



**SENATE AMENDMENT 2,
TO SENATE BILL 301**

January 29, 2014 – Offered by Senator OLSEN.

1 At the locations indicated, amend the bill as follows:

2 **1.** Page 8, line 8: delete “(dm) Beginning” and substitute “(dm) 1. Subject to
3 subds. 2. and 3., beginning”.

4 **2.** Page 8, line 16: after that line insert:

5 “2. If the formula of one-sixth reductions under subd. 1. would require a
6 municipality to reduce the amount of room tax revenue that it retains by more than
7 5 percent each year, the municipality may limit the amount of reduction to 5 percent
8 each year, even if capping the reduction at 5 percent each year results in the
9 municipality taking more than 6 years to reach the 30 percent maximum retainage
10 percentage specified in subd. 1.

11 **3.** Notwithstanding the provisions of subds. 1. and 2., if a municipality is a
12 party to a contract that is in effect on January 1, 2013, which requires the
13 municipality to expend room tax revenues for purposes other than tourism

1 promotion and tourism development such that the municipality would not be in
2 compliance with the 30 percent maximum retainage percentage specified in subd. 1.,
3 the municipality may continue to honor the terms of the contract until the contract
4 expires, is renewed, or is modified. Upon the expiration, renewal, or modification of
5 the contract, the municipality must comply with the 30 percent maximum retainage
6 percentage specified in subd. 1. starting with the the first day of the second calendar
7 quarter that begins after the contract expires, is renewed, or is modified.”.

8 (END)