



State of Wisconsin
2025 - 2026 LEGISLATURE

LRB-1393/P1
EVM:wlj

DOA:.....Martin, BB0291 - Levy limit modification—repeal negative adjustment for transferred services

FOR 2025-2027 BUDGET -- NOT READY FOR INTRODUCTION

AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau
LOCAL GOVERNMENT

Levy limit reduction for service transfers

Generally, under current law, local levy increase limits are applied to the property tax levies that are imposed by a political subdivision in December of each year. Current law prohibits any political subdivision from increasing its levy by a percentage that exceeds its valuation factor. “Valuation factor” is defined as the greater of either 0 percent or, in general, the percentage change in the political subdivision’s equalized value due to new construction, less improvements removed.

Also under current law, if a political subdivision transfers to another governmental unit the responsibility to provide a service that it provided in the previous year, the levy increase limit otherwise applicable in the current year is decreased to reflect the cost that the political subdivision would have incurred to provide that service. This bill repeals that provision.

For further information see the state and local fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 66.0602 (3) (a) of the statutes is repealed.

SECTION 9330. Initial applicability; Local Government.

(1) **LEVY LIMIT SERVICE TRANSFERS.** The treatment of s. 66.0602 (3) (a) first applies to a levy that is imposed in December 2025.

(END)