

### Fiscal Estimate - 2001 Session

Original       Updated       Corrected       Supplemental

<b>LRB Number</b> <b>01-4216/1</b>		<b>Introduction Number</b> <b>AB-728</b>	
<b>Subject</b>			
Sale of livestock at auction			
<b>Fiscal Effect</b>			
<b>State:</b>			
<input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues <input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs			
<b>Local:</b>			
<input checked="" type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate       1. <input type="checkbox"/> Increase Costs      3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory       2. <input type="checkbox"/> Decrease Costs      4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory       5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts			
<b>Fund Sources Affected</b>		<b>Affected Ch. 20 Appropriations</b>	
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS			
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	<b>Date</b>
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## Fiscal Estimate Narratives

DOR 1/28/02

LRB Number	<b>01-4216/1</b>	Introduction Number	<b>AB-728</b>	Estimate Type	<b>Updated</b>
<b>Subject</b>					
Sale of livestock at auction					

### Assumptions Used in Arriving at Fiscal Estimate

Under current law, a seller of tangible personal property that does not collect sales tax on a sale of tangible personal property has the burden of proving that the sale is exempt, unless the seller takes an exemption certificate from the purchaser.

Under the bill, a seller of cattle, sheep, goats and swine at a livestock market is not required to take an exemption certificate from the purchaser.

Typically, sales of cattle, sheep, goats and hogs at livestock markets are exempt sales to meat packing plants or farmers. To the extent a taxable entity, such as a private research company, purchases cattle, sheep, goats and swine at a livestock market, the purchase would be subject to use tax paid by the purchaser instead of sales tax paid by the auctioneer.

Since the sales that would be affected by the bill are either currently exempt or would become subject to use tax, the bill has no fiscal effect.

Administrative costs of the bill are minimal.

### Long-Range Fiscal Implications