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property tax administration

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Property Tax Administration

The property tax is the largest source of tax revenue in Wisconsin. Each December, property owners receive tax bills that are payable in the following year. From determining each property's taxable value to the disbursement of property tax receipts among the governments imposing the tax, the entire property tax process takes more than one year to complete. This paper describes each of the steps in the administration of the property tax.

The property tax is termed an ad valorem tax because it is imposed according to the value of taxable property. Taxable property is comprised of both real property, which includes land and any attached buildings or improvements, and personal property, which includes items that are not fixed to land, such as furniture, equipment, machinery, and fixtures. County and municipal governments, school districts, technical college districts, and special purpose districts are the local taxing jurisdictions with authority to levy a property tax.

Tax bills are calculated by multiplying each property's assessed value by the mill rate of each taxing jurisdiction levying a property tax. Assessed values are the property values determined by local assessors for individual parcels of real property or items of personal property. Mill rates result from dividing a taxing jurisdiction's tax levy by the combined taxable values for all properties within the taxing jurisdiction. The term "mill" means one one-thousandth, so a mill rate equals the amount of taxes that are billed for each \$1,000 in property value. For example, a tax rate of 19 mills is equal to 0.01900 (1.9%) or \$19 per \$1,000 of value.

The sum of the taxes levied on a property by all local taxing jurisdictions produces the gross levy for that property. This is reduced by state property tax credits to produce the property's net levy, which is the amount that the property's owner must pay.

The Wisconsin Constitution's Uniformity Clause

Article VIII, Section 1, of the Wisconsin Constitution requires the uniform taxation of property and reads, in part, "The rule of taxation shall be uniform." Known as the "uniformity clause," this provision was included in the original state constitution, and the clause has since been amended five times. These amendments provide exceptions to the requirement, as it applies to:

- taxes on incomes, privileges, and occupations;
- taxes on forests and minerals;
- methods for paying taxes;
- taxes on merchants' and manufacturers' inventories and farmers' livestock; and
- taxes on agricultural and undeveloped land.

While these exclusions were extended by amending the uniformity clause, a sixth exclusion has been provided by amending the sections of the Wisconsin Constitution that authorize the state lottery and gaming activities. Those provisions have been amended to exclude the use of proceeds from the lottery and gaming activities from the uniformity clause and to provide that the proceeds must be used to extend property tax relief for residents of the state. In response, the lottery and gaming tax credit has been created and extended exclusively to property used as the owner's primary residence.

The uniformity clause has been the subject of numerous court cases, and in 1967, the Wisconsin Supreme Court enumerated six standards that summarize prior case law and that have been applied in successive court cases:

1. For direct taxation of property, there can be but one constitutional class;

2. All property within that class must be taxed on a basis of equality so far as practicable and all property taxed must bear its burden equally on an *ad valorem* basis;

3. All property not included in that class must be absolutely exempt from property taxation;

4. Privilege taxes are not direct taxes on property and are not subject to the uniformity rule;

5. While there can be no classification of property for different rules or rates of property taxation, the Legislature can classify as between property that is to be taxed and that which is to be wholly exempt and the test of such classification is reasonableness; and

6. There can be variations in the mechanics of property assessment or tax imposition so long as the resulting taxation shall be borne with as nearly as practicable equality on an *ad valorem* basis with other taxable property.

These standards strictly limit the ability to provide preferential tax treatment to specified individuals. On one hand, this has prevented the extension of tax relief targeted to certain types of taxpayers. On the other hand, the uniformity clause has prohibited taxation that benefits one taxpayer or group of taxpayers at the expense of others.

The uniformity clause has been interpreted to permit property tax exemptions as long as entire classes of property are exempted. Currently, a number of property tax exemptions exist. These exemptions include the property of religious, educational, and other nonprofit organizations, governmental property, and most personal property. Additional exemptions have been established for very specific classes of property. Current property tax exemptions are listed alphabetically in Attachment 1.

Assessment of Property: Measuring the Property Tax Base

Property is valued at two levels within the state. First, local assessors determine the assessed values for individual properties, except for manufacturing property, in each municipality. Assessed values are used for apportioning property taxes on tax bills of individual properties within municipalities. Second, the state Department of Revenue (DOR) estimates the full market or equalized value of all property in each district. Equalized values are used to apportion the levies of overlying districts (for example, schools and counties) to the municipalities within them and also to distribute certain state aids. The state values are needed because municipalities assess property at varying percentages of market value.

Most assessors value property at some fraction of market value, despite a statutory requirement that property be assessed at full value. A series of court cases, dating back to the nineteenth century, has interpreted the statutes to allow assessed values at a fraction of market value, provided the same fraction applies to all property in the municipality. As a result, local assessors can assess property at a level below market value without violating the state constitution's requirement of uniform taxation.

The Local Role in Assessing Property

Property in the state is assessed as of January 1 of each year, even though values may increase or decrease during the year. If a building is partially constructed on January 1, its partial value is used as the value for that assessment year. Except for manufacturing property, the assessment function is performed by local assessors, who may be elected or appointed and frequently serve more than one municipality on a part-time basis. Assessors must be certified through an examination administered by DOR and must meet

continuing education requirements.

County Assessor Option. Assessors serve at the municipal level, although state law also permits county assessor systems, if authorized by a 60% vote of the entire membership of the county board. County assessors are appointed and are responsible for valuing property in all towns, villages, and cities in the county. A county may discontinue its county assessor system by a majority vote of the entire membership of the county board. Currently, this system is not being used by any counties, but was employed by Kenosha County between 1974 and 1995.

Assessment Methods. Assessors determine the value of property using one of three methods, depending on the type of property.

Highest and Best Use. Most property is assessed according to its highest and best use, or that use which will produce the greatest net return to the property owner over a reasonable period of time. The assessor determines that value by employing the sales comparison, cost, or income approaches to valuation. Each approach is intended to produce a value comparable to the property's price if sold, or its full market value. Under the sales comparison method, value is determined by analyzing sales of properties similar in size, age, use, location, and other factors. Under the cost method, the value of the land is estimated and added to the cost of replacing any attached structures. Under the income method, the present value of a property is determined from the estimated future income of the property (for example, rent minus expenses). Although all three are used, the sales method is the preferred approach. The highest and best use method of valuation is used for property classified as residential, commercial, manufacturing, productive forest, other (farm buildings), or personal property.

Fractional Assessment. Since 2004, property classified as "undeveloped" (previously called "swamp or waste") or "agricultural forest" has

been valued at 50% of full market value. Assessors continue to determine these properties' values under the concept of highest and best use, but the values are reduced to half of their original amounts. Case law would categorize this treatment as a partial exemption in violation of the state constitution's uniformity clause. However, amendments to the uniformity clause permit the nonuniform treatment of undeveloped land and forests.

Use Value. A 1974 amendment to the state constitution's uniformity clause permits agricultural land to be treated differently from other types of property for property tax purposes. Provisions enacted under 1995 Act 27 require land that is "devoted primarily to agricultural use" to be assessed on the basis of that use. Although state law directs DOR to define agricultural use through administrative rule, the statutes specify that agricultural use includes the growing of short rotation woody crops, including poplars and willows, using agricultural practices generally associated with field crop production, including soil management, cultivation, and row cropping. Otherwise, the DOR rule defines agricultural use to include:

- producing crops (growing crops mainly for food and fiber), but not forestry;
- producing livestock (raising or fattening animals for the sale of animals or animal products);
- growing Christmas trees or ginseng;
- maintaining land eligible for enrollment in various federal agriculture programs; and
- maintaining land that was previously in an agricultural use, but is subject to an easement under or is enrolled in various state or federal conservation programs.

However, the last two items listed above were declared invalid by a circuit court in June, 2018, based on the determination that DOR promulgated

these components of the rule without compliance with statutory rulemaking procedures. DOR appealed the decision and the Appeals Court overruled the circuit court decision. The state Supreme Court has agreed to hear the case on appeal.

Because use value assessment is limited to agricultural land, other farm property is valued according to its "highest and best use." This includes the farm operator's homestead, other farm buildings or improvements, any residence of the farm operator's spouse, children, parents, or grandparents, the land necessary for the location of those buildings, and private roadways. As previously noted, property on farms classified as agricultural forest land and undeveloped land is valued at half of its full market value.

Further information on DOR's authority relative to use value assessment is provided in the following section on the state's role in assessing property.

The State Role in Assessing Property

The Department of Revenue has four roles in the assessment process, each of which is discussed below. In addition to these roles, DOR is responsible for estimating the full market or equalized value of all property in each taxation district.

Assessment of Manufacturing Property. Since 1974, DOR has assessed all manufacturing property in Wisconsin. Before that, manufacturing property was locally assessed. Due to the complex nature of this property, it was believed that more uniform values would result under DOR assessment. Manufacturing property differs from other types of property because it is sold less often and individual properties may have unique characteristics.

By February 15 of each year, DOR informs each municipality of the property in the municipality that it intends to assess as manufacturing

property. A final determination of which properties shall be classified as manufacturing property for that tax year is made by March 1, although DOR may include additional property if the property's owner has filed a request to have the property assessed as manufacturing property. Manufacturing property assessments are conducted under a five-year field audit cycle, where the Department seeks to perform an on-site review of each property once every five years. During the intervening years, values are adjusted based on reports submitted by property owners to the Department by March 1 of each year, although manufacturers may request filing extensions until April 1. Manufacturers who fail to file the forms incur penalties.

Beginning with property assessments for 2003, the state began imposing a fee on municipalities to recover half of DOR's costs related to manufacturing assessment. The fee is imposed on all municipalities containing manufacturing property and is apportioned based on each municipality's manufacturing value as a percent of statewide manufacturing value. Municipalities must recoup the fee through a special charge against all owners of taxable property and cannot impose charges disproportionately on the owners of manufacturing property. If a municipality fails to reimburse DOR for the fee by March 31, the Department must reduce the municipality's county and municipal aid payment in July by the unpaid amount.

Assessment of Agricultural Land. Agricultural land assessments are based on the land's use for farming. The procedures used in valuing agricultural land have been adopted by the Farmland Advisory Council, which is staffed by DOR, and promulgated as an administrative rule. Those procedures estimate values on a per acre basis for each municipality containing agricultural land by dividing the net income that could be generated from the land's rental for an agricultural use by a capitalization rate. The definition of rental income is based on the assumption that the land is used for growing corn.

Net income is measured on a county-by-county basis and equals gross income minus operating expenses. Each of these measures is calculated on a per acre basis, and both are adjusted to reflect a crop-share lease where income and a portion of the operating expenses are shared equally between the landowner and the farm operator.

Gross income equals the average yield of corn (in bushels) on a per acre basis, multiplied by the average price per bushel of corn. To reflect a crop-share lease arrangement, the result is reduced by one-half. Operating expenses equal the sum of production expenses and management expenses. Production expenses are calculated as the average cost per acre of seed, fertilizer, soil conditioners, manure, chemicals, commercial drying, other variable cash expenses, and interest on operating capital. To reflect a crop-share lease arrangement, the result is reduced by one-half. Management expenses are calculated as 7.5% of gross income and are assumed to be borne entirely by the landowner.

