

1 imposed by this section was subject to a sales tax by another state in which the  
2 purchase was made, the amount of sales tax paid the other state shall be applied as  
3 a credit against and deducted from the tax, to the extent thereof, imposed by this  
4 section, except no credit may be applied against and deducted from a sales tax paid  
5 on the purchase of direct mail, if the direct mail purchaser did not provide to the  
6 seller a direct pay permit, an exemption certificate claiming direct mail, or other  
7 information that indicates the appropriate taxing jurisdiction to which the direct  
8 mail is delivered to the ultimate recipients. In this subsection "sales tax" includes  
9 a use or excise tax imposed on the use of tangible personal property, or items,  
10 property, or goods under s. 77.52 (1) (b), (c), or (d), or taxable service by the state in  
11 to which the sale occurred was sourced and "state" includes the District of Columbia  
12 but does not include and the commonwealth of Puerto Rico ~~or~~ but does not include  
13 the several territories organized by congress.

14 \***-0377/P10.198\*** \***-4294/P1.180\*** SECTION 402. 77.53 (17) of the statutes is  
15 amended to read:

16 77.53 (17) This section does not apply to tangible personal property or items,  
17 property, or goods under s. 77.52 (1) (b), (c), or (d) purchased outside this state, as  
18 determined under s. 77.522, other than motor vehicles, boats, snowmobiles,  
19 recreational vehicles, as defined in s. 340.01 (48r), trailers, semitrailers, all-terrain  
20 vehicles and airplanes registered or titled or required to be registered or titled in this  
21 state, which is brought into this state by a nondomiciliary for the person's own  
22 storage, use or other consumption while temporarily within this state when such  
23 property, item, or good is not stored, used or otherwise consumed in this state in the  
24 conduct of a trade, occupation, business or profession or in the performance of  
25 personal services for wages or fees.

1           **\*-0377/P10.199\* \*-4294/P1.181\* SECTION 403.** 77.53 (17m) of the statutes is  
2 amended to read:

3           **77.53 (17m)** This section does not apply to a boat purchased in a state  
4 contiguous to this state, as determined under s. 77.522, by a person domiciled in that  
5 state if the boat is berthed in this state's boundary waters adjacent to the state of the  
6 domicile of the purchaser and if the transaction was an exempt occasional sale under  
7 the laws of the state in which the purchase was made.

8           **\*-0377/P10.200\* \*-4294/P1.182\* SECTION 404.** 77.53 (17r) (a) of the statutes  
9 is amended to read:

10           **77.53 (17r) (a)** It is purchased in another state, as determined under s. 77.522.

11           **\*-0377/P10.201\* \*-4294/P1.183\* SECTION 405.** 77.53 (18) of the statutes is  
12 amended to read:

13           **77.53 (18)** This section does not apply to the storage, use or other consumption  
14 in this state of household goods or items, property, or goods under s. 77.52 (1) (b), (c),  
15 or (d) for personal use or to aircraft, motor vehicles, boats, snowmobiles, mobile  
16 homes, manufactured homes, as defined in s. 101.91 (2), recreational vehicles, as  
17 defined in s. 340.01 (48r), trailers, semitrailers and all-terrain vehicles, for personal  
18 use, purchased by a nondomiciliary of this state outside this state, as determined  
19 under s. 77.522, 90 days or more before bringing the goods, items, goods, or property  
20 into this state in connection with a change of domicile to this state.

21           **\*-0377/P10.202\* \*-4294/P1.184\* SECTION 406.** 77.54 (1) of the statutes is  
22 amended to read:

23           **77.54 (1)** The ~~gross receipts~~ sales price from the sale of and the storage, use or  
24 other consumption in this state of tangible personal property, and items, property,  
25 and goods under s. 77.52 (1) (b), (c), and (d), and services the ~~gross receipts~~ sales price

1 from the sale of which, or the storage, use or other consumption of which, this state  
2 is prohibited from taxing under the constitution or laws of the United States or under  
3 the constitution of this state.

4 **\*-0377/P10.203\* \*-4294/P1.185\* SECTION 407.** 77.54 (2) of the statutes is  
5 amended to read:

6 77.54 (2) The ~~gross receipts~~ sales price from sales of and the storage, use or  
7 other consumption of tangible personal property becoming an ingredient or  
8 component part of an article of tangible personal property or which is consumed or  
9 destroyed or loses its identity in the manufacture of tangible personal property in  
10 any form destined for sale, except as provided in sub. (30) (a) 6.

11 **\*-0377/P10.204\* \*-4294/P1.186\* SECTION 408.** 77.54 (2m) of the statutes is  
12 amended to read:

13 77.54 (2m) The ~~gross receipts~~ sales price from the sales of and the storage, use  
14 or other consumption of tangible personal property or services that become an  
15 ingredient or component of shoppers guides, newspapers or periodicals or that are  
16 consumed or lose their identity in the manufacture of shoppers guides, newspapers  
17 or periodicals, whether or not the shoppers guides, newspapers or periodicals are  
18 transferred without charge to the recipient. In this subsection, "shoppers guides",  
19 "newspapers" and "periodicals" have the meanings under sub. (15). The exemption  
20 under this subdivision does not apply to advertising supplements that are not  
21 newspapers.

22 **\*-0377/P10.205\* \*-4294/P1.187\* SECTION 409.** 77.54 (3) (a) of the statutes is  
23 amended to read:

24 77.54 (3) (a) The ~~gross receipts~~ sales price from the sales of and the storage, use,  
25 or other consumption of tractors and machines, including accessories, attachments,

1 and parts, lubricants, nonpowered equipment, and other tangible personal property  
2 that are used exclusively and directly, or are consumed or lose their identities, in the  
3 business of farming, including dairy farming, agriculture, horticulture, floriculture,  
4 silviculture, and custom farming services, but excluding automobiles, trucks, and  
5 other motor vehicles for highway use; excluding personal property that is attached  
6 to, fastened to, connected to, or built into real property or that becomes an addition  
7 to, component of, or capital improvement of real property; and excluding tangible  
8 personal property used or consumed in the erection of buildings or in the alteration,  
9 repair, or improvement of real property, regardless of any contribution that that  
10 personal property makes to the production process in that building or real property  
11 and regardless of the extent to which that personal property functions as a machine,  
12 except as provided in par. (c).

13 **\*-0377/P10.206\* \*-4294/P1.188\* SECTION 410.** 77.54 (3m) (intro.) of the  
14 statutes is amended to read:

15 77.54 (3m) (intro.) The ~~gross receipts~~ sales price from the sale of and the  
16 storage, use or other consumption of the following items if they are used exclusively  
17 by the purchaser or user in the business of farming; including dairy farming,  
18 agriculture, horticulture, floriculture, silviculture, and custom farming services:

19 **\*-0377/P10.207\* \*-4294/P1.189\* SECTION 411.** 77.54 (4) of the statutes is  
20 amended to read:

21 77.54 (4) ~~Gross receipts~~ The sales price from the sale of tangible personal  
22 property and items, property, and goods under s. 77.52 (1) (b), (c), and (d) and the  
23 storage, use or other consumption in this state of tangible personal property and  
24 items, property, and goods under s. 77.52 (1) (b), (c), and (d), which is the subject of

1 any such sale, by any elementary school or secondary school, exempted as such from  
2 payment of income or franchise tax under ch. 71, whether public or private.

3 **\*-0377/P10.208\* \*-4294/P1.190\* SECTION 412.** 77.54 (5) (intro.) of the  
4 statutes is amended to read:

5 77.54 (5) (intro.) The ~~gross receipts~~ sales price from the sale of and the storage,  
6 use or other consumption of:

7 **\*-0377/P10.209\* \*-4294/P1.191\* SECTION 413.** 77.54 (6) (intro.) of the  
8 statutes is amended to read:

9 77.54 (6) (intro.) The ~~gross receipts~~ sales price from the sale of and the storage,  
10 use or other consumption of:

11 **\*-0377/P10.210\* \*-4294/P1.192\* SECTION 414.** 77.54 (7m) of the statutes is  
12 amended to read:

13 77.54 (7m) Occasional sales of tangible personal property, or items, property,  
14 or goods under s. 77.52 (1) (b), (c), and (d), or services, including admissions or tickets  
15 to an event; by a neighborhood association, church, civic group, garden club, social  
16 club or similar nonprofit organization; not involving entertainment for which  
17 payment in the aggregate exceeds \$500 for performing or as reimbursement of  
18 expenses unless access to the event may be obtained without payment of a direct or  
19 indirect admission fee; conducted by the organization if the organization is not  
20 engaged in a trade or business and is not required to have a seller's permit. For  
21 purposes of this subsection, an organization is engaged in a trade or business and is  
22 required to have a seller's permit if its sales of tangible personal property, and items,  
23 property, and goods under s. 77.52 (1) (b), (c), and (d), and services, not including sales  
24 of tickets to events, and its events occur on more than 20 days during the year, unless  
25 its receipts do not exceed \$25,000 during the year. The exemption under this

1 subsection does not apply to ~~gross receipts~~ the sales price from the sale of bingo  
2 supplies to players or to the sale, rental or use of regular bingo cards, extra regular  
3 cards and special bingo cards.

