



# State of Wisconsin

## LEGISLATIVE REFERENCE BUREAU

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STEPHEN R. MILLER  
CHIEF

March 26, 2007

## MEMORANDUM

**To:** Senator A. Lassee

**From:** Joseph T. Kreye, Sr. Legislative Attorney, (608) 266-2263

**Subject:** Technical Memorandum to **2007 SB 53** (LRB-1743/1) by **DOR**

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We received the attached technical memorandum relating to your bill. This copy is for your information and your file.

If you wish to discuss this memorandum or the necessity of revising your bill or preparing an amendment, please contact me.

## MEMORANDUM

March 1, 2007

**TO:** Joe Kreye  
Legislative Reference Bureau

**FROM:** Paul Ziegler  
Department of Revenue

**SUBJECT:** Technical Memorandum on 2007 Senate Bill 53 - Exempting School Districts from the Motor Vehicle Fuel Tax

The legislation relates to gasoline and clear diesel fuel, and does not include alternate fuels (LPG and CNG). There are a number of municipally licensed vehicles that are operated on alternate fuels.

The present language may exempt from tax out-of-state school districts and their carriers that purchase fuel in this state. In addition, it may exempt persons who transport students to and from school activities in out-of-state school districts. To eliminate an exemption for out-of-state districts, the writer may clarify that this legislation applies only to school districts in Wisconsin.

The proposed legislation makes no provision for the funding of the costs involved in administering the activities required. The Department of Revenue would incur one-time costs of \$55,000 to develop a notification letter and revise computer applications.

The bill does not provide funding for these costs. If the author wishes to provide funding, appropriation language could be developed and costs allocated in the following manner:

	<u>Chapter 20</u>	<u>Amount</u>
One-time	20.566(1) (u)	\$55,000

If you have any questions regarding this technical memorandum, please contact Jacek Cianciara, at 266-8133; and for administrative costs, please call Deborah Uecker-Etzler at 266-0306.

cc: Senator A. Lasee