# Wisconsin Legislative Council

## AMENDMENT MEMO

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Contact: Scott Grosz, Principal Attorney

**2019** Senate Bill 637

#### Senate Amendment 1

#### **BACKGROUND**

The National Flood Insurance Program (NFIP) provides access to federally subsidized flood insurance for property owners in areas susceptible to flooding (i.e., floodplains). Although community participation in NFIP is technically voluntary under federal law, participation by a community is required in order for residents of the community to purchase federally subsidized flood insurance under the program. Federal law, and regulations issued under federal law, establish certain minimum requirements for buildings in a floodplain.

State law and regulations also establish certain minimum requirements for buildings in a floodplain, some of which exceed federal requirements. For example, under rules of the Department of Natural Resources (DNR), the finished surface of the lowest floor of a residential building, excluding a basement or crawlway, must be two feet or more above the regional flood elevation. The minimum federal requirement is generally the regional flood elevation.

DNR rules also prohibit the modification or addition to a nonconforming building<sup>1</sup> if the modification or addition would exceed 50 percent of the building's present equalized assessed value, unless the entire building is permanently changed to comply with DNR rules.

#### **2019 SENATE BILL 637**

**2019 Senate Bill 637** provides that if, as a result of repair, reconstruction, or improvement, a nonconforming building is permanently changed to comply with federal requirements, then DNR may not prohibit the further repair, reconstruction, or improvement of the building based on cost.

#### **SENATE AMENDMENT 1**

**Senate Amendment 1** provides that if, as a result of locally authorized repair, reconstruction, or improvement: (1) a nonconforming building is or will be permanently changed to comply with federal requirements; and (2) any living quarters in the nonconforming building are or will be at or above the DNR's flood protection elevation, then DNR may not prohibit the repair, reconstruction, or improvement of the building based on cost.

<sup>&</sup>lt;sup>1</sup> For purposes of floodplain zoning, a "nonconforming building" is "an existing lawful building which is not in conformity with the dimensional or structural requirements of the floodplain zoning ordinance for the area of the floodplain which it occupies." [s. NR 116.03 (33), Wis. Adm. Code.]

### **BILL HISTORY**

2019 Senate Bill 637 was introduced by Senator Marklein and others on January 8, 2020. Senate Amendment 1 was offered by Senators Bewley and Marklein on January 28, 2020. On February 6, 2020, the Senate Committee on Utilities and Housing recommended adoption of the amendment, and passage of the bill, as amended, on votes of Ayes, 5; Noes, 0.

SG:jal