The preceding calculations utilize data averaged over a five-year period prior to the assessment year. Averaging these measures is intended to remove short-term fluctuations due to weather and market factors that do not significantly influence buyers' long-term decisions. Data on yields, prices, and expenses is compiled annually by the Wisconsin Department of Agriculture, Trade, and Consumer Protection and the U.S. Department of Agriculture (USDA).

The capitalization rate equals the sum of two components or 11%, whichever is greater. The first component is the five-year average mortgage interest rate on one-year, adjustable-rate, medium-sized agricultural loans extended by federal land credit associations and agricultural credit associations operating in Wisconsin. The second component is the effective property tax rate. A separate tax rate is calculated for each municipality, equal to the total taxes levied for all purposes within the municipality, net of state property tax credits, divided by the municipality's equalized value, as

determined by DOR for the property tax year that is two years prior to the assessment. If the sum of the two amounts is less than 11%, the capitalization rate is set at 11%.

Wisconsin cropland is categorized as grade 1, grade 2, or grade 3, based on its soil productivity as determined by the USDA Natural Resource Conservation Service. Separate use value calculations are performed for each grade of cropland based on its characteristics, as described above. The per acre value guidelines for pasture land are calculated as 30% of the average for the three grades of cropland for the municipality.

Finally, DOR's per acre value guidelines are prohibited from increasing in any year by more than the percentage change in adjusted, statewide equalized values for the two years before the assessment year. Statewide equalized values are adjusted for both years to exclude the value of agricultural land and net new construction. Per DOR guidelines, the annual changes in the per acre values are as follows:

- 6.6% for 2006;
- 6.7% for 2007;
- 3.7% for 2008;
- 1.4% for 2009;
- -1.8% for 2010;
- -3.6% for 2011;
- -2.5% for 2012;
- -4.0% for 2013;
- -1.7% for 2014;
- 1.4% for 2015;
- 1.2% for 2016;
- 1.5% for 2017;
- 2.5% for 2018;
- 2.9% for 2019;
- 4.1% for 2020; and
- 3.8% for 2021

When land that has been taxed as agricultural land is converted to another use and is no longer eligible to be taxed under the use value provisions, a conversion charge is imposed. The charge is based on the number of acres converted and the difference between the average market value of

agricultural land sold in the county and the average taxable (equalized) value per acre of agricultural land in the county, both in the prior year. The treasurer of the county where the converted land is located administers the charge with the assistance of the municipal assessor, who notifies the treasurer of changes in property classification and of sales of agricultural land. A county that collects a conversion charge must provide 50% of the amount collected to the taxing jurisdiction in which the land subject to the charge is located. Agricultural land that is converted to another use and is assessed under the undeveloped, agricultural forest, productive forest, or "other" classifications is not subject to the conversion charge.

Oversight of Local Assessment. In addition to the assessor certification program, DOR administers several programs intended to promote uniform local assessments.

Review of Total Local Assessments. State law requires every municipality to assess property at full value at least once every five years.

Review of Assessments by Class of Property. The ratio of assessed value to full value for each locally-assessed, major class of property, except agricultural land, must be within 10% of full value at least once every four years. "Major class of property" is defined as any class of property that comprises more than 10% of the municipality's equalized value. For purposes of this requirement, the value of property included under the agricultural forest, productive forest land, undeveloped, and "other" classes are combined and considered a single property classification. Municipalities not meeting the requirement are notified, and if the requirement is not met in the succeeding year, a second notification occurs informing the municipality that failure to comply with the requirement in the subsequent year will result in the Department supervising the succeeding year's assessment. Therefore, a municipality may remain out of compliance for six years before special supervision by

DOR occurs in the seventh year.

Property Assessment Manual. Each year, DOR publishes or updates a manual for local assessors that includes guidelines and procedures for identifying, classifying, and valuing taxable property. State law instructs local assessors to follow the guidelines and procedures in the manual.

Tax Bill. Each property tax bill must show both the property's assessed and full market values. The full market value is calculated by dividing the assessed value by the municipality's assessment ratio. Assessment at full market value is desirable because owners can more easily compare their property's assessment to that of similar properties and consider those values relative to their knowledge of the real estate market. Agricultural land is excluded from this requirement.

Assessment of Commercial Property. The 2013 Legislature created a new function for DOR, which first applied to assessments for the 2014(15) property tax year. As noted above, with the exception of manufacturing property, the assessment function is performed by local assessors. However, DOR must perform the assessment of individual commercial properties, including any personal property located on those properties, if certain conditions are met. This provision applies only in fourth class cities (population of 10,000 or less) where the taxpayer and the municipal governing body of the municipality where the property is located file a written request by March 1 for DOR to assess the property. Further, in the prior year, the assessed value of the taxpayer's commercial property in the municipality must have been at least \$24 million and the assessed value of the taxpayer's commercial property in the municipality must have represented at least 9% of the municipality's assessed value. DOR may request information that it deems necessary to perform the assessment from the property owner and from the municipal assessor. By June 1 of the year of the request, DOR must determine the assessed value of any property under this provision. Appeals of the Department's assessment are made

to the Tax Appeals Commission (TAC), but if the municipality or property owner fails to provide any requested information, that party may not seek re-determination of the assessment by the TAC. DOR imposes a fee on each municipality where it assesses commercial property equal to the cost of its assessment. If a municipality has not paid its fee to DOR by the following March 31, the municipality's county and municipal aid payment is reduced by the unpaid amount.

Equalized Values. Because local governments assess property at varying percentages, assessed values in different municipalities are not directly comparable. While assessors are allowed to assess property at less than full market value, apportioning property taxes in a uniform matter requires a standardized measure of value across taxing jurisdictions. This measure is referred to as equalized value.

Equalized value is defined as "the estimated value of all taxable real and personal property in each taxation district, by class of property, as of January 1, and certified by DOR on August 15 of each year." This value is estimated at the level of the taxing jurisdiction, while assessed values are estimated for each parcel of property. The equalized value of a taxing jurisdiction includes the full market value of residential, commercial, manufacturing, productive forest, other (farm sites and buildings), and personal property, as well as the use-value of agricultural land, 50% of the market value of undeveloped land, and 50% of the market value of agricultural forest land.

The Department employs various methods to determine the equalized value of property, including on-site appraisals and studies that compare actual selling prices with locally-established assessed values.

In addition to their use in apportioning property levies, equalized values have a range of uses under state law, including:

- Calculating the allocation of state aids to local governments
- Calculating allowable debt for counties, municipalities, and school districts
- Determination of manufacturing equated property values
- Calculating average statewide property tax rates
- Measuring compliance with assessment standards
- Calculating estimated fair market values on tax bills

Beginning in 2016, state law requires DOR to post preliminary equalized values for each county and municipality on the DOR website by August 1. In addition to the local government's equalized value, the posting is required to include tax increment values and the amount of new construction that occurred in the county or municipality. A county or municipality discovering an error in any of the values is required to report the error to DOR by August 7, and DOR is required to correct any error that is greater than 2%. DOR's equalized values, including any corrections, become official on August 15. For 2020, DOR determined that the value of all taxable property in the state was \$613.1 billion.

Appeals of Assessed and Equalized Values

Several procedures exist for appealing assessed or equalized values.

Individual Assessment Appeals. To successfully appeal an assessment, property owners must demonstrate that their property's assessed value is substantially different from market value and that their property's assessment level differs from the level for other properties within the municipality.

Each year, individual property owners receive notices if their assessments change. The notice

includes the time, date, and place of the meeting of the board of review or board of assessors. Prior to the board of review, the municipality must make the assessment roll open for public inspection. If dissatisfied, taxpayers should contact their local assessor to discuss the procedures used in the assessment, but such a meeting is not required to file an appeal. If an individual remains dissatisfied, the following procedures can be followed:

Board of Assessors/Board of Review. Assessments can be appealed to the local board of review. In the City of Milwaukee, reviews are conducted initially by a board of assessors, and cities with populations over 39,000 (second class cities) may also elect to use this procedure. Comprised of the municipality's assessment personnel, boards of assessors are empowered to make changes and corrections to assessments. Property owners must receive notification by mail of such changes and have 15 days from that notification to appeal any changes to the municipality's board of review. However, the municipality must give the property owner notice of at least 30 days if the municipality has completed a revaluation. Under a revaluation, each property in the municipality is reassessed. For municipalities that do not perform annual revaluations, the assessor should modify assessments of individual properties experiencing noteworthy changes in value triggered by factors such as new construction.

The board of review typically consists of local officials, although some municipalities have citizen boards. At least one voting member must be the municipality's chief executive officer or the officer's designee, who has attended a DOR-approved training session for board of review members within the prior two years. The board of review must schedule its first meeting in the 45 days after the fourth Monday of April, but no sooner than seven days after the last day on which the assessment roll is open for examination. The board of review may adjourn to a future date if the assessment roll is not complete. A public notice must precede the first meeting by at least 15 days.

This requirement is lengthened to 30 days if the municipality has completed a revaluation.

The assessor may not be a member of the board of review, but is required to attend the board's first meeting. Assessors typically attend other meetings where objections to assessments are presented, and assessors provide the board the information used to determine contested valuations. Although state law directs boards of review to presume that the assessor's valuation is correct, the assessor must present evidence in support of the valuation. Likewise, property owners must present evidence supporting their opinion of value. Testimony must be provided under oath, and may be made in person, by telephone, or in writing. Property owners may be represented by a third party.

After hearing the evidence, the board determines whether the assessment should be changed. Boards must provide written notice of their decisions to taxpayers who have filed appeals.

Department of Revenue. Taxpayers may ask DOR to review board of review decisions and revalue their property. Requests must be submitted within 20 days of a board determination (30 days if there is no return receipt of the letter notifying the taxpayer of the decision) and be accompanied by a \$100 filing fee. If the Department does not change the assessment, revaluation costs are borne by DOR. Revaluation costs of up to \$300 are borne by the assessment district if the assessment is changed. This procedure does not apply to manufacturing property or parcels exceeding \$1 million in value.

Also, owners representing 5% or more of a municipality's assessed value may petition DOR to reassess the municipality. If the Department finds that the assessment is not in substantial compliance with the law and that the public interest will be promoted by a reassessment, state law directs DOR to appoint a person or persons to perform a reassessment. The Department may conduct the reassessment itself, or it may appoint a third party.

In lieu of a reassessment, DOR can direct the municipality to utilize expert assessment help for either of the two succeeding assessments. Under this procedure, the municipality employs an "expert appraiser," as certified by DOR, to assist the municipal assessor in performing the assessment duties. Through the certification process, expert appraisers adhere to assessment standards, as specified by DOR, and expert appraisers are hired through a standard contract form that DOR prescribes. The municipality bears the cost of the reassessment. This procedure does not apply to the City of Milwaukee.

Circuit Court. Property owners may appeal board of review or Department of Revenue decisions to circuit court.