4 **\*-0377/P10.211\* \*-4294/P1.193\* SECTION 415.** 77.54 (8) of the statutes is  
5 amended to read:

6 77.54 (8) Charges for interest, ~~finaneing or insurance, not including contracts~~  
7 under s. 77.52 (2) (a) 13m., where such charges are separately set forth upon the  
8 invoice given by the seller to the purchaser.

9 **\*-0377/P10.212\* \*-4294/P1.194\* SECTION 416.** 77.54 (9) of the statutes is  
10 amended to read:

11 77.54 (9) The ~~gross receipts~~ sales price from sales of tickets or admissions to  
12 public and private elementary and secondary school activities, where the entire net  
13 proceeds therefrom are expended for educational, religious or charitable purposes.

14 **\*-0377/P10.213\* \*-4294/P1.195\* SECTION 417.** 77.54 (9a) (intro.) of the  
15 statutes is amended to read:

16 77.54 (9a) (intro.) The ~~gross receipts~~ sales price from sales to, and the storage  
17 by, use by or other consumption of tangible personal property, and items, property,  
18 and goods under s. 77.52 (1) (b), (c), and (d), and taxable services by:

19 **\*-0377/P10.214\* \*-4294/P1.196\* SECTION 418.** 77.54 (10) of the statutes is  
20 amended to read:

21 77.54 (10) The ~~gross receipts~~ sales price from the sale of all admission fees,  
22 admission stickers or camping fees under s. 27.01 (7) to (11) and all admission fees  
23 to any museum operated by a nonprofit corporation under a lease agreement with  
24 the state historical society.

1           **\*-0377/P10.215\* \*-4294/P1.197\* SECTION 419.** 77.54 (11) of the statutes is  
2 amended to read:

3           77.54 (11) The ~~gross receipts~~ sales price from the sales of and the storage, use  
4 or other consumption in this state of motor vehicle fuel, general aviation fuel or  
5 alternate fuel, subject to taxation under ch. 78, unless the motor vehicle fuel or  
6 alternate fuel tax is refunded under s. 78.75 because the buyer does not use the fuel  
7 in operating a motor vehicle upon the public highways.

8           **\*-0377/P10.216\* \*-4294/P1.198\* SECTION 420.** 77.54 (12) of the statutes is  
9 amended to read:

10          77.54 (12) The ~~gross receipts~~ sales price from the sales of and the storage, use  
11 or other consumption in this state of rail freight or passenger cars, locomotives or  
12 other rolling stock used in railroad operations, or accessories, attachments, parts,  
13 lubricants or fuel therefor.

14          **\*-0377/P10.217\* \*-4294/P1.199\* SECTION 421.** 77.54 (13) of the statutes is  
15 amended to read:

16          77.54 (13) The ~~gross receipts~~ sales price from the sales of and the storage, use  
17 or other consumption in this state of commercial vessels and barges of 50-ton burden  
18 or over primarily engaged in interstate or foreign commerce or commercial fishing,  
19 and the accessories, attachments, parts and fuel therefor.

20          **\*-0377/P10.218\* \*-4294/P1.200\* SECTION 422.** 77.54 (14) (intro.) of the  
21 statutes is amended to read:

22          77.54 (14) (intro.) The ~~gross receipts~~ sales price from the sales of and the  
23 storage, use, or other consumption in this state of ~~medieines~~ drugs that are any of  
24 the following:

1           **\*-0377/P10.219\* \*-4294/P1.201\* SECTION 423.** 77.54 (14) (a) of the statutes  
2 is amended to read:

3           77.54 (14) (a) Prescribed for the treatment of a human being by a person  
4 authorized to prescribe the ~~medicines~~ drugs, and dispensed on prescription filled by  
5 a registered pharmacist in accordance with law.

6           **\*-0377/P10.220\* \*-4294/P1.202\* SECTION 424.** 77.54 (14) (b) of the statutes  
7 is amended to read:

8           77.54 (14) (b) Furnished by a licensed physician, surgeon, podiatrist, or dentist  
9 to a patient who is a human being for treatment of the patient.

10           **\*-0377/P10.221\* \*-4294/P1.203\* SECTION 425.** 77.54 (14) (f) (intro.) of the  
11 statutes is amended to read:

12           77.54 (14) (f) (intro.) Furnished without charge to any of the following if the  
13 ~~medicine~~ drug may not be dispensed without a prescription:

14           **\*-0377/P10.222\* \*-4294/P1.204\* SECTION 426.** 77.54 (14g) of the statutes is  
15 repealed.

16           **\*-0377/P10.223\* \*-4294/P1.205\* SECTION 427.** 77.54 (14s) of the statutes is  
17 repealed.

18           **\*-0377/P10.224\* \*-4294/P1.206\* SECTION 428.** 77.54 (15) of the statutes is  
19 amended to read:

20           77.54 (15) The ~~gross receipts~~ sales price from the sale of and the storage, use  
21 or other consumption of all newspapers, of periodicals sold by subscription and  
22 regularly issued at average intervals not exceeding 3 months, or issued at average  
23 intervals not exceeding 6 months by an educational association or corporation sales  
24 to which are exempt under sub. (9a) (f), of controlled circulation publications sold to  
25 commercial publishers for distribution without charge or mainly without charge or



1 regularly distributed by or on behalf of publishers without charge or mainly without  
2 charge to the recipient and of shoppers guides which distribute no less than 48 issues  
3 in a 12-month period. In this subsection, "shoppers guide" means a community  
4 publication delivered, or attempted to be delivered, to most of the households in its  
5 coverage area without a required subscription fee, which advertises a broad range  
6 of products and services offered by several types of businesses and individuals. In  
7 this subsection, "controlled circulation publication" means a publication that has at  
8 least 24 pages, is issued at regular intervals not exceeding 3 months, that devotes  
9 not more than 75% of its pages to advertising and that is not conducted as an  
10 auxiliary to, and essentially for the advancement of, the main business or calling of  
11 the person that owns and controls it.

12 \***-0377/P10.225\*** \***-4294/P1.207\*** SECTION 429. 77.54 (16) of the statutes is  
13 amended to read:

14 77.54 (16) The ~~gross receipts~~ sales price from the sale of and the storage, use  
15 or other consumption of fire trucks and fire fighting equipment, including  
16 accessories, attachments, parts and supplies therefor, sold to volunteer fire  
17 departments.

18 \***-0377/P10.226\*** \***-4294/P1.208\*** SECTION 430. 77.54 (17) of the statutes is  
19 amended to read:

20 77.54 (17) The ~~gross receipts~~ sales price from the sales of and the storage, use  
21 or other consumption of water, that is not food and food ingredient, when delivered  
22 through mains.

23 \***-0377/P10.227\*** \***-4294/P1.209\*** SECTION 431. 77.54 (18) of the statutes is  
24 amended to read:

1           77.54 (18) When the sale, license, lease, or rental of a service or property,  
2 including items, property, and goods under s. 77.52 (1) (b), (c), and (d), that was  
3 previously exempt or not taxable under this subchapter becomes taxable, and the  
4 service or property is furnished under a written contract by which the seller is  
5 unconditionally obligated to provide the service or property for the amount fixed  
6 under the contract, the seller is exempt from sales or use tax on the ~~gross receipts~~  
7 sales price for services or property provided until the contract is terminated,  
8 extended, renewed or modified. However, from the time the service or property  
9 becomes taxable until the contract is terminated, extended, renewed or modified the  
10 user is subject to use tax, measured by the sales purchase price, on the service or  
11 property purchased under the contract.

12           \***-0377/P10.228\*** \***-4294/P1.210\*** SECTION 432. 77.54 (20) of the statutes is  
13 repealed.

14           \***-0377/P10.229\*** \***-4294/P1.211\*** SECTION 433. 77.54 (20m) of the statutes is  
15 repealed.

16           \***-0377/P10.230\*** \***-4294/P1.212\*** SECTION 434. 77.54 (20n) of the statutes is  
17 created to read:

18           77.54 (20n) (a) The sales price from the sale of and the storage, use, or other  
19 consumption of food and food ingredients, except candy, soft drinks, dietary  
20 supplements, and prepared food.

21           (b) The sales price from the sale of and the storage, use, or other consumption  
22 of food and food ingredients, except soft drinks, sold by hospitals, sanatoriums,  
23 nursing homes, retirement homes, community-based residential facilities, as  
24 defined in s. 50.01 (1g), or day care centers registered under ch. 48, including  
25 prepared food that is sold to the elderly or handicapped by persons providing mobile

1 meals on wheels. In this paragraph, "retirement home" means a nonprofit  
2 residential facility where 3 or more unrelated adults or their spouses have their  
3 principal residence and where support services, including meals from a common  
4 kitchen, are available to residents.

5 (c) The sales price from the sale of and the storage, use, or other consumption  
6 of food and food ingredients, furnished in accordance with any contract or agreement  
7 or paid for to such institution through the use of an account of such institution, by  
8 a public or private institution of higher education to any of the following:

9 1. An undergraduate student, a graduate student, or a student enrolled in a  
10 professional school if the student is enrolled for credit at the public or private  
11 institution of higher education and if the food and food ingredients are consumed by  
12 the student.

