



1999 ASSEMBLY BILL 939

March 28, 2000 - Introduced by Representative GROTHMAN. Referred to Committee on Ways and Means.

- 1 **AN ACT to amend** 79.03 (3) (b) 1. a. and 79.03 (3) (b) 1. b. of the statutes; **relating**
2 **to:** the aidable revenues entitlement under the shared revenue program.

Analysis by the Legislative Reference Bureau

Under current law, the state administers a shared revenue program that distributes state tax revenues to counties and municipalities for the counties and municipalities to use at their discretion. The shared revenue program includes payments to counties and municipalities known as aidable revenue entitlements. Under current law, generally, the lower a county's or a municipality's per capita property wealth and the higher the county's or municipality's aidable revenues, the greater the county's or municipality's aidable revenue entitlement under the shared revenue program. Under current law, aidable revenues for a municipality are equal to the municipality's average local purpose revenues, and aidable revenues for a county are equal to 85% of the county's average local purpose revenues. The average local purpose revenues are the three year average of local revenues raised by the county or municipality from certain sources, including property taxes, special assessments and various fees.

Under this bill, aidable revenues for a municipality are the lesser of 90% of the average local purpose revenues or 90% of the average local purpose revenues for all municipalities divided by the state's population in the year prior to the distribution of shared revenue payments. Under the bill, aidable revenues for a county are the lesser of 90% of the average local purpose revenues or 90% of the average local purpose revenues for all counties divided by the state's population in the year prior to the distribution of shared revenue payments.