Manufacturing Assessment Appeals. Between March and June, manufacturing property owners and municipalities receive manufacturing assessment notices and have 60 days to appeal these determinations. A \$45 filing fee must accompany the appeal.

Board of Assessors. Each appeal is investigated by DOR staff, other than the assessor who made the original assessment. Then, the appeal is reviewed by the state Board of Assessors, comprised of DOR employees appointed by the Department's Secretary. The Board can increase, decrease, or sustain the original assessment, and is empowered to determine whether property is taxable or exempt. State law directs the Board to decide appeals by April 1 of the year following the assessment year.

Tax Appeals Commission. Decisions of the Board of Assessors may be appealed to the Tax Appeals Commission. The Commission is composed of three commissioners appointed by the Governor, with Senate approval, for staggered, six-year terms. The Commission also hears appeals related to various state taxes.

Circuit Court. Tax Appeals Commission

decisions can be appealed to the Dane County Circuit Court or to the circuit court for the county where the taxpayer is located, owns other property, or transacts business.

Refunds of Property Taxes Paid. If an appeal is not complete when the tax roll is prepared, taxes are calculated on the original assessed value. If the value is subsequently reduced, the owner receives a refund with interest on the excess property taxes. In addition to appeals for lower assessments, tax refunds can result from clerical errors and taxes incorrectly levied on exempt property. Refunds are paid by the municipality, but the municipality can charge the overlying taxing jurisdictions (school districts, counties, and technical college districts, for example) for their proportionate share of the refunded taxes. Municipalities may charge the state for 20% of the interest that accrues up to the date of the Tax Appeals Commission decision with regard to refunds of manufacturing taxes. Other interest costs related to refunds are borne by the municipality. Interest on refunds is calculated at a rate based on the average, annual discount rate on six-month U.S. treasury bills.

Appeals of Equalized Value. Municipalities and counties have authority to appeal the equalized values established by DOR

Department of Revenue Data. State law directs DOR to make available to each municipality a list of property sales within that municipality and to indicate which sales were used in setting the municipality's equalized value. Also, DOR must inform a municipality if a lack of sales in the municipality caused DOR to use sales from other municipalities in setting the original municipality's equalized value. By resolution, counties and municipalities can ask DOR to review their equalized value.

Tax Appeals Commission. A municipality or county may appeal its equalized value directly to the Tax Appeals Commission. Under this procedure, the governing body of the municipality or

county must authorize the appeal by order or resolution, and the district must file the appeal with the Commission on or before October 15. Other counties or municipalities may enter petitions in support of, or opposition to, the appeal within 30 days. The Commission holds a hearing on the appeal and makes a determination. If the Commission decides that the assessment results in "substantial injustice" it may revalue any or all of the taxation districts in the county.

Corrections Procedure. If an equalized value is changed, the value of the taxation district or county is adjusted to correct for the change. The correction is made to the value for the subsequent year. For example, if a municipality's equalized value was \$10 million too high in 2020, its 2021 value would be reduced by \$10 million.

Establishing the Property Tax Levy

Determination of the Levy Amount

The property tax is a residual revenue source. Each fall, local units of government determine the amount of their property tax levy by first budgeting their expenditures for the following year and then reducing that total by anticipated amounts from other revenue sources. The remaining amount represents the property tax levy.

Each property is located in a single municipality, county, school district, and technical college

district and may be located in one or more special purpose districts. The municipality acts as the billing and collection agent for these other jurisdictions. After they determine their levies, they notify the municipality of the amount that must be paid by property owners in that municipality. The jurisdictions apportion their levies to the municipality based on the municipality's share of each jurisdiction's equalized value. The municipality spreads its tax levy and the municipality's share of the other jurisdictions' apportioned levies to individual properties according to their assessed values.

Table 1 illustrates how the total levy within a hypothetical municipality with an equalized value of \$25 million is determined. Because the municipality is self-contained, 100% of the municipal levy of \$135,250 would be collected within the municipality. However, the county, school district, and technical college district contain more than one municipality, so the municipality would be responsible for collecting only a portion of those jurisdictions' tax levies. For example, because the municipality's value comprises 2.5% of the county's value, the municipality would be responsible for collecting \$102,250, or 2.5%, of the county's \$4,090,000 million tax levy. Similarly, 2.25% of the school district's levy and 1.25% of the technical college district's levy would be apportioned to the municipality for collection. Total property taxes to be levied within the municipality would equal \$492,000.

State Property Tax Credits

Tax credits are paid to local governments in

Table 1: Determination of Total Levy for Hypothetical Municipality

| | Municipal Value | | District Value | | Municipal % of District | District Levy | | Levy Apportioned to Municipality |
|-------------------|-----------------|---|----------------|---|-------------------------|---------------|---|----------------------------------|
| Municipal | \$25,000,000 | ÷ | \$25,000,000 | = | 100.0% | X \$135,250 | = | \$135,250 |
| County | 25,000,000 | ÷ | 1,000,000,000 | = | 2.50 | X 4,090,000 | = | 102,250 |
| School | 25,000,000 | ÷ | 1,250,000,000 | = | 2.25 | X 10,390,750 | = | 233,500 |
| Technical College | 25,000,000 | ÷ | 2,000,000,000 | = | 1.25 | X 1,680,000 | = | <u>21,000</u> |
| Total | | | | | | | | \$492,000 |

their capacity as property tax administrators and must be used to reduce the property tax levy. In this regard, they differ from state aids, which local governments anticipate in setting the succeeding year's spending level. The total tax levy is offset by three state tax credits: a school levy credit; a lottery and gaming credit; and a first dollar credit.

For 2020(21), the statutes authorize a funding level of \$940,000,000 for the school levy credit and \$150,000,000 for the first dollar credit. Funding for following years will stay at these amounts unless the Legislature establishes new funding levels. Funding for the lottery and gaming credit is based on the estimated amount of the net proceeds from lottery revenues, exclusive of a reserve equal to 2% of gross lottery revenues. Also, tax and net regulatory revenues from bingo, raffles, crane games, and pari-mutuel racing activities have been earmarked as funding sources since 1999(00). The past two biennial budgets provided general fund revenues to partially pay lottery operations and retailer compensation payments. As a result of the use of these general fund revenues for lottery expenses, an additional \$71,700,000 in 2019-20 and \$73,083,400 in 2020-21, and each year thereafter, of segregated lottery fund revenues are available for the lottery and gaming tax credit. For 2020(21), an estimated \$237.4 million of lottery and gaming proceeds are available for distribution.

Each municipality receives a school levy credit based on its share of statewide school taxes levied over the three preceding years. Distributions of first dollar credits and lottery and gaming credits are based on the amount of credits that the municipality extends on tax bills. The two credits are calculated on tax bills in a nearly identical manner, where an eligible property's school tax rate is multiplied by a credit base value. However, due to different funding levels, credit base values, and eligibility criteria, distributions of the two credits will differ. For the lottery and gaming credit, the credit base will equal \$17,400 in 2020(21). For the first dollar credit, DOR set the

credit base at \$7,100 for 2020(21).

The Department of Revenue provides municipalities with the information necessary to calculate tax credits by November 20 of each year, after most local governments have established their budgets. Municipalities prepare tax bills after they receive the tax credit notice. (For additional information, see the Legislative Fiscal Bureau's informational paper entitled "State Property Tax Credits.")

Tax Billing and Collection Procedures

Computation of Tax Bills

In December, municipal officials combine the tax levy information with assessed values and prepare individual property tax bills. This process involves two steps, which are illustrated in Table 2.

First, gross taxes are calculated by multiplying the property's assessed value by a tax rate. In Table 2, a single tax rate is calculated for all taxing jurisdictions, but in practice, the municipality computes separate rates for each taxing jurisdiction and the resulting tax amounts are summed on the tax bill. The tax rate equals the tax levy divided by the assessed value of all property subject to the tax.

Based on the hypothetical municipality from Table 1 and assuming an assessment level of 95% (95% of \$25 million in equalized value = \$23.75 million in assessed value), the municipality's gross tax rate would equal \$20.72 per \$1,000 of assessed value ($\$492,000 / \$23,750,000 = .02072$), and the gross tax on a property with an assessed value of \$160,000 would equal \$3,315 ($.02072 \times \$160,000$).

Second, gross taxes are offset by state tax

Table 2: Determination of the 2019(20) Property Tax Bill for a Property with a \$160,000 Assessed Value in a Hypothetical Municipality

| Assumptions | |
|---------------------------------|--------------|
| Assessed Value of Municipality | \$23,750,000 |
| Equalized Value of Municipality | \$25,000,000 |
| Municipality's Assessment Ratio | 95% |
| Total Levy | \$492,000 |
| School Levy | \$233,500 |
| School Levy Credits | \$42,000 |
| Lottery and Gaming Credit Base | \$19,700 |
| First Dollar Credit Base | \$7,100 |

Tax Computation

I. Gross Taxes

Property Value x Gross Tax Rate
 $\$160,000 \times (\text{Total Levy} / \text{Assessed Value})$
 $\$160,000 \times (\$492,000 / \$23,750,000)$
 $\$160,000 \times .02072 = \$3,315$

II. State Tax Credits

School Levy Credit
 Property Value x Credit Rate
 $\$160,000 \times (\text{School Levy Credits} / \text{Assessed Value})$
 $\$160,000 \times (\$42,000 / \$23,750,000)$
 $\$160,000 \times .00177 = \283

Lottery and Gaming Credit
 Adjusted Credit Base x School Rate
 (Credit Base x Assessment Ratio) x
 (School Levy/ Assessed Value)
 $(\$19,700 \times 95\%) \times (\$233,500 / \$23,750,000)$
 $\$18,715 \times .00983 = \184

First Dollar Credit
 Adjusted Credit Base x School Rate
 (Credit Base x Assessment Ratio) x
 (School Levy/ Assessed Value)
 $(\$7,100 \times 95\%) \times (\$233,500 / \$23,750,000)$
 $\$6,745 \times .00983 = \66

III. Net Taxes

| | |
|-----------------------------|----------------|
| Gross Taxes | \$3,315 |
| - School Levy Credit | -283 |
| - Lottery and Gaming Credit | -184 |
| - First Dollar Credit | -66 |
| Net Property Taxes | <u>\$2,782</u> |

credits. Each property's school levy tax credit is calculated similarly to the calculation of gross taxes. The municipality's credit allocation is divided by the municipality's total assessed value to determine a credit rate, and the rate is multiplied by individual assessed values. The school levy tax

credit was originally reported on tax bills as a reduction against gross taxes levied for all purposes. Since 1996(97), the credit has been applied as a separate reduction to school district tax levies, so that net school levies are reflected on the tax bill. The levies of other taxing jurisdictions are reflected as gross taxes. Despite no longer being explicitly listed as a reduction against gross taxes, the credit continues to have that effect. The credit for the current year is reported separately in a box on the tax bill's upper, right-hand corner.

The municipality's school levy credit of \$42,000 would result in a credit rate of \$1.77 per \$1,000 of assessed value ($\$42,000 / \$23,750,000 = .00177$), and the credit for a property with a \$160,000 assessment would equal \$283 ($.00177 \times \$160,000$).