13 2. A national football league team.

14 **\*-0377/P10.231\* \*-4294/P1.213\* SECTION 435.** 77.54 (20r) of the statutes is  
15 created to read:

16 77.54 (20r) The sales price from the sales of and the storage, use, or other  
17 consumption of candy, soft drinks, dietary supplements, and prepared foods, and  
18 disposable products that are transferred with such items, furnished for no  
19 consideration by a restaurant to the restaurant's employee during the employee's  
20 work hours.

21 **\*-0377/P10.232\* \*-4294/P1.214\* SECTION 436.** 77.54 (21) of the statutes is  
22 amended to read:

23 77.54 (21) The ~~gross receipts~~ sales price from the sales of and the storage, use  
24 or other consumption of caskets and burial vaults for human remains.

1           **\*-0377/P10.233\* \*-4294/P1.215\* SECTION 437.** 77.54 (22) of the statutes is  
2 repealed.

3           **\*-0377/P10.234\* \*-4294/P1.216\* SECTION 438.** 77.54 (22b) of the statutes is  
4 created to read:

5           **77.54 (22b)** The sales price from the sale of and the storage, use, or other  
6 consumption of durable medical equipment that is for use in a person's home,  
7 mobility-enhancing equipment, and prosthetic devices, and accessories for such  
8 equipment or devices, if the equipment or devices are used for a human being.

9           **\*-0377/P10.235\* \*-4294/P1.217\* SECTION 439.** 77.54 (23m) of the statutes is  
10 amended to read:

11           **77.54 (23m)** The ~~gross receipts~~ sales price from the sale, license, lease or rental  
12 of or the storage, use or other consumption of motion picture film or tape, and motion  
13 pictures or radio or television programs for listening, viewing, or broadcast, and  
14 advertising materials related thereto, sold, licensed, leased or rented to a motion  
15 picture theater or radio or television station.

16           **\*-0377/P10.236\* \*-4294/P1.218\* SECTION 440.** 77.54 (25) of the statutes, as  
17 affected by 2007 Wisconsin Act 20, is amended to read:

18           **77.54 (25)** The ~~gross receipts~~ sales price from the sale of and the storage of  
19 printed material which is designed to advertise and promote the sale of merchandise,  
20 or to advertise the services of individual business firms, which printed material is  
21 purchased and stored for the purpose of subsequently transporting it outside the  
22 state by the purchaser for use thereafter solely outside the state. This subsection  
23 does not apply to catalogs and the envelopes in which the catalogs are mailed.

24           **\*-0377/P10.237\* \*-4294/P1.219\* SECTION 441.** 77.54 (25m) of the statutes,  
25 as created by 2007 Wisconsin Act 20, is amended to read:

1           77.54 (25m) The ~~gross receipts~~ sales price from the sale of and the storage, use,  
2 or other consumption of catalogs, and the envelopes in which the catalogs are mailed,  
3 that are designed to advertise and promote the sale of merchandise or to advertise  
4 the services of individual business firms.

5           \***-0377/P10.238\*** \***-4294/P1.220\*** SECTION 442. 77.54 (26) of the statutes is  
6 amended to read:

7           77.54 (26) The ~~gross receipts~~ sales price from the sales of and the storage, use,  
8 or other consumption of tangible personal property and items and property under s.  
9 77.52 (1) (b) and (c) which becomes a component part of an industrial waste  
10 treatment facility that is exempt under s. 70.11 (21) or that would be exempt under  
11 s. 70.11 (21) if the property were taxable under ch. 70, or tangible personal property  
12 and items and property under s. 77.52 (1) (b) and (c) which becomes a component part  
13 of a waste treatment facility of this state or any agency thereof, or any political  
14 subdivision of the state or agency thereof as provided in s. 40.02 (28). The exemption  
15 includes replacement parts therefor, and also applies to chemicals and supplies used  
16 or consumed in operating a waste treatment facility and to purchases of tangible  
17 personal property and items and property under s. 77.52 (1) (b) and (c) made by  
18 construction contractors who transfer such property to their customers in fulfillment  
19 of a real property construction activity. This exemption does not apply to tangible  
20 personal property and items and property under s. 77.52 (1) (b) and (c) installed in  
21 fulfillment of a written construction contract entered into, or a formal written bid  
22 made, prior to July 31, 1975.

23           \***-0377/P10.239\*** \***-4294/P1.221\*** SECTION 443. 77.54 (26m) of the statutes is  
24 amended to read:

1           77.54 (26m) The ~~gross receipts~~ sales price from the sale of and the storage, use  
2 or other consumption of waste reduction or recycling machinery and equipment,  
3 including parts therefor, exclusively and directly used for waste reduction or  
4 recycling activities which reduce the amount of solid waste generated, reuse solid  
5 waste, recycle solid waste, compost solid waste or recover energy from solid waste.  
6 The exemption applies even though an economically useful end product results from  
7 the use of the machinery and equipment. For the purposes of this subsection, "solid  
8 waste" means garbage, refuse, sludge or other materials or articles, whether these  
9 materials or articles are discarded or purchased, including solid, semisolid, liquid or  
10 contained gaseous materials or articles resulting from industrial, commercial,  
11 mining or agricultural operations or from domestic use or from public service  
12 activities.

13           \***-0377/P10.240\*** \***-4294/P1.222\*** SECTION 444. 77.54 (27) of the statutes is  
14 amended to read:

15           77.54 (27) The ~~gross receipts~~ sales price from the sale of semen used for  
16 artificial insemination of livestock.

17           \***-0377/P10.241\*** \***-4294/P1.223\*** SECTION 445. 77.54 (28) of the statutes is  
18 amended to read:

19           77.54 (28) The ~~gross receipts~~ sales price from the sale of and the storage, use  
20 or other consumption to or by the ultimate consumer of ~~apparatus or equipment for~~  
21 ~~the injection of insulin or the treatment of diabetes and~~ supplies used to determine  
22 blood sugar level.

23           \***-0377/P10.242\*** \***-4294/P1.224\*** SECTION 446. 77.54 (29) of the statutes is  
24 amended to read:

1           77.54 (29) The ~~gross receipts~~ sales price from the sales of and the storage, use  
2 or other consumption of equipment used in the production of maple syrup.

3           \***-0377/P10.243\*** \***-4294/P1.225\*** **SECTION 447.** 77.54 (30) (a) (intro.) of the  
4 statutes is amended to read:

5           77.54 (30) (a) (intro.) The ~~gross receipts~~ sales price from the sale of:

6           \***-0377/P10.244\*** \***-4294/P1.226\*** **SECTION 448.** 77.54 (30) (c) of the statutes  
7 is amended to read:

8           77.54 (30) (c) If fuel or electricity is sold partly for a use exempt under this  
9 subsection and partly for a use which is not exempt under this subsection, no tax  
10 shall be collected on that percentage of the ~~gross receipts~~ sales price equal to the  
11 percentage of the fuel or electricity which is used for an exempt use, as specified in  
12 an exemption certificate provided by the purchaser to the seller.

13           \***-0377/P10.245\*** \***-4294/P1.227\*** **SECTION 449.** 77.54 (31) of the statutes is  
14 amended to read:

15           77.54 (31) The ~~gross receipts~~ sales price from the sale of and the storage, use  
16 or other consumption in this state, but not the lease or rental, of used mobile homes,  
17 as defined in s. 101.91 (10), and used manufactured homes, as defined in s. 101.91  
18 (12).

19           \***-0377/P10.246\*** \***-4294/P1.228\*** **SECTION 450.** 77.54 (32) of the statutes is  
20 amended to read:

21           77.54 (32) The ~~gross receipts~~ sales price from charges, including charges for a  
22 search, imposed by an authority, as defined in s. 19.32 (1), for copies of a public record  
23 that a person may examine and use under s. 16.61 (12) or for copies of a record under  
24 s. 19.35 (1).

1           \***-0377/P10.247\*** \***-4294/P1.229\*** SECTION 451. 77.54 (33) of the statutes is  
2 amended to read:

3           77.54 (33) The ~~gross receipts~~ sales price from sales of and the storage, use or  
4 other consumption of ~~medicines~~ drugs used on farm livestock, not including  
5 workstock.

6           \***-0377/P10.248\*** \***-4294/P1.230\*** SECTION 452. 77.54 (35) of the statutes is  
7 amended to read:

8           77.54 (35) The ~~gross receipts~~ sales price from the sales of tangible personal  
9 property, ~~or items, property, or goods under s. 77.52 (1) (b), (c), or (d),~~ tickets, or  
10 admissions by any baseball team affiliated with the Wisconsin Department of  
11 American Legion baseball.

12           \***-0377/P10.249\*** \***-4294/P1.231\*** SECTION 453. 77.54 (36) of the statutes is  
13 amended to read:

14           77.54 (36) The ~~gross receipts~~ sales price from the rental for a continuous period  
15 of one month or more of a mobile home, as defined in s. 101.91 (10), or a manufactured  
16 home, as defined in s. 101.91 (2), that is used as a residence. In this subsection, "one  
17 month" means a calendar month or 30 days, whichever is less, counting the first day  
18 of the rental and not counting the last day of the rental.

