

### State of Misconsin 2017 - 2018 LEGISLATURE

LRB-3710/1 JK:ahe

## **2017 SENATE BILL 306**

June 15, 2017 - Introduced by Senators Lemahieu, Hansen, Craig, Vukmir and Wanggaard, cosponsored by Representatives Jacque, Ballweg, Bernier, Edming, Felzkowski, Gannon, Goyke, Kolste, Kulp, Mursau, Skowronski, Subeck, Tittl and Tusler. Referred to Committee on Revenue, Financial Institutions and Rural Issues.

AN ACT to amend 77.54 (9m); and to create 77.54 (9a) (j) of the statutes; relating to: a sales and use tax exemption for sales to a state veterans organization.

### Analysis by the Legislative Reference Bureau

This bill creates a sales and use tax exemption for tangible personal property and taxable services sold to a state veterans organization. The exemption also applies to building materials purchased by a construction contractor who transfers the materials to a state veterans organization as part of constructing a facility for the organization.

Because this bill relates to an exemption from state or local taxes, it may be referred to the Joint Survey Committee on Tax Exemptions for a report to be printed as an appendix to the bill.

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.** 77.54 (9a) (j) of the statutes is created to read:
- 5 77.54 (9a) (j) A state veterans organization, as defined in s. 45.41 (1) (b).

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**SECTION 2.** 77.54 (9m) of the statutes is amended to read:

77.54 (9m) The sales price from the sale of and the storage, use, or other consumption of tangible personal property, or items or property under s. 77.52 (1) (b) or (c), sold to a construction contractor who, in fulfillment of a real property construction activity, transfers the tangible personal property, or items or property under s. 77.52 (1) (b) or (c), to an entity described under sub. (9a) (b), (c), (d), (em), or (j), if such tangible personal property, or items or property, becomes a component of a facility in this state that is owned by the entity. In this subsection, "facility" means any building, shelter, parking lot, parking garage, athletic field, athletic park, storm sewer, water supply system, or sewerage and waste water treatment facility, but does not include a highway, street, or road.

### SECTION 3. Initial applicability.

(1) The treatment of section 77.54 (9m) of the statutes first applies to contracts entered into on the effective date of this subsection.

### SECTION 4. Effective date.

(1) This act takes effect on the first day of the 3rd month beginning after publication.

18 (END)