The lottery and gaming credit and the first dollar credit are subtracted from gross taxes to yield the net tax bill for each property owner eligible for the credit. To be eligible for the lottery and gaming credit, the property must be used as the owner's primary residence. To be eligible for the first dollar credit, the property must be real property and include an improvement (structure). Both the lottery and gaming credit and the first dollar credit are determined by multiplying the school tax rate by the adjusted credit base. By November 20 of each year, DOR must notify municipalities of the base for each credit. On the tax bill, each credit base is adjusted by multiplying it by the municipality's assessment ratio.

In Table 2, the lottery and gaming credit would equal \$184 and would be calculated by multiplying the school tax rate of .00983 by the municipality's adjusted credit base of \$18,715 ($\$19,700 \times 95\%$). The first dollar credit would be calculated identically, except for a lower credit base ($\$7,100 \times 95\% = \$6,745$), and would equal \$66 ($\$6,745 \times .00983$). The net tax of \$2,782 would equal the gross tax minus the three tax credits.

By state law, property tax bills must be mailed by the third Monday in December and must show both the assessed and full market values of the subject property. The full market value is determined by dividing the assessed value by the assessment ratio. For example, the full market value of the property in Table 2 would be \$168,421 (\$160,000 / 95%).

The tax bill must show: (1) the amount of school taxes allocable to the property (net of the school levy tax credit) for the prior year and the current year and the percent change between the years; (2) the amount of gross tax allocable to the property levied by each other taxing jurisdiction for the prior year and the current year and the percent change between the years; (3) the sum of the tax amounts allocated for each taxing jurisdiction, displayed for the prior year and the current year and the percent change between the years; (4) the lottery and gaming credit, if applicable, displayed for the prior year and the current year and the percent change between the years; (5) the first dollar credit, if applicable, displayed for the prior year and the current year and the percent change between the years; (6) the net property tax due, displayed for the prior year and the current year and the percent change between the years; (7) the net tax rate after distribution of the school levy tax credit; (8) the description of the property shown on the tax roll or an abbreviation of the description; (9) the amount of assessment issued by a drainage board or an indication that no assessment was issued, if the property is in a drainage district; (10) an indication of whether there are delinquent taxes or special taxes, charges, or assessments on the property; (11) a notice of tax credits that may be available to taxpayers (homestead, farmland preservation, and school property tax); (12) a notice that taxpayers may request a copy of the tax receipt; and (13) an explanation of when taxes are due and to whom they must be paid. In addition, the tax bill shows the estimated state aid payments to the county, municipality, school district, and technical college district for the prior year and current year.

Beginning with tax bills issued in December, 2015, state law has required the bills to include additional information displayed in a section of the bill that is separate from the billing information. The additional information includes the total amount of tax levied on all property in the current year and the amount of tax levied on the individual property in the current year, both of which are the result of a referendum to exceed the school revenue limit, the technical college revenue limit, or the county and municipal levy limit on a non-permanent basis. This requirement also extends to towns where a vote to exceed the levy limit was adopted at an annual town meeting or at a special town meeting. A separate listing is required for the amounts associated with each referendum or town meeting approval, which includes the date on which the additional approved levy is expected to be discontinued. The requirement is limited to referenda or town meeting votes occurring on or after January 1, 2015.

An example of a real estate tax bill is appended to this paper as Attachment 2.

Payment and Collection Procedures

Chapter 74 of the statutes establishes property tax payment and collection procedures, which are described below.

Payment Schedules. Property tax bills mailed in December do not become payable until the following year.

Basic Payment Schedule. Section 74.11 of the statutes establishes the basic payment schedule. Real property taxes are either paid in full by January 31 or in two installments on or before January 31 and July 31. Each installment equals half of the net tax bill.

Special assessments must be paid in full by January 31, unless the local government has adopted an ordinance authorizing installment payments. Personal property taxes, special charges, and special taxes must be paid in full by

January 31. An exception is provided for improvements on leased land, which are assessed as personal property, and owners of that property may make payments on the same schedule as for real property. Also, repayments of municipal loans for energy or water efficiency improvements to properties may be repaid in installments, even though state law designates the repayments as special charges.

Under the basic payment schedule, all payments made on or before January 31 are sent to the local municipal treasurer, as are subsequent payments of delinquent personal property taxes. Payments made after January 31 are sent to the county treasurer, although counties and municipalities may enter into agreements where the county collects all the taxes.

Multiple Installments Payment Schedule. Section 74.12 of the statutes permits municipal governments to adopt an ordinance allowing for the payment of property taxes in multiple installments. Taxes on real property and improvements on leased land, or special assessments, or both those taxes and assessments, may be paid in full by January 31 or in three or more installments, with payments due on the last day of each month designated by the ordinance.

Under the installment procedure, the first payment is due January 31, one-half of the total

amount due must be paid by April 30, and any remaining amount due must be paid by July 31. Personal property taxes and special assessments not included in the installment ordinance, as well as special charges and special taxes, must be paid in full by January 31. Any payments made on or before July 31 are sent to the local treasurer. Subsequent payments are made to the county treasurer.

City of Milwaukee. Under s. 74.87 of the statutes, taxpayers in the City of Milwaukee may pay real and personal property taxes and special assessments and charges of the City in full by January 31 or in ten installments with payments due on the last day of each month from January through October. County taxes and special charges included on the county portion of the property tax roll and taxes levied by the metropolitan sewerage district may be paid in seven equal installments with payments due on the last day of each month from January through July. Non-City taxes on personal property must be paid by January 31.

In order for a taxpayer in the City of Milwaukee to use the installment method, the first installment payment must be made on or before January 31. A taxpayer may make one late payment without forfeiting the installment option, although interest and penalty charges accrue on the delayed amount. If a second installment is not paid

Property Taxes and Special Assessments Payment Schedules and Due Dates

| | Single Payment | Multiple Payments for Taxes on Real Estate and Special Assessments if Authorized |
|---|-------------------|--|
| Basic payment schedule | January 31 | Two equal payments on or before January 31 and July 31. |
| Multiple installment schedule (except City of Milwaukee) adopted by local ordinance | January 31 | Three or more installments due on the last day of each month. First payment due January 31. One-half due by April 30 and the remainder by July 31. |
| City of Milwaukee | January 31 | Ten installments due on the last day of each month from January through October. |

when due, the installment option is forfeited, and the full amount of taxes plus interest and penalty accruing from February 1 become due.

Delinquent Taxes. State law extends a five-day grace period for the payment of taxes in installments. Consequently, if taxpayers wish to pay in installments, they do not forfeit that option if a payment is late by five days or less. A five-day grace period extends to personal property tax payments, as well.

If the first tax installment is not paid on or before January 31, the entire amount of unpaid taxes is delinquent as of February 1. If the second or any subsequent installment is not paid by the due date, the entire amount of unpaid taxes is delinquent as of the first day of the month after the payment is due. If special assessments are not paid by the due date, the entire amount of remaining unpaid special assessments is delinquent as of the first day of the month after the payment is due. Special charges, special taxes, and personal property taxes not paid by January 31 are delinquent as of February 1.

Taxes, special assessments, and special charges that become delinquent accrue interest charges at the rate of 1% a month from the preceding February 1, as opposed to the day on which they become delinquent. In addition, counties may impose a penalty charge of up to 0.5% a month. If taxes remain unpaid for two or more years, the property can be sold to pay the taxes.

2019(20) Property Tax. In response to the 2020 COVID-19 pandemic, the Wisconsin Legislature passed 2019 Act 185. The provisions of this Act included a clause allowing for municipalities to waive interest charges and penalties on late property tax payments, so long as: (a) the full amount of the payment was received by October 1, 2020; and (b) the board of the county in which the municipality was located had passed a resolution allowing municipalities within its jurisdiction to do so. Essentially, 2019(20) property taxes were only

considered delinquent if they had not been received by October 1, 2020, as interest and penalties began accruing as of that date.

Settlement Process. Distributing collected property taxes to the taxing jurisdictions is called the "settlement process." Municipalities and counties share this responsibility.

Real property taxes, special assessments, special charges, and special taxes. Real property taxes, special assessments, special charges, and special taxes must be settled on or before January 15, February 20, and August 20. In municipalities that have adopted a multiple installment option, additional tax settlements must occur by the 15th day of each month in March through August after an installment payment is due. The January and February settlements are the responsibility of the local treasurer. In municipalities with the multiple installment payment option, the local treasurer collects and settles for taxes through the final installment. In all other municipalities, the county treasurer collects and settles for the final (July) payment.

The county treasurer is required to settle in full for all real property taxes and special taxes by August 20. Thus, counties "buy out" the delinquent taxes by advancing to all other taxing jurisdictions their share of unpaid property taxes. Therefore, the settlement process is concluded in August. By resolution adopted by the county board, the county treasurer may settle in full for special assessments and special charges. This procedure does not apply to the City of Milwaukee.

At each settlement date, collections of special assessments, special charges, and special taxes are dispersed first, and then the remaining general property taxes are divided on a proportional basis among the taxing jurisdictions. If 45% of the total levy in the municipality was for the school district, the municipality pays the school district 45% of the property taxes collected to date. Similar payments based on shares of the gross levy are made

to the county, technical college district, and any special purpose districts. The municipality retains its proportionate share of the collections.

Personal property taxes. Except for taxes on improvements on leased land, taxes on non-exempt personal property must be paid by January 31 and municipalities buy out unpaid personal property taxes at the February 20 settlement. Because taxes on improvements on leased land may be paid in installments, those taxes are settled

in proportion to the amounts paid until August, when municipalities buy out any unpaid amounts. However, between February 2 and April 1 in the year after the settlement, municipalities may charge each jurisdiction for its proportionate share of any amounts that remain delinquent, if the taxes are owed by an entity that has ceased operations or filed a petition for bankruptcy, or are due on personal property that has been removed from the next assessment roll.