19           \***-0377/P10.250\*** \***-4294/P1.232\*** SECTION 454. 77.54 (37) of the statutes is  
20 amended to read:

21           77.54 (37) The ~~gross receipts~~ sales price from revenues collected under s.  
22 256.35 (3) and the surcharge established by rule by the public service commission  
23 under s. 256.35 (3m) (f) for customers of wireless providers, as defined in s. 256.35  
24 (3m) (a) 6.



1           \***-0377/P10.251\*** \***-4294/P1.233\*** SECTION 455. 77.54 (38) of the statutes is  
2 amended to read:

3           77.54 (38) The ~~gross receipts~~ sales price from the sale of and the storage, use  
4 or other consumption of snowmobile trail groomers and attachments for them that  
5 are purchased, stored, used or consumed by a snowmobile club that meets at least  
6 3 times a year, that has at least 10 members, that promotes snowmobiling and that  
7 participates in the department of natural resources' snowmobile program under s.  
8 350.12 (4) (b).

9           \***-0377/P10.252\*** \***-4294/P1.234\*** SECTION 456. 77.54 (39) of the statutes is  
10 amended to read:

11           77.54 (39) The ~~gross receipts~~ sales price from the sale of and the storage, use  
12 or other consumption of off-highway, heavy mechanical equipment such as feller  
13 bunchers, slashers, delimiters, chippers, hydraulic loaders, loaders,  
14 skidder-forwarders, skidders, timber wagons and tractors used exclusively and  
15 directly in the harvesting or processing of raw timber products in the field by a person  
16 in the logging business. In this subsection, "heavy mechanical equipment" does not  
17 include hand tools such as axes, chains, chain saws and wedges.

18           \***-0377/P10.253\*** \***-4294/P1.235\*** SECTION 457. 77.54 (40) of the statutes is  
19 repealed.

20           \***-0377/P10.254\*** \***-4294/P1.236\*** SECTION 458. 77.54 (41) of the statutes is  
21 amended to read:

22           77.54 (41) The ~~gross receipts~~ sales price from the sale of building materials,  
23 supplies and equipment to; and the storage, use or other consumption of those kinds  
24 of property by; owners, contractors, subcontractors or builders if that property is

1 acquired solely for or used solely in, the construction, renovation or development of  
2 property that would be exempt under s. 70.11 (36).

3 **\*-0377/P10.255\* \*-4294/P1.237\* SECTION 459.** 77.54 (42) of the statutes is  
4 amended to read:

5 77.54 (42) The ~~gross receipts~~ sales price from the sale of and the storage, use  
6 or other consumption of animal identification tags provided under s. 93.06 (1h) and  
7 standard samples provided under s. 93.06 (1s).

8 **\*-0377/P10.256\* \*-4294/P1.238\* SECTION 460.** 77.54 (43) of the statutes is  
9 amended to read:

10 77.54 (43) The ~~gross receipts~~ sales price from the sale of and the storage, use  
11 or other consumption of raw materials used for the processing, fabricating or  
12 manufacturing of, or the attaching to or incorporating into, printed materials that  
13 are transported and used solely outside this state.

14 **\*-0377/P10.257\* \*-4294/P1.239\* SECTION 461.** 77.54 (44) of the statutes is  
15 amended to read:

16 77.54 (44) The ~~gross receipts~~ sales price from the collection of low-income  
17 assistance fees that are charged under s. 16.957 (4) (a) or (5) (a).

18 **\*-0377/P10.258\* \*-4294/P1.240\* SECTION 462.** 77.54 (45) of the statutes is  
19 amended to read:

20 77.54 (45) The ~~gross receipts~~ sales price from the sale of and the use or other  
21 consumption of a onetime license or similar right to purchase admission to  
22 professional football games at a football stadium, as defined in s. 229.821 (6), that  
23 is granted by a municipality; a local professional football stadium district; or a  
24 professional football team or related party, as defined in s. 229.821 (12); if the person  
25 who buys the license or right is entitled, at the time the license or right is transferred

1 to the person, to purchase admission to at least 3 professional football games in this  
2 state during one football season.

3 \***-0377/P10.259\*** \***-4294/P1.241\*** **SECTION 463.** 77.54 (46) of the statutes is  
4 amended to read:

5 77.54 (46) The ~~gross receipts~~ sales price from the sale of and the storage, use,  
6 or other consumption of the U.S. flag or the state flag. This subsection does not apply  
7 to a representation of the U.S. flag or the state flag.

8 \***-0377/P10.260\*** \***-4294/P1.242\*** **SECTION 464.** 77.54 (46m) of the statutes is  
9 amended to read:

10 77.54 (46m) The ~~gross receipts~~ sales price from the sale of and the storage, use,  
11 or other consumption of telecommunications services, if the telecommunications  
12 services are obtained by using the rights to purchase telecommunications services,  
13 including purchasing reauthorization numbers, by paying in advance and by using  
14 an access number and authorization code; and if the tax imposed under s. 77.52 or  
15 77.53 was previously paid on the sale or purchase of such rights.

16 \***-0377/P10.261\*** \***-4294/P1.243\*** **SECTION 465.** 77.54 (47) (intro.) of the  
17 statutes is amended to read:

18 77.54 (47) (intro.) The ~~gross receipts~~ sales price from the sale of and the storage,  
19 use, or other consumption of all of the following:

20 \***-0377/P10.262\*** \***-4294/P1.244\*** **SECTION 466.** 77.54 (47) (b) 1. of the statutes  
21 is amended to read:

22 77.54 (47) (b) 1. The shooting facility is required to pay the tax imposed under  
23 s. 77.52 on ~~its gross receipts~~ the sales price from charges for shooting at the facility.

24 \***-0377/P10.263\*** \***-4294/P1.245\*** **SECTION 467.** 77.54 (47) (b) 2. of the statutes  
25 is amended to read:

1           77.54 (47) (b) 2. The shooting facility is a nonprofit organization that charges  
2 for shooting at the facility, but is not required to pay the tax imposed under s. 77.52  
3 on its ~~gross receipts~~ sales price from such charges because the charges are for  
4 occasional sales, as provided under sub. (7m), or because the charges satisfy the  
5 exemption under s. 77.52 (2) (a) 2. b.

6           \***-0377/P10.264\*** \***-4294/P1.246\*** SECTION 468. 77.54 (48) (a) of the statutes  
7 is renumbered 77.585 (9) (a) and amended to read:

8           77.585 (9) (a) Subject to 2005 Wisconsin Act 479, section 17, ~~the gross receipts~~  
9 ~~from the sale of and the storage, use, or other consumption~~ a purchaser may claim  
10 as a deduction that portion of its purchase price of Internet equipment used in the  
11 broadband market for which the tax was imposed under this subchapter, if the  
12 purchaser certifies to the department of commerce, in the manner prescribed by the  
13 department of commerce, that the purchaser will, within 24 months after July 1,  
14 2007, make an investment that is reasonably calculated to increase broadband  
15 Internet availability in this state. The purchaser shall claim the deduction in the  
16 same reporting period as the purchaser paid the tax imposed under this subchapter.

17           \***-0377/P10.265\*** \***-4294/P1.247\*** SECTION 469. 77.54 (48) (b) of the statutes  
18 is renumbered 77.585 (9) (b).

19           \***-0377/P10.266\*** \***-4294/P1.248\*** SECTION 470. 77.54 (49) of the statutes is  
20 amended to read:

21           77.54 (49) The ~~gross receipts~~ sales price from the sale of and the storage, use,  
22 or other consumption of taxable services and tangible personal property or items,  
23 property, or goods under s. 77.52 (1) (b), (c), or (d), that is are physically transferred  
24 to the purchaser as a necessary part of services that are subject to the taxes imposed  
25 under s. 77.52 (2) (a) 7., 10., 11., and 20., if the seller and the purchaser of such

1 services and property, item, or good are members of the same affiliated group under  
2 section 1504 of the Internal Revenue Code and are eligible to file a single  
3 consolidated return for federal income tax purposes. For purposes of this subsection,  
4 if a seller purchases a taxable service, or item, property, or goods under s. 77.52 (1)  
5 (b), (c), or (d), or tangible personal property, as described in the this subsection, that  
6 is subsequently sold to a member of the seller's affiliated group and the sale is exempt  
7 under this subsection from the taxes imposed under this subchapter, the original  
8 purchase of the taxable service, or item, property, or goods under s. 77.52 (1) (b), (c),  
9 or (d), or tangible personal property by the seller is not considered a sale for resale  
10 or exempt under this subsection.

11 **\*-0377/P10.267\* SECTION 471.** 77.54 (50) of the statutes is created to read:

12 77.54 (50) The sales price from the sale of and the storage, use, or other  
13 consumption of specified digital goods or additional digital goods, if the sale of and  
14 the storage, use, or other consumption of such goods sold in a tangible form is exempt  
15 from taxation under this subchapter.

