



**PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION**

1     **AN ACT** *to create* 20.933 of the statutes; **relating to:** prohibited considerations  
2           in awarding state or local financial assistance.

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***Analysis by the Legislative Reference Bureau***

Under this bill, no state agency or local governmental unit may consider any of the following in awarding a grant or loan or other financial assistance to any person:

1. A person's participation in production agriculture.
2. A person's participation in the exploration, production, use, transport, sale, or manufacture of fossil fuel-based energy without agreeing to meet environmental standards in addition to those imposed by federal and state law.
3. Environmental, social, and governance criteria.
4. Diversity, equity, and inclusion policies.
5. Political and ideological factors.

The bill does not apply to the State of Wisconsin Investment Board or any assets under its management.

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

3           **SECTION 1.** 20.933 of the statutes is created to read:  
4           **20.933 Prohibited considerations in awarding financial assistance. (1)**  
5     DEFINITIONS. In this section:

1 (a) “Covered activity” means any of the following:

2 1. Production agriculture.

3 2. The exploration, production, use, transport, sale, or manufacture of fossil  
4 fuel-based energy without agreeing to meet environmental standards in addition to  
5 those imposed by federal and state law.

6 (b) “Local governmental unit” has the meaning given in s. 66.0135 (1) (c).

7 (c) “Prohibited basis” means any of the following:

8 1. A person’s participation in a covered activity.

9 2. Environmental, social, and governance criteria.

10 3. Diversity, equity, and inclusion policies.

11 4. Political and ideological factors.

12 (d) “State agency” means an association, authority, board, department,  
13 commission, independent agency, institution, office, society, or other body in state  
14 government created or authorized to be created by the constitution or any law.

15 **(2) PROHIBITION.** (a) Except as expressly provided by statute, no state agency  
16 or local governmental unit may consider a prohibited basis in awarding a grant or  
17 loan or other financial assistance to any person.

18 (b) Paragraph (a) does not apply to the investment board or any assets under  
19 its management.

20 **(END)**