ATTACHMENT 1

Property Tax Exemptions

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|-------------------------------|---|---------------------------|----------|----------------------------|---|
| | | Real | Personal | | |
| Agricultural Society | Property owned and used exclusively by any state or county agricultural society, or by any other domestic corporation formed to encourage agricultural and industrial fairs and exhibitions and necessary for fairgrounds or for exhibition and sale of agricultural and dairy property, not exceeding 80 acres. The use of such property for celebrations or as places of amusement shall not render it taxable. | Not exceeding 80 acres | All | s. 70.11 (5) | 1858 |
| Aircraft | Every aircraft. | -- | All | s. 70.112(6) | 1953 |
| Animals | Farm poultry, farm animals, bees and bee equipment and fur-bearing animals under four months of age and the hides and pelts of all farm and fur-bearing animals in the hands of the grower. | -- | All | s. 70.111 (2) | 1911 |
| Archaeological Sites | Archaeological sites and contiguous lands identified under s. 44.02 (23), Stats., provided that the property's features are protected through easement, covenant or similar restriction held by the state historical society or its designee. | All | -- | s. 70.11 (13m) | 1987 |
| Art Gallery, Public | Property of any public art gallery, if used exclusively for art exhibits and for art teaching, if public access to such gallery is free not less than three days in each week. | All | All | s. 70.11 (14) | 1889 |
| Benevolent Associations | Property owned and used exclusively by benevolent associations, but not exceeding 10 acres of land necessary for location and convenience of buildings while such property is not used for profit. Leasing property to one or more individuals with permanent disabilities for use as residential housing does not render the property taxable, regardless of how the lessor uses the leasehold income. Nonstock, nonprofit corporations that service guaranteed student loans are specifically excluded from the exemption. The exemption does not extend to property of cooperative sickness care associations, domestic stock and mutual insurance corporations, service insurance corporations, and nondomestic insurers that offer a health maintenance organization or a limited service health organization. | Not exceeding 10 acres | All | s. 70.11 (4) | 1849 |
| Benevolent Low-Income Housing | See "Housing Projects" | | | | |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|--|---|---------------------------|---|----------------------------|---|
| | | Real | Personal | | |
| Benevolent Retirement Homes for the Aged | <p>Property owned by a nonprofit entity that is a benevolent association and used as a retirement home for the aged, but not exceeding 30 acres of land necessary for the location and convenience of buildings, if the property is not used for profit.</p> <p>The exemption is limited to individual dwelling units where the unit's fair market value is less than 130% of the average equalized value of residential improved parcels of property in the county.</p> <p>Common areas are not included in the above calculation and are exempt only if 50% or more of the home's individual dwelling units are exempt under this provision.</p> <p>Leasing a part of the property does not render it taxable, regardless of how the leasehold income is used.</p> | Not exceeding 30 acres | All | s. 70.11 (4d) | 2009 |
| Bible Camps | All real property not exceeding 40 acres and the personal property situated therein, of any Bible camp conducted by a religious nonprofit corporation organized under the laws of this state, so long as the property is used for religious purposes and not for pecuniary profit of any individual. | Not exceeding 30 acres | All if located upon the exempt real estate | s. 70.11 (11) | 1947 |
| Biogas or Synthetic Gas Energy Systems | Equipment which directly converts biomass into biogas or synthetic gas, equipment which generates electricity, heat, or compressed natural gas exclusively from biogas or synthetic gas, equipment which is used exclusively for the direct transfer or storage of biomass, biogas, or synthetic gas, and any structure used exclusively to shelter or operate such equipment that is allocable to such use, if all such equipment, and any such structure, is located at the same site. The exemption includes manure, substrate, and other feedstock collection and delivery systems, pumping and processing equipment, gasifiers and digester tanks, biogas and synthetic gas cleaning and compression equipment, fiber separation and drying equipment, and heat recovery equipment, but does not include equipment or components that are present as part of a conventional energy system. Synthetic gas is a gas that qualifies as a renewable resource under the state renewable resource portfolio program. | See text | All except that the exemption does not apply to property in existence and in a tax increment district, both as of January 1, 2014, but the exemption will apply when the tax increment district terminates. | s. 70.111 (18) | 2013 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|--|---|---------------------------|----------|----------------------------|---|
| | | Real | Personal | | |
| Boy Scouts, Boys' Clubs, Girl Scouts or Camp Fire Girls | <p>1. Property owned by the Boy Scouts of America, Boys' Clubs of America, the Girl Scouts or Camp Fire Girls or by any person as trustee for them organized in this state that is used for the purpose of those organizations, provided no pecuniary profit results to any individual owner or member.</p> <p>2. Real property not exceeding 40 acres and the personal property located thereon owned by the Boy Scouts of America, Boy's Clubs of America, the Girls Scouts or Camp Fire Girls, but not organized in this state. No such unit which is not organized in this state may claim an exemption for more than a total of 80 rods of shoreline on lakes, rivers and streams.</p> | All | All | s. 70.11 (12) (a) and (b) | 1929 |
| Buildings at Wisconsin Veterans Homes | All buildings, equipment and leasehold interests in lands of the Wisconsin veterans homes. | All | All | s. 70.11 (3a) | 1953 |
| Camping Trailers, Recreational Mobile Homes, and Recreational Vehicles | Camping trailers and recreational vehicles as defined under the state's motor vehicle code, and recreational mobile homes, defined as prefabricated structures no larger than 400 square feet or certified by the manufacturer as complying with code ANSI A119.5, as promulgated by the American National Standards Institute, and that are designed to be towed and used primarily as temporary living structures for recreational, camping, travel or seasonal purposes. | -- | All | s. 70.111 (19) | 1981 |
| Camps for Mentally or Physically Disabled Persons | Land, not exceeding 50 acres, and the buildings on that land used as a residential campground exclusively for mentally or physically disabled persons and their families as long as the property is used for that purpose and not for pecuniary profit of any individual. | Not exceeding 50 acres | -- | s. 70.11 (33) | 1985 |
| Camps for Persons with Disabilities | Lands not exceeding 10 acres and the buildings thereon owned by the Wisconsin Easter Seal Society for Crippled Children and Adults, Incorporated, and known as Camp Wawbeek, used for camps for children and adults with orthopedic impairments and not to exceed 371 acres of wooded and meadowland adjacent thereto used in connection therewith, excluding a caretaker's home and 10 acres of land in connection therewith, so long as the property is used solely for such purposes and not for pecuniary profit of any individual. | See description | -- | s. 70.11 (22) | 1961 |
| Cash Registers and Fax Machines | Cash registers and fax machines, but not including fax machines that are also copiers. | All | All | s. 70.111 (39m) | 2001 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|---------------------------|--|---------------------------|----------|----------------------------|---|
| | | Real | Personal | | |
| Cemetery Authorities | Land owned by cemetery authorities that is used exclusively as public burial grounds and tombs and monuments therein, and privately owned burial lots; land adjoining such burial grounds, owned and occupied exclusively by the cemetery authority for cemetery purposes; personal property owned by any cemetery authority and necessary for the care and management of burial grounds; burial sites and cataloged contiguous lands. | All | All | s. 70.11 (13) | 1871 |
| Churches | Property owned and used exclusively by churches or religious associations and the land necessary for location and convenience of buildings, if not used for profit. | Not exceeding 30 acres | All | s. 70.11 (4) | 1849 |
| | Property owned and used for housing for pastors and their ordained assistants, members of religious orders and communities and ordained teachers, whether or not contiguous to and a part of other property owned and used by such associations or churches. | Not exceeding 10 acres | | | |
| | Property necessary for the location and convenience of a building that the church or religious association intends to construct to replace a building destroyed by fire, natural disaster, or criminal act, regardless of whether preconstruction planning or construction has begun, and only for the first 25 years after the year in which the building was destroyed. | All | | | 2017 |
| Colleges and Universities | 1. Grounds of any incorporated college or university, not exceeding 80 acres. 2. The fact that college or university officers, faculty members, teachers, students or employees live on the grounds does not render them taxable. The leasing of land by a university or college, for educational or charitable purposes, shall not render it liable to taxation provided the income derived therefrom is used for the maintenance of the institution or for charitable purposes. | Not exceeding 80 acres | All | s. 70.11 (3) | 1871 |
| | 3. Property leased to a nonprofit corporation for the construction of dormitories, stadiums and similar buildings is also exempt. 4. Grounds of Marquette University, not exceeding 150 acres. | Not exceeding 150 acres | | | 2017 |
| Computers | Mainframe computers, minicomputers, personal computers, networked personal computers, servers, terminals, monitors, disk drives, electronic peripheral equipment, tape drives, printers, basic operational programs, systems software and prewritten software. | All | All | s. 70.11 (39) | 1997 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|--|---|---------------------------|----------|----------------------------|---|
| | | Real | Personal | | |
| Crops | Growing and harvested crops and the seed, fertilizer and supplies used in their production or handling, in the hands of the grower, including nursery stock and trees growing for sale as such, medicinal plants, perennial plants that produce an annual crop and plants growing in greenhouses or under hotbeds, sash or lath. This exemption also applies to trees growing for sale as Christmas trees. | -- | All | s. 70.111 (4) | 1871 |
| Cultural and Architectural Landmarks | Property designated in an executive order as a valued historical landmark and architectural masterpiece and adjacent tourist centers. The exemption is intended to apply only to a complex of buildings in Spring Green designed and constructed by Frank Lloyd Wright. | All | -- | s. 70.11 (35) | 1991 |
| Digital Broadcasting Equipment | Digital broadcasting equipment owned and used by a radio station, television station, or video service network. | -- | All | s. 70.111 (25) | 1999 |
| Educational Institutions or Associations | Property owned and used exclusively by educational institutions offering regular courses six months in the year, but not exceeding 10 acres of land necessary for location and convenience of buildings while such property is not used for profit. | Not exceeding 10 acres | All | s. 70.11 (4) | 1931 |
| Educational Property, Leased | Property owned or leased by a corporation, organization or association that is exempt from federal income taxation under section 501(c)(3) of the Internal Revenue Code if all of that property is leased or subleased to a school district for no or nominal consideration for use by an educational institution that offers regular courses for six months in a year. | All | All | s. 70.11 (2m) | 1997 |
| Family Supplies | Provisions and fuel to sustain the owner's family; but no person paying board shall be deemed a member of a family. | -- | All | s. 70.111 (5) | 1868 |
| Farm Machinery and Equipment | Tractors and machines; including accessories, attachments, fuel and repair parts for them; whether owned or leased, that are used exclusively and directly in farming; including dairy farming, agriculture, horticulture, floriculture and custom farming services; but not including personal property that is attached to, fastened to, connected to or built into real property or that becomes an addition to, component of or capital improvement to real property and not including buildings or improvements to real property, regardless of any contribution that the personal property makes to the production process in them and regardless of the extent to which that personal property functions as a machine. | -- | All | s. 70.111 (10) | 1911 |
| Farmers' Temples | Property owned and used exclusively for social and educational purposes and for meetings by any corporation, all of whose members are farmers; provided no pecuniary profit results to any member. | All | All | s. 70.11 (17) | 1929 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|---|---|---|--|----------------------------|---|
| | | Real | Personal | | |
| Feed | Feed and feed supplements owned by the operator or owner of a farm and used in feeding on the farm and not for sale. | -- | All | s. 70.111 (6) | 1937 |
| Fire Company | Property of any fire company used exclusively for its purposes. | All | All | s. 70.11 (6) | 1871 |
| Forest Crop Lands | After compliance with forest crop law. Special tax imposed. | All | -- | s. 77.04 | 1927 |
| Fox River Navigational System Authority | All property owned by the Fox River Navigational System Authority, provided that use of the property is primarily related to the purposes of the Authority. | All | All | s. 70.11 (41) | 2001 |
| Fraternal Societies | Property owned and used exclusively by fraternal societies operating under the lodge system (except university, college and high school fraternities and sororities) but not exceeding 10 acres of land necessary for location and convenience of buildings, while such property is not used for profit. The exemption does not extend to property of fraternal or mutual benefit societies that offer a health maintenance organization or a limited service health organization. | Not exceeding 10 acres | All | s. 70.11 (4) | 1911 |
| Furnishings (Household) | Personal ornaments and jewelry, family portraits, private libraries, musical instruments other than pianos, radio equipment, household furniture, equipment and furnishings, apparel, bicycles and firearms, if such items are kept for personal use by the owner and pianos if they are located in a residence. | -- | All | s. 70.111 (1) | 1871 |
| Ginseng Structures | Any temporary structure in the hands of a grower of ginseng used or designed to be used to provide shade for ginseng plants. | -- | All | s. 70.111 (21) | 1985 |
| Goodwill Industries | <p>1. Property owned by Goodwill Industries or by any person as trustee for them organized in this state, not exceeding 10 acres in any municipality, which is used for the purpose of the organization, provided no pecuniary profit results to any individual owner or member.</p> <p>2. Real property not exceeding 40 acres and the personal property located thereon owned by Goodwill Industries, but not organized in this state. No such unit which is not organized in this state may claim an exemption for more than a total of 80 rods of shoreline on lakes, rivers and streams.</p> | <p>Not exceeding 10 acres in any municipality</p> <p>Groups not organized in state limited to 40 acres and 80 rods of shoreline</p> | <p>All</p> <p>All if located upon the exempt real estate</p> | s. 70.11 (12) (a) and (b) | 2005 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|---------------------------------|--|--|--|----------------------------|---|
| | | Real | Personal | | |
| High Density Sequencing Systems | High density sequencing systems that by mechanical or electronic operation move printed materials from one place to another within the production process, organize the materials for optimal staging, or store and retrieve the materials to facilitate their production or assembly. | -- | All | s. 70.111 (26) | 2007 |
| Historical Properties | Real property all of which fulfills the following requirements: 1. Is listed on the National Register of Historic Places in Wisconsin or the State Register of Historic Places. 2. Is a public building. 3. Is owned or leased by an organization that is exempt from taxation under sec. 501 of the Internal Revenue Code, as amended to December 31, 1986. 4. Is used for civic, governmental, cultural or educational purposes. 5. Is subject to an easement, covenant or similar restriction running with the land that is held by or approved by the State Historical Society or by an entity approved by the State Historical Society that protects the historic features of the property and that will remain effective for at least 20 years after January 1, 1989. | All | -- | s. 70.11 (34) | 1987 |
| Historical Societies | Property owned and used exclusively by domestic, incorporated historical societies but not exceeding 10 acres of land necessary for location and convenience of buildings while such property is not used for profit. | Not exceeding 10 acres | All | s. 70.11 (4) | 1929 |
| Horses | All horses, mules, wagons, carriages, sleighs and harnesses. | -- | All | s. 70.111 (7) | 1931 |
| Hospices | Property owned and used exclusively by a nonprofit entity that is operated as a facility that is licensed, certified, or registered under chapter 50 of the state statutes. Leasing a part of the property does not render it taxable. | All | All | s. 70.11 (4) | 2009 |
| Hospitals | Nonprofit hospitals, 10 beds or more, used exclusively for hospital purposes. Any portion of the property that is used for commercial purposes, such as a doctor's office, a for-profit pharmacy, or as a health and fitness center, is not exempt. Nor does the exemption extend to health maintenance organizations and limited service health organizations that are organized as cooperatives. Exempt property includes dormitories of one or more units that house student nurses enrolled in a state accredited school of nursing affiliated with the hospital. | All except that used for commercial purposes, a health and fitness center or a doctor's office | All except that used for commercial purposes, a health and fitness center or a doctor's office | s. 70.11 (4m) | 1957 |
| Housing Authorities, Public | Property of housing authorities as defined under state law. | All | All | s. 70.11 (18) | 1949 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|---|--|--|----------|----------------------------|---|
| | | Real | Personal | | |
| Housing Projects Financed by the Wisconsin Housing & Economic Development Authority | All property of a housing project that: (a) is owned by a tax-exempt corporation, organization, or association under section 501(c)(3) of the Internal Revenue Code; (b) is financed by the Wisconsin Housing and Economic Development Authority; (c) has a first-lien mortgage security interest held by the Authority; and (d) was in existence on January 1, 2008. | All | All | s. 70.11 (4b) | 2009 |
| Housing Projects (Benevolent Low-Income Housing) | <p>Property owned by a nonprofit, benevolent association that is used as low-income housing, including all common areas.</p> <p>Low-income housing includes projects described in s. 70.11 (4b) or any residential unit within a low-income housing project that is occupied by a low-income or very low-income person or is vacant and only available to such persons.</p> <p>Low-income housing project means a housing project where: (a) at least 75% of the units are occupied by low-income or very low-income persons (or are vacant and available only to such persons); and (b) at least 20% of the units are rented to very low-income persons (or are vacant and only available to such persons), or at least 40% of the units are rented to persons whose income does not exceed 120% of the very low-income limit (or are vacant and only available to such persons).</p> <p>Leasing the property does not render it taxable, regardless of how the leasehold income is used.</p> | Not exceeding 30 acres necessary for the location or convenience of buildings or 10 contiguous acres in any one municipality | All | s. 70.11 (4a) | 2009 |
| Hub Facility | Property owned by an air carrier company that operates a hub facility in this state, if the property is used in the operation of the air carrier company. | All | All | s. 70.11 (42) | 2001 |
| Humane Societies | Property owned and operated by a humane society organized primarily for the care and shelter of homeless, stray or abused animals, on a nonprofit basis, no part of the net income of which inures to the benefit of any member, officer or shareholder, if the property is used exclusively for the primary purposes of the humane society. | All | All | s. 70.11 (28) | 1977 |
| Industrial Development Agencies | All real and personal property owned by an industrial development agency formed under s. 59.57(2), Stats. Property subject to a contract of sale or lease shall be taxed as personal property to the vendee or lessee thereof. | All | All | s. 70.11 (26) | 1967 |
| Institutions and Centers for Dependent Children and Persons With Developmental Disabilities | <p>State-licensed residential care centers for dependent or neglected children or delinquent juveniles, while property is used for that purpose.</p> <p>Property of any nonprofit institution that is subject to state examination and that has a full-time population of at least 150 individuals who have developmental disabilities, while property is used for that purpose.</p> | All | All | s. 70.11 (19) | 1889 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|---|---|---|--|----------------------------|---|
| | | Real | Personal | | |
| Jewish Community Centers of North America | <p>1. Property owned by Jewish Community Centers of North America or by any person as trustee for them organized in this state that is used for the purpose of those organizations, provided no pecuniary profit results to any individual owner or member.</p> <p>2. Real property not exceeding 40 acres and the personal property located thereon owned by Jewish Community Centers of North America, but not organized in this state. No such unit which is not organized in this state may claim an exemption for more than a total of 80 rods of shoreline on lakes, rivers and streams.</p> | <p>Not exceeding 10 acres located in a city or village and 40 acres in a town</p> <p>Groups not organized in state limited to 40 acres and 80 rods of shoreline</p> | <p>All</p> <p>All if located upon the exempt real estate</p> | s. 70.11 (12) (a) and (b) | 2013 |
| Labor Temples | Property owned and used exclusively by any labor organization or by any domestic corporation whose members are workmen associated according to crafts, trades or occupations or their authorized representatives or associations composed of members of different crafts, trades or occupations; provided no pecuniary profit results to any member. | All | All | s. 70.11 (16) | 1925 |
| Library Associations | Property owned and used exclusively by domestic incorporated, free public library associations, but not exceeding 10 acres of land necessary for location and convenience of buildings while such property is not used for profit. | Not exceeding 10 acres | All | s. 70.11 (4) | 1849 |