16 **\*-0377/P10.268\* \*-4294/P1.249\* SECTION 472.** 77.54 (51) of the statutes is  
17 created to read:

18 77.54 (51) The sales price from the sales of and the storage, use, or other  
19 consumption of products sold in a transaction that would be a bundled transaction,  
20 except that it contains taxable and nontaxable products as described in s. 77.51 (1f)  
21 (d), and except that the first person combining the products shall pay the tax imposed  
22 under this subchapter on the person's purchase price of the taxable items.

23 **\*-0377/P10.269\* \*-4294/P1.250\* SECTION 473.** 77.54 (52) of the statutes is  
24 created to read:

1           77.54 (52) The sales price from the sales of and the storage, use, or other  
2 consumption of products sold in a transaction that would be a bundled transaction,  
3 except that the transaction meets the conditions described in s. 77.51 (1f) (e).

4           \***-0377/P10.270\*** \***-4294/P1.251\*** **SECTION 474.** 77.54 (54) of the statutes is  
5 amended to read:

6           77.54 (54) The ~~gross receipts~~ sales price from the sale of and the storage, use,  
7 or other consumption of tangible personal property, and items, property, and goods  
8 under s. 77.52 (1) (b), (c), and (d), and taxable services that are sold by a home  
9 exchange service that receives moneys from the appropriation account under s.  
10 20.485 (1) (g) and is operated by the department of veterans affairs.

11           \***-0377/P10.271\*** \***-4294/P1.252\*** **SECTION 475.** 77.54 (56) of the statutes, as  
12 created by 2007 Wisconsin Act 20, is amended to read:

13           77.54 (56) (a) The ~~gross receipts~~ sales price from the sale of and the storage,  
14 use, or other consumption of a product whose power source is wind energy, direct  
15 radiant energy received from the sun, or gas generated from anaerobic digestion of  
16 animal manure and other agricultural waste, if the product produces at least 200  
17 watts of alternating current or 600 British thermal units per day, except that the  
18 exemption under this subsection does not apply to an uninterruptible power source  
19 that is designed primarily for computers.

20           (b) Except for the sale of electricity or energy that is exempt from taxation  
21 under sub. (30), the ~~gross receipts~~ sales price from the sale of and the storage, use,  
22 or other consumption of electricity or energy produced by a product described under  
23 par. (a).

24           \***-0377/P10.272\*** \***-4294/P1.253\*** **SECTION 476.** 77.55 (1) (intro.) of the  
25 statutes is amended to read:

1           77.55 (1) (intro.) There ~~are~~ is exempted from the computation of the amount  
2 of the sales tax the ~~gross receipts~~ sales price from the sale of any tangible personal  
3 property, ~~or items, property, or goods under s. 77.52 (1) (b), (c), and (d),~~ or services to:

4           \***-0377/P10.273\*** \***-4294/P1.254\*** SECTION 477. 77.55 (2) of the statutes is  
5 amended to read:

6           77.55 (2) There ~~are~~ is exempted from the computation of the amount of the sales  
7 tax the ~~gross receipts~~ sales price from sales of tangible personal property, and items,  
8 property, and goods under s. 77.52 (1) (b), (c), and (d), to a common or contract carrier,  
9 shipped by the seller via the purchasing carrier under a bill of lading whether the  
10 freight is paid in advance, or the shipment is made freight charges collect, to a point  
11 outside this state and the property, item, or good is actually transported to the  
12 out-of-state destination for use by the carrier in the conduct of its business as a  
13 carrier.

14           \***-0377/P10.274\*** \***-4294/P1.255\*** SECTION 478. 77.55 (2m) of the statutes is  
15 amended to read:

16           77.55 (2m) There ~~are~~ is exempted from the computation of the amount of sales  
17 tax the ~~gross receipts~~ sales price from sales of railroad crossties to a common or  
18 contract carrier, shipped wholly or in part by way of the purchasing carrier under a  
19 bill of lading, whether the freight is paid in advance or the shipment is made freight  
20 charges collect, to a point outside this state if the property is transported to the  
21 out-of-state destination for use by the carrier in the conduct of its business as a  
22 carrier. Interruption of the shipment for storage, drying, processing or creosoting of  
23 the railroad crossties in this state does not invalidate the exemption under this  
24 subsection.

1           \*~~-0377/P10.275~~\* \*~~-4294/P1.256~~\* **SECTION 479.** 77.55 (3) of the statutes is  
2 amended to read:

3           77.55 (3) There are is exempted from the computation of the amount of the sales  
4 tax the ~~gross receipts~~ sales price from sales of tangible personal property, and items,  
5 property, and goods under s. 77.52 (1) (b), (c), and (d), purchased for use solely outside  
6 this state and delivered to a forwarding agent, export packer, or other person  
7 engaged in the business of preparing goods for export or arranging for their  
8 exportation, and actually delivered to a port outside the continental limits of the  
9 United States prior to making any use thereof.

10          \*~~-0377/P10.276~~\* \*~~-4294/P1.257~~\* **SECTION 480.** 77.56 (1) of the statutes is  
11 amended to read:

12          77.56 (1) The storage, use or other consumption in this state of property,  
13 including items, property, and goods under s. 77.52 (1) (b), (c), and (d), the gross  
14 receipts sales price from the sale of which are is reported to the department in the  
15 measure of the sales tax, is exempted from the use tax.

16          \*~~-0377/P10.277~~\* \*~~-4294/P1.258~~\* **SECTION 481.** 77.57 of the statutes is  
17 amended to read:

18          **77.57 Liability of purchaser.** If a purchaser certifies in writing to a seller  
19 that the tangible personal property or items, property, or goods under s. 77.52 (1) (b),  
20 (c), or (d) purchased will be used in a manner or for a purpose entitling the seller to  
21 regard the ~~gross receipts~~ sales price from the sale as exempted by this subchapter  
22 from the computation of the amount of the sales tax and uses the property or items,  
23 property, or goods under s. 77.52 (1) (b), (c), or (d) in some other manner or for some  
24 other purpose, the purchaser is liable for payment of the sales tax. The tax shall be  
25 measured by the sales price of the property or items, property, or goods under s. 77.52



1 ~~(1) (b), (c), or (d) to the purchaser, but if the taxable use first occurs more than 6~~  
2 ~~months after the sale to the purchaser, the purchaser may use as the measure of the~~  
3 ~~tax either that sales price or the fair market value of the property at the time the~~  
4 ~~taxable use first occurs.~~

5 \*~~0377/P10.278~~\* \*~~4294/P1.259~~\* SECTION 482. 77.58 (3) (a) of the statutes is  
6 amended to read:

7 77.58 (3) (a) For purposes of the sales tax a return shall be filed by every seller.  
8 For purposes of the use tax a return shall be filed by every retailer engaged in  
9 business in this state and by every person purchasing tangible personal property, or  
10 items, property, or goods under s. 77.52 (1) (b), (c), or (d), or services, the storage, use,  
11 or other consumption of which is subject to the use tax, who has not paid the use tax  
12 due to a retailer required to collect the tax. If a qualified subchapter S subsidiary  
13 is not regarded as a separate entity under ch. 71, the owner of that subsidiary shall  
14 include the information for that subsidiary on the owner's return. Returns shall be  
15 signed by the person required to file the return or by a duly authorized agent but need  
16 not be verified by oath. If a single-owner entity is disregarded as a separate entity  
17 under ch. 71, the owner shall include the information from the entity on the owner's  
18 return.

19 \*~~0377/P10.279~~\* \*~~4294/P1.260~~\* SECTION 483. 77.58 (3) (b) of the statutes is  
20 amended to read:

21 77.58 (3) (b) ~~For purposes of the sales tax the return shall show the gross~~  
22 ~~receipts of the seller during the preceding reporting period. For purposes of the use~~  
23 ~~tax, in case of a return filed by a retailer, the return shall show the total sales price~~  
24 ~~of the property or taxable services sold, the storage, use or consumption of which~~  
25 ~~became subject to the use tax during the preceding reporting period. In case of a sales~~

1 ~~or use tax return filed by a purchaser, the return shall show the total sales price of~~  
2 ~~the property and taxable services purchased, the storage, use or consumption of~~  
3 ~~which became subject to the use tax during the preceding reporting period. The~~  
4 return shall also show the amount of the taxes for the period covered by the return  
5 and such other information as the department deems necessary for the proper  
6 administration of this subchapter.

7 **\*-0377/P10.280\* \*-4294/P1.261\* SECTION 484.** 77.58 (6) of the statutes is  
8 amended to read:

9 77.58 (6) For the purposes of the sales tax ~~gross receipts, the sales price from~~  
10 rentals or leases of tangible personal property or items, property, or goods under s.  
11 77.52 (1) (b), (c), or (d) shall be reported and the tax paid in accordance with such rules  
12 as the department prescribes.

13 **\*-0377/P10.281\* \*-4294/P1.262\* SECTION 485.** 77.58 (6m) of the statutes is  
14 created to read:

15 77.58 (6m) (a) The department may, in cases where it is satisfied that an undue  
16 hardship would otherwise result, permit the reporting of a sales price or purchase  
17 price on some basis other than the accrual basis.

