Wisconsin Department of Administration Division of Executive Budget and Finance DOA-2048 (R07/2000)

Fiscal Estimate - 2001 Session

☑ Original		Updated	Co	rrected	Supple	mental
LRB Number	01-4216/1		Introduc	tion Number	AB-728	
Subject Sale of livestock a	t auction					
Fiscal Effect						
Appropri Create N Local: No Local G Indetermina 1. Increa Permi 2. Decre	te Existing ations e Existing ations lew Appropriation overnment Costs ate se Costs ssive Mandato	Revenue Decrease Revenue 3. Increase ry Permissi 4. Decreas	e Existing es Revenue ve Mandator e Revenue	5.Types of Loc. Units Affected Towns Counties	n agency's bu s osts al Governmer d Village	dget No No Cities
Fund Sources A		PRS SE	EG 🔲 SEGS	Affected Ch. 20	Appropriation	ns
Agency/Prepared	d By	Α	uthorized Sign	ature		Date
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Fiscal Estimate Narratives DOR 1/25/02

LRB Number 01-4216/1	Introduction Number	AB-728	Estimate Type	Original				
Subject				-				
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