| Lions Foundation Camps for Children with Visual Impairments | Lands not exceeding 40 acres and the buildings thereon owned by the Wisconsin Lions Foundation and used as camps for children with visual impairments, so long as the property is used for such purposes and not for pecuniary profit of any individual. | Not exceeding 40 acres | -- | s. 70.11 (10m) | 1959 |
| Local Cultural Arts District | <p>Property of a local cultural arts district, as created under state law. The exemption does not include:</p> <p>(a) Property that is not part of the physical structure of a cultural arts facility, if that property is used for a retail business or a restaurant, unless the retail business or restaurant is operated by the local cultural arts district or by a corporation, organization or association described under section 501(c)(3) of the Internal Revenue Code that is tax-exempt under section 501(a).</p> <p>(b) A parking lot or parking structure that is not used to support the operation of a cultural arts facility.</p> | All | All | s. 70.11(40) | 1999 |
| Local Exposition District | The property of a local exposition district as created under state law. | All | All | s. 70.11 (37) | 1993 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|---|---|---------------------------|----------|----------------------------|---|
| | | Real | Personal | | |
| Local Governments | Property owned by any county, city, village, town, school district, technical college district, public inland lake protection and rehabilitation district, metropolitan sewerage district, municipal water district, joint local water authority, long-term care district or town sanitary district. Lands belonging to cities of any other state used for public parks. Land tax-deeded to any county or city before January 2. Any residence located upon property owned by the county for park purposes which is rented out by the county for a nonpark purpose shall not be exempt from taxation. Except as to land acquired under s. 59.84 (2) (d), Stats., this exemption shall not apply to land conveyed after August 17, 1961, to any such governmental unit or for its benefit while the grantor or others for his or her benefit are permitted to occupy the land or part thereof in consideration for the conveyance. Leasing the property, regardless of the lessee and the use of the leasehold income, does not render the property taxable. | All | All | s. 70.11 (2) | 1849 |
| Logging Equipment | All equipment used to cut trees, to transport trees in logging areas or to clear land of trees for the commercial use of forest products. | -- | All | s. 70.111 (20) | 1983 |
| Managed Forest Lands | After compliance with managed forest lands laws. Special tax imposed. | At least 10 acres | -- | s. 77.84 | 1985 |
| Manufacturing Machinery and Specific Processing Equipment | Manufacturing machinery and specific processing equipment, exclusively and directly used in the production process in manufacturing tangible personal property. "Production process" means the activities starting with conveyance of raw materials from inventory to a work point in the same plant and ending with conveyance of the finished product to storage. "Machinery" means a structure or assemblage of parts that transmits forces, motion or energy from one part to another in a predetermined way by electrical, mechanical, or chemical means. "Specific processing equipment" means containers for chemical action, mixing or temporary holding of work in process, process piping, tools, implements and quality control equipment. "Manufacturing" means the activities described under state law that are subject to assessment by the state. | -- | All | s. 70.11 (27) | 1973 and 1991 |
| Manure Storage Facilities | Liquid manure storage tanks used by a farmer whether classified as real or personal property. | All | All | s. 70.11 (15) | 1969 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|--|---|---------------------------|----------|----------------------------|---|
| | | Real | Personal | | |
| Medical Research Foundation | Property owned and operated by a corporation, voluntary association, foundation or trust, no part of the net earnings of which inure to the benefit of any shareholder, member, director or officer thereof, which property is used exclusively for the purposes of: 1. Medical and surgical research the knowledge derived from which is applied to the cures, prevention, relief and therapy of human diseases; 2. Providing instruction for practicing physicians and surgeons, promoting education, training, skill and investigative ability of physicians, scientists and individuals engaged in work in the basic sciences which bear on medicine and surgery; or 3. Providing diagnostic facilities and treatment for deserving destitute individuals not eligible for assistance from charitable or governmental institutions. Such corporation, voluntary association, foundation or trust must have received a certificate under sec. 501 (c) (3) of the Internal Revenue Code as a nonprofit organization exempt for income tax purposes. | All | All | s. 70.11 (25) | 1967 |
| Memorial Halls | All memorial halls and the real estate upon which the same are located, owned and occupied by any organization of the United States war veterans organized pursuant to act of Congress and domesticated in this state, containing permanent memorial tablets with the names of former residents of any given town, village, city or county, who lost their lives in the military or naval service of the state or the United States in any war inscribed thereon, and all personal property owned by such organizations, and all buildings erected, purchased or maintained by any county, city, town or village as memorials. The renting of such halls or buildings for public purposes shall not render them taxable, provided that all income derived therefrom be used for the upkeep and maintenance thereof. Where such hall or building is used in part for exempt purposes and in part for pecuniary profit, it shall be assessed for taxation to the extent of such use for pecuniary profit. | All | All | s. 70.11 (9) | 1909 |
| Merchants' Stock-In-Trade; Manufacturers' Materials and Finished Products; Livestock | Merchants' stock-in-trade, manufacturers' materials and finished products and livestock. | -- | All | s. 70.111 (17) | 1977 |
| Military Organizations | Land owned by military organizations and used for armories, public parks or monument grounds, but not used for private gain. | All | -- | s. 70.11 (7) | 1889 |
| Milkhouse Equipment | Milkhouse equipment used by a farmer, including mechanical can coolers, bulk tanks and hot water heaters. This exemption shall apply whether such equipment is deemed personal property or is so affixed to the realty as to be classified in the category of real estate. | All | All | s. 70.111 (14) | 1957 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|--|--|---------------------------|---|----------------------------|---|
| | | Real | Personal | | |
| Mobile Homes | Every mobile home subject to a monthly parking fee under s. 66.0435. | -- | All, if subject to monthly parking fee. | s. 70.112(7) | 1953 |
| Money and Intangible Personal Property | Money and all intangible personal property, such as credit, checks, share drafts, other drafts, notes, bonds, stocks, and other written instruments. | -- | All | s. 70.112(1) | 1911 |
| Motion Picture Theatre Equipment | Projection equipment, sound systems and projection screens that are owned and used by a motion picture theatre. | -- | All | s. 70.111 (24) | 1999 |
| Motorized Vehicles | Every automobile, motor bicycle, motor bus, motorcycle, motor truck, moped, road tractor, school bus, snowmobile, truck tractor, or other similar motor vehicle, or trailer or semitrailer used in connection therewith. | -- | All | s. 70.112(5) | 1931 |
| Non-manufacturing Machinery, Tools, and Patterns | Personal property classified as machinery, tools, and patterns that is not used in manufacturing. [The Tax Appeals Commission in <i>Master Gallery Foods vs Wisconsin Department of Revenue, 2020</i> , concluded that the term "used in manufacturing" excludes the exemption from property tax of any machinery, tools, and patterns that are used in any way in manufacturing, which in this case means such property used at all in the production of cheese and cheese-related products. The Commission also identified specific types of machinery, tools, and patterns owned by the Petitioner that the Commission considered not exempt because they are used in manufacturing, even though not exclusively, or are used in the production process or include activities involving a work in process]. | -- | All | s. 70.111(27) | 2017 |
| Nonprofit Community Theater | Property owned or leased by a corporation, organization, or association exempt from taxation under section 501(c)(3) of the Internal Revenue Code if the property: (a) is used for purposes for which the federal exemption is granted; (b) is located on land owned by the nonprofit entity on March 25, 2010, or on land donated by a local business owner or by the municipality; (c) is located on land within 20 miles of the Mississippi River; (d) is located on land that is between one-quarter acre and two acres in size; (e) includes one or more theaters for the performing arts that are operated by the entity and have a seating capacity of not less than 450 persons; and (f) includes facilities used for arts education. | All | All | s. 70.11 (45) | 2009 |
| Nonprofit Radio Stations | Property owned by a radio station that is exempt from taxation under sec. 501 of the Internal Revenue Code as amended to December 31, 1980, if the property is used for the purposes for which the exemption was granted. | All | All | s. 70.11 (29) | 1981 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|--|--|---------------------------|----------|----------------------------|---|
| | | Real | Personal | | |
| Nursing Homes | Benevolent nursing homes, but not exceeding 10 acres of land necessary for the location and convenience of buildings while such property is not used for profit. | Not exceeding 10 acres | All | s. 70.11 (4) | 1849 |
| Olympic Ice Training Center | Property owned by a nonprofit corporation that operates an Olympic Ice Training Center on land purchased from the state, if the property is located or primarily used at the center. The exempt property includes property leased to a nonprofit entity, regardless of the use of the leasehold income and up to 6,000 square feet of property leased to a for-profit entity, regardless of the use of the leasehold income. | All | All | s. 70.11 (44) | 2007 |
| Property Used to Preserve Certain Features | All real and personal property owned by or held in trust for any nonprofit organization and used for the purposes of preserving the native wild plant or animal life, or Indian mounds or other works of ancient persons, or geological or geographical formations of scientific interest, or such part thereof as shall be held or used for such purpose, provided that such property is open to the public subject to reasonable restrictions and no pecuniary profit results from the use or holding or otherwise from any real or personal property herein exempted to any individual owner or member thereof or any associate of any owner or member. This exemption shall not be granted unless and until the county board of the county in which such property is located has approved thereof. | All | All | s. 70.11 (20) | 1949 |
| Public Utility Property | All special property assessed under ss. 76.01 to 76.26 and property of any light, heat, and power company taxed under s. 76.28, car line company, and electric cooperative association that is used and useful in the operation of the business of such company or association. | All | All | s. 70.112(4) | 1854 |
| Railroad Historical Societies | Right-of-way and rolling stock owned by railroad historical societies. | All | All | s. 70.11 (31m) | 1985 |
| Rehabilitation Property | Real property held by a nonprofit organization if the property is held for rehabilitating an existing structure or constructing a new structure and subsequent sale at no interest to low-income persons, who participate in the property's rehabilitation or construction. | All | -- | s. 70.11 (4g) | 1997 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|---|---|---|---|----------------------------|---|
| | | Real | Personal | | |
| Rented Personal Property - Short Term | Personal property held for rental for periods of one month or less to multiple users for their temporary use, if the property is not rented with an operator, if the owner is not a subsidiary or affiliate of any other enterprise and the owner is engaged in the rental of the property subject to the exemption to the other enterprise, if the owner is classified in Group Number 735, Industry Number 7359, of the "1987 Standard Industrial Classification Manual," published by the U.S. Office of Management and Budget and if the property is equipment, including construction equipment but not including automotive and computer-related equipment, television sets, video recorders and players, cameras, photographic equipment, audiovisual equipment, photocopying equipment, sound equipment, public address systems and video tapes; party supplies; appliances; tools; dishes; silverware; tables; or banquet accessories. | -- | All | s. 70.111 (22) (a) | 1989 |
| Rented Personal Property - Long Term | Personal property held primarily for rental for periods of 364 days or less to multiple users for their temporary use, if the property is not rented with an operator, if the owner is not a subsidiary or affiliate of any other enterprise and the owner is engaged in the rental of the property subject to the exemption to the other enterprise, if the owner is classified under 532412 of the North American Industry Classification System, 2012 edition, published by the U.S. Bureau of the Census, and if the property is heavy equipment used for construction, mining, or forestry, including bulldozers, earthmoving equipment, well-drilling machinery and equipment, or cranes. | -- | All | s. 70.111 (22) (b) | 2013 |
| Resale Store | Property owned by a nonprofit organization that is exempt from taxation under section 501(c)(3) of the Internal Revenue Code if at least 50% of the store's revenue is given to one other nonprofit organization located either in the same county as the store or an adjacent county to the store. Resale store means a store that primarily sells tangible personal property at retail. | All | All | s. 70.11 (12) (c) | 2013 |
| Residential Care and Service Facilities | Property owned and used exclusively by a nonprofit entity that is operated as a facility that is licensed, certified, or registered under chapter 50 of the state statutes. Leasing a part of the property does not render it taxable. | All | All | s. 70.11 (4) | 2009 |
| Salvation Army | 1. Property owned by the Salvation Army or by any person as trustee for them organized in this state that is used for the purpose of the organization, provided no pecuniary profit results to any individual owner or member. 2. Real property not exceeding 40 acres and the personal property located thereon owned by the Salvation Army, but not organized in this state. No such unit which is not organized in this state may claim an exemption for more than a total of 80 rods of shoreline on lakes, rivers and streams. | All Groups not organized in state limited to 40 acres and 80 rods of shoreline | All All if located upon the exempt real estate | s. 70.11 (12) (a) and (b) | 1997 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|--|---|---------------------------|----------|----------------------------|---|
| | | Real | Personal | | |
| Secondary Containment Structures | Secondary containment structures used to prevent leakage of liquid fertilizer or pesticides. | All | All | s. 70.11 (15m) | 1987 |
| Snowmobile, All-Terrain Vehicle, Utility Terrain Vehicle, and Off-Highway Motorcycle Clubs | Trail groomers owned by a snowmobile, all-terrain vehicle, utility terrain vehicle, or off-highway motorcycle club that is exempt from taxation under section 501(c)(3), (4) , or (7) of the Internal Revenue Code. | -- | All | s. 70.11 (45m) | 2009 |
| Solar Energy Systems | Equipment that directly converts and then transfers or stores solar energy into useable forms of thermal or electrical energy. This does not exempt equipment or components that would be present as part of a conventional energy system or a system that operates without mechanical means. | -- | All | s. 70.111 (18) | 1979 |
| Sports and Entertainment Arena Facilities | Property of a local exposition district including sports and entertainment arena facilities, as created under state law, except any portion of a facility that is used, leased, or subleased as a restaurant or is licensed to serve alcoholic beverages and is regularly open to the general public at times when the arena is not being used for events that involve the arena floor and seating bowl is not exempt. The exclusion to the exemption does not apply to a facility's outdoor plaza area. | All | All | s. 70.11 (37) | 2015 |
| Sports and Entertainment Facilities | Real and personal property consisting of or contained in a sports and entertainment facility, including related or auxiliary structures, constructed by a nonprofit corporation for the purpose of donation to the state or to an instrumentality of the state, if the state indicates by legislative or executive action that it will accept the facility. This exemption shall apply during construction and operation if the facility is owned by a nonprofit corporation, the state or an instrumentality of the state. | All | All | s. 70.11 (31) | 1985 |
| Stadiums, Professional Sports and Entertainment Home (Other Than Football) | Property consisting of or contained in a sports and entertainment home stadium, except a football stadium, of a professional athletic team that is a member of a league that contains teams with home stadiums in other states. The exemption also extends to parking lots, garages, restaurants, parks, concession facilities, entertainment facilities, transportation facilities and other facilities. | All | All | s. 70.11 (36)(a) | 1991 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|---|--|---|----------|----------------------------|---|
| | | Real | Personal | | |
| Stadiums, Professional Sports and Entertainment Home (Football) | Property consisting of or contained in a football stadium and related facilities and structures, including while they are being built or constructed, primarily used by a professional football team and the land, including parking lots, on which that stadium and those facilities and structures are located. Using the property for garages, restaurants, parks, concession facilities, entertainment facilities, transportation facilities or other functionally related or auxiliary facilities does not render the property taxable. | Related facilities and structures are limited to improvements that share common structural supports with the stadium or are physically attached to the stadium. | All | s. 70.11 (36)(b) | 1999 |
| State of Wisconsin | Property owned by this state except land contracted to be sold by the state, including property owned by the state and leased to a private, nonprofit corporation that operates an Olympic ice training center. This exemption shall not apply to land conveyed after September, 1933, to this state or for its benefit while the grantor or others for his benefit are permitted to occupy the land or part thereof in consideration for the conveyance. Nor shall it apply to land devised to the state while another person is permitted by will to occupy. | All | All | s. 70.11 (1) | 1849 |
| State Medical Society | Terms of incorporation by territorial Legislature in 1841 provided that its property "shall be forever exempt from taxation." | All | All | -- | 1841 |
| Student Housing Facilities | <p>A housing facility, other than a fraternity or sorority, where the facility is owned by a nonprofit organization, at least 90% of the residents are students enrolled at the University of Wisconsin-Madison, provided the facility houses no more than 300 such students, the facility offers support services and outreach programs, and the facility is in existence and qualifies for the exemption on July 2, 2013 (September 30, 2014, if the facility is located in a municipally designated landmark).</p> <p>If the organization owns more than one facility, the exemption applies to only one facility, at one location.</p> <p>Leasing part of the facility does not render it taxable, provided the leasehold income is used only for maintenance of the property, construction debt retirement of the property, and purposes related to the organization's federal tax-exempt status.</p> | All | All | s. 70.11 (3m) | 2009 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|--|---|---------------------------|----------|----------------------------|---|
| | | Real | Personal | | |
| Theater, Nonprofit | All of the property owned or leased by a corporation, organization or association exempt from taxation under sec. 501 (c) (3) of the Internal Revenue Code, if all of the property is used for the purposes for which the exemption was granted, the property includes one or more buildings listed on the National Register of Historic Places, the property includes one or more theaters for performing theater arts which have a total seating capacity of not less than 800 persons and the corporation, organization or association operates the theater or theaters. | All | All | s. 70.11 (29m) | 1985 |
| Tools, Machinery | The tools of a mechanic if those tools are kept and used in the mechanic's trade and garden machines and implements and farm, orchard and garden tools if those machines, implements and tools are owned and used by any person in the business of farming or in the operation of any orchard or garden. | -- | All | s. 70.111 (9) | 1911 |
| University of Wisconsin Hospitals and Clinics Authority | All property owned by the University of Wisconsin Hospitals and Clinics Authority and all property leased to the University of Wisconsin Hospitals and Clinics Authority that is owned by the state, provided that the use of the property is primarily related to the purpose of the Authority. | All | All | s. 70.11 (38) | 1995 |
| Vending Machines | All machines that automatically dispense food and food ingredients (defined as substances in liquid, concentrated, solid, frozen, dried or dehydrated form that are sold for ingestion or chewing by humans), upon the deposit in the machines of specified coins or currency, or insertion of a credit card, in payment for the food and food ingredients. | -- | All | s. 70.111 (23) | 1989 |
| Waste Treatment Facility and Pollution Abatement Equipment | All property purchased or constructed as a waste treatment facility used exclusively and directly to remove, store, or cause a physical or chemical change in industrial waste or air contaminants for the purpose of abating or eliminating pollution of surface waters, the air or waters of the state if that property is not used to grow agricultural products for sale. | All | All | s. 70.11 (21) (am) | 1953 |
| Watercraft | Watercraft employed regularly in interstate traffic, watercraft laid up for repairs, all pleasure watercraft for recreational purposes, commercial fishing boats and equipment that is used by commercial fishing boats, charter sailboats and charter boats, other than sailboats, that are used for tours. | -- | All | s. 70.111 (3) | 1961 |
| | Motorboats, and the equipment used on them, that are regularly employed in carrying persons for hire for sport fishing in and upon the outlying waters and the rivers and tributaries as specified under state law, if the owners and all operators are licensed guides under state law and licensed by the U.S. Coast Guard to operate the boat for this purpose. | -- | All | s. 70.111 (3m) | 1987 |