18 (b) The entire sales price of credit transactions shall be reported in the period  
19 in which the sale is made without reduction in the amount of tax payable by the  
20 retailer by reason of the retailer's transfer at a discount of any open account, note,  
21 conditional sales contract, lease contract, or other evidence of indebtedness.

22 **\*-0377/P10.282\* \*-4294/P1.263\* SECTION 486.** 77.58 (9a) of the statutes is  
23 created to read:

24 77.58 (9a) In addition to filing a return as provided in this section, a person  
25 described under s. 77.524 (3), (4), or (5) shall provide to the department any

1 information that the department considers necessary for the administration of this  
2 subchapter, in the manner prescribed by the department, except that the  
3 department may not require that the person provide such information to the  
4 department more than once every 180 days.

5 \*-0377/P10.283\* \*-4294/P1.264\* SECTION 487. 77.585 of the statutes is  
6 created to read:

7 **77.585 Return adjustments. (1)** (a) In this subsection, "bad debt" means the  
8 portion of the sales price or purchase price that the seller has reported as taxable  
9 under this subchapter and that the seller may claim as a deduction under section 166  
10 of the Internal Revenue Code. "Bad debt" does not include financing charges or  
11 interest, sales or use taxes imposed on the sales price or purchase price, uncollectible  
12 amounts on tangible personal property or items, property, or goods under s. 77.52 (1)  
13 (b), (c), or (d) that remain in the seller's possession until the full sales price or  
14 purchase price is paid, expenses incurred in attempting to collect any debt, debts sold  
15 or assigned to 3rd parties for collection, and repossessed property or items.

16 (b) A seller may claim as a deduction on a return under s. 77.58 the amount of  
17 any bad debt that the seller writes off as uncollectible in the seller's books and records  
18 and that is eligible to be deducted as a bad debt for federal income tax purposes,  
19 regardless of whether the seller is required to file a federal income tax return. A  
20 seller who claims a deduction under this paragraph shall claim the deduction on the  
21 return under s. 77.58 that is submitted for the period in which the seller writes off  
22 the amount of the deduction as uncollectible in the seller's books and records and in  
23 which such amount is eligible to be deducted as bad debt for federal income tax  
24 purposes. If the seller subsequently collects in whole or in part any bad debt for  
25 which a deduction is claimed under this paragraph, the seller shall include the

1 amount collected in the return filed for the period in which the amount is collected  
2 and shall pay the tax with the return.

3 (c) For purposes of computing a bad debt deduction or reporting a payment  
4 received on a previously claimed bad debt, any payment made on a debt or on an  
5 account is applied first to the price of the tangible personal property, or items,  
6 property, or goods under s. 77.52 (1) (b), (c), or (d), or service sold, and the  
7 proportionate share of the sales tax on that property, or items, property, or goods  
8 under s. 77.52 (1) (b), (c), or (d), or service, and then to interest, service charges, and  
9 other charges related to the sale.

10 (d) A seller may obtain a refund of the tax collected on any bad debt amount  
11 deducted under par. (b) that exceeds the amount of the seller's taxable sales as  
12 provided under s. 77.59 (4), except that the period for making a claim as determined  
13 under s. 77.59 (4) begins on the date on which the return on which the bad debt could  
14 be claimed would have been required to be submitted to the department under s.  
15 77.58.

16 (e) If a seller is using a certified service provider, the certified service provider  
17 may claim a bad debt deduction under this subsection on the seller's behalf if the  
18 seller has not claimed and will not claim the same deduction. A certified service  
19 provider who receives a bad debt deduction under this subsection shall credit that  
20 deduction to the seller and a certified service provider who receives a refund under  
21 this subsection shall submit that refund to the seller.

22 (f) If a bad debt relates to the retail sales of tangible personal property, or items,  
23 property, or goods under s. 77.52 (1) (b), (c), or (d), or taxable services that were  
24 sourced to this state and to one or more other states, as determined under s. 77.522,  
25 the total amount of such bad debt shall be apportioned among the states to which the

1 underlying sales were sourced in a manner prescribed by the department to arrive  
2 at the amount of the deduction under par. (b).

3 (2) If a lessor of tangible personal property or items, property, or goods under  
4 s. 77.52 (1) (b), (c), or (d) has reimbursed the vendor for the sales tax on the sale of  
5 the property, items, or goods by the vendor to the lessor, the tax due from the lessor  
6 on the rental receipts may be offset by a credit equal to the tax otherwise due on the  
7 rental receipts from the property, items, or goods for the reporting period. The credit  
8 shall expire when the cumulative rental receipts equal the sales price upon which  
9 the vendor paid sales taxes to this state.

10 (3) If a purchaser of tangible personal property or items, property, or goods  
11 under s. 77.52 (1) (b), (c), or (d) has reimbursed the vendor of the property, items, or  
12 goods for the sales tax on the sale and subsequently, before making any use of the  
13 property, items, or goods other than retention, demonstration, or display while  
14 holding it for sale or rental, makes a taxable sale of the property, items, or goods the  
15 tax due on the taxable sale may be offset by the tax reimbursed.

16 (4) A seller may claim a deduction on any part of the sales price or purchase  
17 price that the seller refunds in cash or credit as a result of returned tangible personal  
18 property or items, property, or goods under s. 77.52 (1) (b), (c), or (d) or adjustments  
19 in the sales price or purchase price after the sale has been completed, if the seller has  
20 included the refunded price in a prior return made by the seller and has paid the tax  
21 on such price, and if the seller has returned to the purchaser in cash or in credit all  
22 tax previously paid by the purchaser on the amount of the refund at the time of the  
23 purchase. A deduction under this subsection shall be claimed on the return for the  
24 period in which the refund is paid.

1           (5) No reduction in the amount of tax payable by the retailer is allowable in the  
2 event that tangible personal property or items, property, or goods under s. 77.52 (1)  
3 (b), (c), or (d) sold on credit are repossessed except where the entire consideration  
4 paid by the purchaser is refunded to the purchaser or where a credit for a worthless  
5 account is allowable under sub. (1).

6           (6) A purchaser who is subject to the use tax on the storage, use, or other  
7 consumption of fuel may claim a deduction from the purchase price that is subject  
8 to the use tax for fuel taxes refunded by this state or the United States to the  
9 purchaser that is included in the purchase price of the fuel.

10          (7) For sales tax purposes, if a retailer establishes to the department's  
11 satisfaction that the sales tax has been added to the total amount of the sales price  
12 and has not been absorbed by the retailer, the total amount of the sales price shall  
13 be the amount received exclusive of the sales tax imposed.

14          (8) A sale or purchase involving transfer of ownership of tangible personal  
15 property or items, property, or goods under s. 77.52 (1) (b), (c), or (d) is completed at  
16 the time when possession is transferred by the seller or the seller's agent to the  
17 purchaser or the purchaser's agent, except that for purposes of sub. (1) a common  
18 carrier or the U.S. postal service shall be considered the agent of the seller, regardless  
19 of any f.o.b. point and regardless of the method by which freight or postage is paid.

20           \*-0377/P10.284\* \*-4294/P1.265\* SECTION 488. 77.59 (2m) of the statutes is  
21 created to read:

22           77.59 (2m) The department may audit, or may authorize others to audit, sellers  
23 and certified service providers who are registered with the department pursuant to  
24 the agreement, as defined in s. 77.65 (2) (a).

1           \***-0377/P10.285\*** \***-4294/P1.266\*** SECTION 489. 77.59 (5m) of the statutes is  
2 amended to read:

3           77.59 (5m) A seller who receives a refund under sub. (4) (a) or (b) of taxes that  
4 the seller has collected from buyers, who collects amounts as taxes erroneously from  
5 buyers, but who does not remit such amounts to the state, or who is entitled to a  
6 refund under sub. (4) (a) or (b) that is offset under sub. (5), shall submit the taxes and  
7 related interest to the buyers from whom the taxes were collected, or to the  
8 department if the seller cannot locate the buyers, within 90 days after the date of the  
9 refund, after the date of the offset, or after discovering that the seller has collected  
10 taxes erroneously from the buyers. If the seller does not submit the taxes and related  
11 interest to the department or the buyers within that period, the seller shall submit  
12 to the department any part of a refund or taxes that the seller does not submit to a  
13 buyer or to the department along with a penalty of 25% of the amount not submitted  
14 or, in the case of fraud, a penalty equal to the amount not submitted. A person who  
15 collects amounts as taxes erroneously from buyers for a real property construction  
16 activity or nontaxable service may reduce the taxes and interest that he or she is  
17 required to submit to the buyer or to the department under this subsection for that  
18 activity or service by the amount of tax and interest subsequently due and paid on  
19 the sale of or the storage, use, or other consumption of tangible personal property, or  
20 items, property, or goods under s. 77.52 (1) (b), (c), or (d) that is are used by the person  
21 in that activity or service and transferred to the buyer.

