

**ASSEMBLY SUBSTITUTE AMENDMENT 1,
TO 2001 ASSEMBLY BILL 121**

March 29, 2001 – Offered by Representative OTT.

1 **AN ACT** *to repeal* 77.54 (30) (a) 3. and 5. and 77.54 (34); and *to amend* 77.54 (3)
2 (a) of the statutes; **relating to:** a sales tax and use tax exemption on tangible
3 personal property used in the business of farming.

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

4 **SECTION 1.** 77.54 (3) (a) of the statutes is amended to read:

5 77.54 (3) (a) The gross receipts from the sales of and the storage, use, or other
6 consumption of tractors and machines, including accessories, attachments, and
7 parts thereof, lubricants, nonpowered equipment, and other tangible personal
8 property used exclusively and directly in the business of farming or husbandry
9 activities, including dairy farming, agriculture, aquaculture, horticulture,
10 floriculture, and custom farming services, but excluding automobiles, trucks, and
11 other motor vehicles for highway use; excluding personal property that is attached
12 to, fastened to, connected to or built into real property or that becomes an addition

1 to, component of or capital improvement of real property; and excluding tangible
2 personal property used or consumed in the erection of buildings or in the alteration,
3 repair, or improvement of real property, regardless of any contribution that that
4 personal property makes to the production process in that building or real property
5 and regardless of the extent to which that personal property functions as a machine,
6 except as provided in par. (c).

7 **SECTION 2.** 77.54 (30) (a) 3. and 5. of the statutes are repealed.

8 **SECTION 3.** 77.54 (34) of the statutes is repealed.

9 **SECTION 4. Effective date.**

10 (1) This act takes effect on the first day of the 2nd month beginning after
11 publication.

12 (END)