| Owner or Type of Property | Statutory Description | Amount of Property Exempt | | Statute Creating Exemption | Session of Legislature in Which Exemption was Created |
|--|---|--|---|----------------------------|---|
| | | Real | Personal | | |
| Wind Energy Systems | Equipment that converts and then transfers or stores energy from the wind into useable forms of energy. Equipment that would be present as part of a conventional energy system is not exempt. | -- | All | s. 70.111 (18) | 1979 |
| Wisconsin Aerospace Authority | All property owned or leased by the Wisconsin Aerospace Authority, provided that the use of the property is primarily related to the purposes of the authority. | All | All | s. 70.11 (38m) | 2005 |
| Wisconsin Economic Development Corporation | All property owned by the Wisconsin Economic Development Corporation, provided that use of the property is primarily related to its purposes. | All | All | s. 70.11 (38r) | 2011 |
| Women's Clubs | Property owned and used exclusively by women's clubs, but not exceeding 10 acres of land necessary for location and convenience of buildings while such property is not used for profit. | Not exceeding 10 acres | All | s. 70.11 (4) | 1931 |
| Young Men's Christian Associations or Young Women's Christian Associations | 1. Property owned by the YMCA, the YWCA or by any person as trustee for them organized in this state which is used for the purposes of those organizations, provided no pecuniary profit results to any individual owner or member. 2. Real property not exceeding 40 acres and the personal property located thereon owned by YMCA or YWCA units that are not organized in this state. No such unit that is not organized in this state may claim an exemption for more than a total of 80 rods of shoreline on lakes, rivers and streams. | Not exceeding 10 acres located in a city or village and 40 acres in a town Groups not organized in state limited to 40 acres and 80 rods of shoreline | All All if located upon the exempt real estate | s. 70.11 (12) (a) and (b) | 2001 |
| Youth Baseball Associations (Nonprofit) | Land not exceeding six acres, if owned or leased by, and buildings and personal property, if owned by, a nonprofit youth baseball association, if used exclusively for the purposes of the association, except leasing all or a portion of the property does not make the property taxable if all of the leasehold income is used for maintaining the property. | Not exceeding six acres | All | s. 70.11 (46) | 2013 |
| Youth Hockey Associations (Nonprofit) | Land not exceeding 13 acres, the buildings on that land and personal property if the land is owned or leased by, and the buildings and personal property are owned by, and all the property is used exclusively for the purposes of, a nonprofit youth hockey association, except that the exemption does not apply to the property of a nonprofit youth hockey association if any of its property was funded in whole or in part by industrial revenue bonds, unless that association's facilities were placed in operation after January 1, 1988. Leasing all or a portion of the property does not render that property taxable if all of the leasehold income is used for maintenance of the leased property. | Not exceeding 13 acres | All | s. 70.11 (32) | 1985 |