22           \***-0377/P10.286\*** \***-4294/P1.267\*** SECTION 490. 77.59 (9) of the statutes is  
23 amended to read:

24           77.59 (9) If any person fails to file a return, the department shall make an  
25 estimate of the amount of the gross receipts sales price of the person person's sales,

1 or, as the case may be, of the amount of the total ~~sales~~ purchase price of tangible  
2 ~~personal property, or items, property, or goods~~ under s. 77.52 (1) (b), (c), or (d), or  
3 taxable service sold or purchased by the person, the sale by or the storage, use, or  
4 other consumption of which in this state is subject to sales or use tax. The estimate  
5 shall be made for the period in respect to which the person failed to make a return  
6 and shall be based upon any information which is in the department's possession or  
7 may come into its possession. Upon the basis of this estimate the department shall  
8 compute and determine the amount required to be paid to the state, adding to the  
9 sum thus arrived at a penalty equal to 25% thereof. One or more such determinations  
10 may be made for one or for more than one period. When a business is discontinued  
11 a determination may be made at any time thereafter, within the periods specified in  
12 sub. (3), as to liability arising out of that business.

13 \***-0377/P10.287\*** \***-4294/P1.268\*** SECTION 491. 77.59 (9n) of the statutes is  
14 created to read:

15 77.59 (9n) (a) Notwithstanding s. 73.03 (47), and except as provided in par. (b),  
16 no seller or certified service provider is liable for tax, interest, or penalties imposed  
17 on a transaction under this subchapter if the seller or certified service provider  
18 charged and collected the incorrect amount of the sales or use tax as a result of  
19 relying on erroneous data provided in the databases under s. 73.03 (61) (e) and (f).

20 (b) Notwithstanding s. 73.03 (47), no seller or certified service provider is liable  
21 for the tax, interest, or penalties imposed on a transaction under this subchapter if  
22 the seller or certified service provider failed to collect the sales and use taxes due on  
23 an item or transaction because the seller or certified service provider relied on the  
24 certification under s. 73.03 (61) (b). This paragraph does not apply to a seller or  
25 certified service provider who has incorrectly classified an item or transaction into



1 a specific product category, unless such classification was approved by the states that  
2 are signatories to the agreement, as defined in s. 77.65 (2) (a). If the state determines  
3 that it has incorrectly classified an item or transaction, sellers and certified service  
4 providers that do not revise the classification of the item or transaction within 10  
5 days after receiving notice from the department that an item or transaction was  
6 incorrectly classified are liable for the tax, interest, or penalties imposed on the item  
7 or transaction for the incorrect classification after the 10-day period.

8 (c) A purchaser is not liable for the tax, interest, or penalties imposed on a  
9 transaction under this subchapter if the seller or certified service provider from  
10 whom the purchaser made the purchase relied on erroneous data provided in the  
11 databases under s. 73.03 (61) (e) and (f) or if the purchaser relied on erroneous data  
12 provided in the databases under s. 73.03 (61) (e) and (f). With respect to reliance on  
13 the database provided under s. 73.03 (61) (e), the relief provided under this  
14 paragraph is limited to the erroneous classification in the database of terms defined  
15 in this subchapter and specifically identified in the database as being "taxable,"  
16 "exempt," "included in sales price" or "excluded from sales price," or "included in the  
17 definition" or "excluded from the definition."

18 \***-0377/P10.288\*** \*-**4294/P1.269\*** SECTION 492. 77.59 (9p) (b) of the statutes  
19 is created to read:

20 77.59 (9p) (b) If a customer purchases a service that is not subject to 4 USC 116  
21 to 126, as amended by P.L. 106-252, tangible personal property, or items, property,  
22 or goods under s. 77.52 (1) (b), (c), or (d), and if the customer believes that the amount  
23 of the tax assessed for the sale of the service, property, items, or goods under this  
24 subchapter is erroneous, the customer may request that the seller correct the alleged  
25 error by sending a written notice to the seller. The notice shall include a description

1 of the alleged error and any other information that the seller reasonably requires to  
2 process the request. Within 60 days from the date that a seller receives a request  
3 under this paragraph, the seller shall review its records to determine the validity of  
4 the customer's claim. If the review indicates that there is no error as alleged, the  
5 seller shall explain the findings of the review in writing to the customer. If the review  
6 indicates that there is an error as alleged, the seller shall correct the error and shall  
7 refund the amount of any tax collected erroneously, along with the related interest,  
8 as a result of the error from the customer, consistent with s. 77.59 (4). A customer  
9 may take no other action against the seller, or commence any action against the  
10 seller, to correct an alleged error in the amount of the tax assessed under this  
11 subchapter on a service that is not subject to 4 USC 116 to 126, as amended by P.L.  
12 106-252, tangible personal property, or items, property, or goods under s. 77.52 (1)  
13 (b), (c), or (d) unless the customer has exhausted his or her remedies under this  
14 paragraph.

15 \***-0377/P10.289\*** \***-4294/P1.270\*** **SECTION 493.** 77.59 (9r) of the statutes is  
16 created to read:

17 77.59 (9r) With regard to a purchaser's request for a refund under this section,  
18 a seller is presumed to have reasonable business practices if the seller uses a certified  
19 service provider, a certified automated system, as defined in s. 77.524 (1) (am), or a  
20 proprietary system certified by the department to collect the taxes imposed under  
21 this subchapter and if the seller has remitted to the department all taxes collected  
22 under this subchapter, less any deductions, credits, or allowances.

23 \***-0377/P10.290\*** \***-4294/P1.271\*** **SECTION 494.** 77.60 (13) of the statutes is  
24 created to read:

1           77.60 (13) A person who uses any of the following documents in a manner that  
2 is prohibited by or inconsistent with this subchapter, or provides incorrect  
3 information to a seller or certified service provider related to the use of such  
4 documents or regarding an exemption to the taxes imposed under this subchapter,  
5 shall pay a penalty of \$250 for each invoice or bill of sale related to the prohibited or  
6 inconsistent use or incorrect information:

7           (a) An exemption certificate described under ss. 77.52 (13) and 77.53 (10).

8           (b) A direct pay permit under s. 77.52 (17m).

9           (c) An exemption certificate claiming direct mail.

10           \*~~0377/P10.291~~\* \*~~4294/P1.272~~\* SECTION 495. 77.61 (1) (b) of the statutes is  
11 amended to read:

12           77.61 (1) (b) In the case of ~~a motor vehicle~~ motor vehicles, boats, snowmobiles,  
13 recreational vehicles, as defined in s. 340.01 (48r), trailers, semitrailers, all-terrain  
14 vehicles, or aircraft purchased from a ~~licensed Wisconsin motor vehicle dealer~~  
15 retailer, the registrant shall present proof that the tax has been paid to such ~~dealer~~  
16 retailer.

17           \*~~0377/P10.292~~\* \*~~4294/P1.273~~\* SECTION 496. 77.61 (1) (c) of the statutes is  
18 amended to read:

19           77.61 (1) (c) In the case of motor vehicles, boats, snowmobiles, recreational  
20 vehicles, as defined in s. 340.01 (48r), trailers, semitrailers, all-terrain vehicles, or  
21 aircraft registered or titled, or required to be registered or titled, in this state  
22 purchased from persons who are not ~~Wisconsin boat, trailer, or semitrailer dealers,~~  
23 ~~licensed Wisconsin aircraft, motor vehicle, or recreational vehicle, as defined in s.~~  
24 ~~340.01 (48r), dealers or registered Wisconsin snowmobile or all-terrain vehicle~~  
25 ~~dealers~~ retailers, the purchaser shall file a sales tax return and pay the tax prior to

1 registering or titling the motor vehicle, boat, snowmobile, recreational vehicle, as  
2 defined in s. 340.01 (48r), semitrailer, all-terrain vehicle, or aircraft in this state.

3 **\*-0377/P10.293\* \*-4294/P1.274\* SECTION 497.** 77.61 (2) of the statutes is  
4 renumbered 77.61 (2) (intro.) and amended to read:

5 77.61 (2) (intro.) In order to protect the revenue of the state:

6 (a) Except as provided in par. (b), the department may require any person who  
7 is or will be liable to it for the tax imposed by this subchapter to place with it, before  
8 or after a permit is issued, the security, not in excess of \$15,000, that the department  
9 determines. In determining the amount of security to require under this subsection,  
10 the department may consider the person's payment of other taxes administered by  
11 the department and any other relevant facts. If any taxpayer fails or refuses to place  
12 that security, the department may refuse or revoke the permit. If any taxpayer is  
13 delinquent in the payment of the taxes imposed by this subchapter, the department  
14 may, upon 10 days' notice, recover the taxes, interest, costs and penalties from the  
15 security placed with the department by the taxpayer in the following order: costs,  
16 penalties, delinquent interest, delinquent tax. No interest may be paid or allowed  
17 by the state to any person for the deposit of security. Any security deposited under  
18 this subsection shall be returned to the taxpayer if the taxpayer has, for 24  
19 consecutive months, complied with all the requirements of this subchapter.

