in 1987 and thereafter 1988 and based on property taxes accrued or rent constituting property taxes accrued during the previous year is limited as follows:~~

~~SECTION 23. 71.54 (1) (c) of the statutes is created to read:~~

~~71.54 (1) (c) The amount of any claim filed in 1989 and thereafter and based on property taxes accrued or rent constituting property taxes accrued during the previous year is limited as follows:~~

~~1. If the household income was \$8,500 or less in the year to which the claim relates, the claim is limited to 80% of the property taxes accrued or rent constituting property taxes accrued or both in that year on the claimant's homestead.~~

~~2. If the household income was more than \$8,500 in the year to which the claim relates, the claim is limited to 80% of the amount by which the property taxes accrued or rent constituting property taxes accrued or both in that year on the claimant's homestead exceeds 13.158% of the household income exceeding \$8,500.~~

~~3. No credit may be allowed if the household income of a claimant exceeds \$18,000.~~

~~SECTION 24. 71.54 (2) (b) 1 of the statutes, as affected by 1987 Wisconsin Act 312, is amended to read:~~

~~71.54 (2) (b) 1. In calendar year 1984 or any subsequent calendar year years 1984 to 1987, \$1,200.~~

~~SECTION 25. 71.54 (2) (b) 2 of the statutes is created to read:~~

~~71.54 (2) (b) 2. In calendar year 1988 and thereafter, \$1,250.~~

~~SECTION 26. 71.58 (7) (a) and (b) of the statutes, as affected by 1987 Wisconsin Act 312, are amended to read:~~

~~71.58 (7) (a) For an individual, means income as defined under s. 71.52 (6), plus nonfarm business losses, plus amounts under s. 46.27, less net operating loss carry-forwards, less first-year depreciation~~

~~allowances under section 179 of the internal revenue code and less the first \$25,000 ~~\$30,000~~ of depreciation expenses in respect to the farm claimed by all of the individuals in a household.~~

~~(b) For a corporate claimant, except a tax-option corporation, means the same as for an individual claimant except that net income plus any farm business loss carry-forward allowed under s. 71.26 (4) shall be included instead of income under s. 71.52 (6) and "income" of a corporate claimant shall include all household income of each of its corporate shareholders of record at the end of its income year, plus non-farm business losses and depreciation expenses of the corporate claimant, except the first \$25,000 ~~\$30,000~~ of depreciation expenses in respect to the farm.~~

~~SECTION 27. 71.58 (8) of the statutes, as affected by 1987 Wisconsin Act 312, is amended to read:~~

~~71.58 (8) "Property taxes accrued" means property taxes, exclusive of special assessments, delinquent interest and charges for service, levied on the farmland and improvements owned by the claimant or any member of the claimant's household in any calendar year under ch. 70, less the tax credit, if any, afforded in respect of the property by s. 79.10. "Property taxes accrued" shall not exceed \$6,000 for taxable years before 1988 and \$7,000 for taxable year 1988 and thereafter. If farmland is owned by a tax-option corporation or by 2 or more persons or entities as joint tenants, tenants in common or partners or is marital property or survivorship marital property and one or more such persons, entities or owners is not a member of the claimant's household, "property taxes accrued" is that part of property taxes levied on the farmland (reduced by the tax credit under s. 79.10) that reflects the ownership percentage of the claimant and the claimant's household. For purposes of this subsection, property taxes are "levied" when the tax roll is delivered to the local treasurer with the warrant for collection. If farmland is sold during the calendar year of the levy the "property taxes accrued" for the seller and buyer shall be the amount of the tax levy prorated to each in the closing agreement pertaining to the sale of the farmland or, if not so provided for in the closing agreement, the tax levy shall be prorated between the seller and buyer in proportion to months of their respective ownership.~~

~~SECTION 28. 71.60 (1) (a) and (b) of the statutes, as affected by 1987 Wisconsin Act 312, are repealed and recreated to read:~~

~~71.60 (1) (a). The amount of excessive property taxes shall be computed by subtracting from property taxes accrued the amount of 6% of the 2nd \$5,000 of household income plus 8% of the 3rd \$5,000 of household income plus 10% of the 4th \$5,000 of household income plus 16% of the 5th \$5,000 of household income plus 26% of the 6th \$5,000 of household income plus 36% of the household income in excess of \$30,000. The maximum excessive property tax which can be utilized is \$7,000.~~

Vetoed
in Part

Vetoed
in Part

~~(b) The credit allowed under this subchapter shall be limited to 90% of the first \$3,000 of excessive property taxes plus 70% of the next \$2,000 of excessive property taxes plus 50% of the next \$2,000 of excessive property taxes. The maximum credit may not exceed \$5,100 for any claimant. The credit for any claimant shall be the greater of either the credit as calculated under this subchapter as it exists at the end of the year for which the claim is filed or as it existed on the date on which the farmland became subject to a current agreement under subch. II or III of ch. 91, using for such calculations household income and property taxes accrued of the year for which the claim is filed.~~

SECTION 29. Appropriation changes; vocational, technical and adult education. The appropriation to the board of vocational, technical and adult education under section 20.292 (1) (dc) of the statutes, as affected by the acts of 1987, is increased by \$2,973,800 for fiscal year 1988-89 to provide increased funds for incentive grants to vocational, technical and adult education districts.

SECTION 30. Initial applicability. (1) REVENUE.

~~(a) *Farmland preservation credit.* The amendment of section 71.09 (1) (a) 6, a and b of the statutes and the treatment of sections 71.58 (7) (a) and (b) and 71.60 (1) (a) and (b) of the statutes first apply to taxable year 1988.~~

Vetoed
in Part

(b) *School property tax credit.* The amendment of sections 71.07 (9) (b) and 71.53 (2) of the statutes first applies to taxable year 1988.

SECTION 31. Effective dates. This act takes effect on the day after publication, except as follows:

(1) The amendment of sections 71.07 (9) (b), 71.54 (1) (b) and (2) (b) 1 and 71.58 (7) (a) and (b) and (8) of the statutes; the creation of section 71.54 (1) (c) and (2) (b) 2 of the statutes; the repeal of sections 71.09 (7) (a) 7 (intro.) (intro.) (intro.) and (b) 5 and 6 and (1) (a) 6, a and b and 7 and (b) (intro.) 1 and 2 and 71.53 (2) of the statutes; and the repeal and recreation of section 71.60 (1) (a) and (b) of the statutes takes effect on January 1, 1989.

Vetoed
in Part