ATTACHMENT 2

Real Estate

STATE OF WISCONSIN
PROPERTY TAX BILL FOR 2020
 TOWN OF BADGER
 AMERICA CO.

IMPORTANT: Correspondence should refer to tax number
 See reverse side for Important Information

Be sure this description covers your property. This description is for
 property tax bill only and may not be a full legal description.

LEGAL DESCRIPTION
 PART OF THE FIRST ADDITION
 TO THE SECOND ADDITION
 CONSISTING OF 1 LOT

BILL AND SUE HOMEOWNER
 RR 9
 BADGER, WI 58425

PARCEL # 12-116-0029-0000

| | | | | |
|---------------------------------|--|-----------------------------------|--|--|
| Assessed Value Land \$50,969 | Ass'd. Value Improvements \$118,778 | Total Assessed Value \$169,747 | Ave. Assmt. Ratio 95.000% | Net Assessed Value Rate (Does NOT reflect credits) .0189000 |
| Est. Fair Mkt. Land \$53,652 | Est. Fair Mkt. Improvements \$125,029 | Total Est. Fair Mkt. \$178,681 | <input type="checkbox"/> A Star in This Box Means Unpaid Prior Year Taxes | School taxes reduced by School levy tax credit \$259.71 |

| | 2019 Est. State Aids Allocated Tax Dist. | 2020 Est. State Aids Allocated Tax Dist. | 2019 Net Tax | 2020 Net Tax | % Tax Change |
|---------------------|--|--|-------------------|-------------------|-----------------|
| Taxing Jurisdiction | | | | | |
| AMERICA CO | \$30,260 | \$28,787 | \$709.34 | \$711.24 | 0.3% |
| TOWN OF BADGER | 124,468 | 121,492 | 940.29 | 948.89 | 0.9 |
| SCH. DIST. #1234 | 638,444 | 641,006 | 1,354.35 | 1,364.77 | 0.8 |
| TECH. COLLEGE #56 | 163,292 | 164,752 | 146.82 | 147.68 | 0.6 |
| SANITARY DIST.#7 | | | 36.29 | 35.65 | -1.8 |
| Total | \$956,464 | \$956,037 | \$3,187.10 | \$3,208.22 | 0.7% |
| | First Dollar Credit | | 66.30 | 64.58 | -2.6 |
| | Lottery & Gaming Credit | | 183.95 | 158.25 | -14.0 |
| | Net Property Tax | | 2,936.85 | 2,985.39 | 1.7 |

| | | |
|--|--|---|
| Make Check Payable To: JANE DOE TREAS. TOWN OF BADGER RR 9, P.O. BOX 6890 BADGER, WI 58425 | Full Payment Due on or Before January 31, 2021 <p style="text-align: center; font-size: 1.2em;">\$3,344.41</p> <hr/> Or First Installment Payment Due On or Before January 31 <p style="text-align: center; font-size: 1.2em;">\$2,031.22</p> | Net Property Tax \$2,985.39 GARBAGE \$359.02 |
| And Second Installment Payment Payable To: JOHN SMITH, CO TREAS. AMERICA CO COURTHOUSE BADGER, WI 58425 | And Second Installment Payment Due on or Before July 31 <p style="text-align: center; font-size: 1.2em;">\$1,313.18</p> | |

Check For Billing Address Change.

BILL AND SUE HOMEOWNER
 RR 9
 BADGER, WI 58425

| |
|---|
| TOTAL DUE FOR FULL PAYMENT PAY BY JANUARY 31, 2021 <div style="text-align: center; font-size: 1.5em; margin-top: 10px;"> \$ 3,344.41 </div> <p style="font-size: 0.8em; margin-top: 5px;">Warning: If not paid by due dates, installment option is lost and total tax is delinquent subject to interest and if applicable, penalty. (See reverse)</p> |
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