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1995 ASSEMBLY BILL 924

February 21, 1996 - Introduced by Representatives Albers and Johnsrud, cosponsored by Senators Schultz and Rude. Referred to Committee on Natural Resources.

- AN ACT to amend 20.866 (2) (tc) and 144.2415 (3) (d) 1. of the statutes; relating
- to: requiring the award of clean water fund financial assistance and granting
 bonding authority.

Analysis by the Legislative Reference Bureau

Under the clean water fund program, this state provides financial assistance for water pollution control projects, primarily sewage treatment systems. Under current law, the clean water fund program provides financial hardship assistance to communities that meet certain financial criteria to reduce the costs of sewage projects below the costs that would be incurred using the usual clean water fund funding. A project eligible for clean water fund financial hardship assistance is ranked based on factors including the impact of the project on human health and the environment. In each fiscal year, available hardship assistance is allocated first to projects on prior years' funding lists that ranked in the top 20% but that were not previously funded and then to projects on the current year's funding list in order of their ranking.

This bill requires the department of natural resources and the department of administration to approve clean water fund financial hardship assistance during the 1995–97 fiscal biennium for a project if certain conditions are satisfied, notwithstanding the eligibility criteria for financial hardship assistance and the order in which the project is ranked. The conditions for approval of a project include that the project must be a project serving at least 2 municipalities with a total population of under 500 and that the project must serve a school that has at least 100 elementary grade students and that is served by a septic system that is at least 20 years old. This bill increases clean water fund bonding by \$4,000,000 and provides additional clean water fund subsidy.

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(6) of the statutes.

For further information see the *state and local* 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:

1 **Section 1.** 20.866 (2) (tc) of the statutes, as affected by 1995 Wisconsin Act 27, 2 is amended to read: 3 20.866 (2) (tc) Clean water fund. From the capital improvement fund, a sum 4 sufficient to be transferred to the clean water fund for the purposes of ss. 144.241 and 5 The state may contract public debt in an amount not to exceed 144.2415. 6 \$549,194,000 \$553,194,000 for this purpose. Of this amount, the amount needed to 7 meet the requirements for state deposits under 33 USC 1382 is allocated for those 8 deposits. Of this amount, \$8,250,000 is allocated to fund the minority business 9 development and training program under s. 66.905 (2) (b). 10 **Section 2.** 144.2415 (3) (d) 1. of the statutes, as affected by 1995 Wisconsin Act 11 27, is amended to read: 12 144.2415 (3) (d) 1. Equal to \$80,000,000 \$83,400,000 during the 1995-97 13 biennium. Nonstatutory provisions. 14 SECTION 3.

(a) In this subsection, "municipality" has the meaning given in section 144.01

department of natural resources and the department of administration shall

approve up to \$4,000,000 in financial hardship assistance under section 144.241 (13)

Notwithstanding section 144.241 (13) (b) and (e) of the statutes, the

(1) CLEAN WATER FUND HARDSHIP FUNDING.

SECTION 3

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of the statutes during the 1995–97 fiscal biennium for the costs of a project to serve
2 or more municipalities if all of the following conditions apply:

- 1. The combined population of the municipalities to be served by the project is less than 500.
- 2. The monthly wastewater treatment charges per household in the municipalities to be served by the project would exceed \$75 if the project were completed without financial hardship assistance.
- 3. The project will serve a school that has at least 100 students in elementary grades and that is served by a septic system that is at least 20 years old.
- 4. Before January 1, 1996, the school board for the district in which the school described in subdivision 3. is located, or the municipality proposing to serve the school, approved by resolution, or discharged, moneys for sewerage planning.
- 5. At least one of the municipalities to be served by the project has a project on the 1996 financial hardship assistance funding list.
- (c) If more than one project satisfies the requirements in paragraph (b), the department of natural resources and the department of administration shall give first priority to a project for which costs will increase if the project is not constructed at the same time as a highway reconstruction project which is scheduled for the 1996–97 construction season.
- (d) The limit under section 144.2415 (3) (f) of the statutes may be exceeded by the amount necessary to fund a project under paragraph (b).

22 (END)