20 **\*-0377/P10.294\* \*-4294/P1.275\* SECTION 498.** 77.61 (2) (b) of the statutes is  
21 created to read:

22 77.61 (2) (b) A certified service provider who has contracted with a seller, and  
23 filed an application, to collect and remit sales and use taxes imposed under this  
24 subchapter on behalf of the seller shall submit a surety bond to the department to  
25 guarantee the payment of sales and use taxes, including any penalty and interest on

1 such payment. The department shall approve the form and contents of a bond  
2 submitted under this paragraph and shall determine the amount of such bond. The  
3 surety bond shall be submitted to the department within 60 days after the date on  
4 which the department notifies the certified service provider that the certified service  
5 provider is registered to collect sales and use taxes imposed under this subchapter.  
6 If the department determines, with regards to any one certified service provider, that  
7 no bond is necessary to protect the tax revenues of this state, the secretary of revenue  
8 or the secretary's designee may waive the requirements under this paragraph with  
9 regard to that certified service provider. Any bond submitted under this paragraph  
10 shall remain in force until the secretary of revenue or the secretary's designee  
11 releases the liability under the bond.

12 **\*-0377/P10.295\* \*-4294/P1.276\* SECTION 499.** 77.61 (3) of the statutes is  
13 repealed.

14 **\*-0377/P10.296\* \*-4294/P1.277\* SECTION 500.** 77.61 (3m) of the statutes is  
15 created to read:

16 77.61 (3m) A retailer shall use a straight mathematical computation to  
17 determine the amount of the tax that the retailer may collect from the retailer's  
18 customers. The retailer shall calculate the tax amount by combining the applicable  
19 tax rates under this subchapter and subch. V and multiplying the combined tax rate  
20 by the sales price or purchase price of each item or invoice, as appropriate. The  
21 retailer shall calculate the tax amount to the 3rd decimal place, disregard tax  
22 amounts of less than 0.5 cent, and consider tax amounts of at least 0.5 cent but less  
23 than 1 cent to be an additional cent. The use of a straight mathematical computation,  
24 as provided in this subsection, shall not relieve the retailer from liability for payment  
25 of the full amount of the tax levied under this subchapter.

1           **\*-0377/P10.297\* \*-4294/P1.278\* SECTION 501.** 77.61 (4) (a) of the statutes is  
2 amended to read:

3           77.61 (4) (a) Every seller and retailer and every person storing, using or  
4 otherwise consuming in this state tangible personal property, or items, property, or  
5 goods under s. 77.52 (1) (b), (c), or (d), or taxable services purchased from a retailer  
6 shall keep such records, receipts, invoices, and other pertinent papers and records,  
7 including machine-readable records, in such form as the department requires. The  
8 department may, after giving notice, require any person to keep whatever records are  
9 needed for the department to compute the sales or use taxes the person should pay.  
10 Thereafter, the department shall add to any taxes assessed on the basis of  
11 information not contained in the records required a penalty of 25% of the amount of  
12 the tax so assessed in addition to all other penalties under this chapter.

13           **\*-0377/P10.298\* \*-4294/P1.279\* SECTION 502.** 77.61 (4) (c) of the statutes is  
14 amended to read:

15           77.61 (4) (c) For reporting the sales tax and collecting and reporting the use tax  
16 imposed on the retailer under s. 77.53 (3) and the accounting connected with it,  
17 retailers, not including certified service providers that receive compensation under  
18 s. 73.03 (61) (h), may deduct 0.5% of those taxes payable or \$10 for that reporting  
19 period required under s. 77.58 (1), whichever is greater, but not more than the  
20 amount of the sales taxes or use taxes that is payable under ss. 77.52 (1) and 77.53  
21 (3) for that reporting period required under s. 77.58 (1), as administration expenses  
22 if the payment of the taxes is not delinquent. For purposes of calculating the  
23 retailer's discount under this paragraph, the taxes on retail sales reported by  
24 retailers under subch. V, including taxes collected and remitted as required under  
25 s. 77.785, shall be included if the payment of those taxes is not delinquent.

1           \***-0377/P10.299\*** \***-4294/P1.280\*** SECTION 503. 77.61 (5m) of the statutes is  
2 created to read:

3           77.61 (5m) (a) In this subsection, “personally identifiable information” means  
4 any information that identifies a person.

5           (b) A certified service provider may use personally identifiable information as  
6 necessary only for the administration of its system to perform a seller’s sales and use  
7 tax functions and shall provide consumers clear and conspicuous notice of its practice  
8 regarding such information, including what information it collects, how it collects  
9 the information, how it uses the information, how long, if at all, it retains the  
10 information, and under what circumstances it discloses the information to states  
11 participating in the agreement, as defined in 77.65 (2) (a).

12           (c) A certified service provider may collect, use, and retain personally  
13 identifiable information only to verify exemption claims, to document the correct  
14 assignment of taxing jurisdictions, to investigate fraud, and to ensure its system’s  
15 reliability.

16           (d) A certified service provider shall provide sufficient technical, physical, and  
17 administrative safeguards to protect personally identifiable information from  
18 unauthorized access and disclosure.

19           (e) For purposes of this subchapter, the state shall provide to consumers public  
20 notice of the state’s practices related to collecting, using, and retaining personally  
21 identifiable information.

22           (f) The state shall not retain personally identifiable information obtained for  
23 purposes of administering this subchapter unless the state is otherwise required to  
24 retain the information by law or as provided under the agreement, as defined in s.  
25 77.65 (2) (a).

1 (g) For purposes of this subchapter, the state shall provide an individual  
2 reasonable access to that individual's personally identifiable information and the  
3 right to correct any inaccurately recorded information.

4 (h) If any person, other than another state that is a signatory to the agreement,  
5 as defined in s. 77.65 (2) (a), or a person authorized under state law to access the  
6 information, requests access to an individual's personally identifiable information,  
7 the state shall make a reasonable and timely effort to notify the individual of the  
8 request.

9 **\*-0377/P10.300\* \*-4294/P1.281\* SECTION 504.** 77.61 (11) of the statutes is  
10 amended to read:

11 77.61 (11) Any city, village or town clerk or other official whose duty it is to issue  
12 licenses or permits to engage in a business involving the sale at retail of tangible  
13 personal property or items, property, or goods under s. 77.52 (1) (b), (c), or (d) subject  
14 to tax under this subchapter, or the furnishing of services so subject to tax, shall,  
15 before issuing such license or permit, require proof that the person to whom such  
16 license or permit is to be issued is the holder of a seller's permit as required by or is  
17 registered to collect, report, and remit use tax under this subchapter or has been  
18 informed by an employee of the department that the department will issue a seller's  
19 permit to that person or register that person to collect, report, and remit use tax.

20 **\*-0377/P10.301\* \*-4294/P1.282\* SECTION 505.** 77.61 (16) of the statutes is  
21 created to read:

22 77.61 (16) Any person who remits taxes and files returns under this subchapter  
23 may designate an agent, as defined in s. 77.524 (1) (ag), to remit such taxes and file  
24 such returns with the department in a manner prescribed by the department.



1           \***-0377/P10.302\*** \***-4294/P1.283\*** **SECTION 506.** 77.61 (17) of the statutes is  
2 created to read:

3           77.61 (17) With regard to services subject to the tax under s. 77.52 (2) or the  
4 lease, rental, or license of tangible personal property and property, items, and goods  
5 specified under s. 77.52 (1) (b), (c), and (d), an increase in the tax rate applies to the  
6 first billing period beginning on or after the rate increase's effective date and a  
7 decrease in the tax rate applies to bills that are rendered on or after the rate  
8 decrease's effective date.

9           \***-0377/P10.303\*** **SECTION 507.** 77.61 (18) of the statutes is created to read:

10          77.61 (18) The department shall notify sellers with respect to any change in  
11 the rate of the taxes imposed under this subchapter at least 30 days prior to the  
12 change's effective date and any such change shall take effect on January 1, April 1,  
13 July 1, or October 1.

14          \***-0377/P10.304\*** \***-4294/P1.284\*** **SECTION 508.** 77.63 of the statutes is  
15 repealed and recreated to read:

16          **77.63 Collection compensation.** The following persons may retain a portion  
17 of sales and use taxes collected on retail sales under this subchapter and subch. V  
18 in an amount determined by the department and by contracts that the department  
19 enters into jointly with other states as a member state of the streamlined sales tax  
20 governing board pursuant to the agreement, as defined in s. 77.65 (2) (a):

21           (1) A certified service provider.

22           (2) A seller that uses a certified automated system, as defined in s. 77.524 (1)  
23 (am).

24           (3) A seller that sells tangible personal property, or items, property, or goods  
25 under s. 77.52 (1) (b), (c), or (d), or taxable services in at least 5 states that are

1 signatories to the agreement, as defined in s. 77.65 (2) (a); that has total annual sales  
2 revenue of at least \$500,000,000; that has a proprietary system that calculates the  
3 amount of tax owed to each taxing jurisdiction in which the seller sells tangible  
4 personal property, or items, property, or goods under s. 77.52 (1) (b), (c), or (d), or  
5 taxable services; and that has entered into a performance agreement with the states  
6 that are signatories to the agreement, as defined in s. 77.65 (2) (a). For purposes of  
7 this subsection, "seller" includes an affiliated group of sellers using the same  
8 proprietary system to calculate the amount of tax owed in each taxing jurisdiction  
9 in which the sellers sell tangible personal property, or items, property, or goods under  
10 s. 77.52 (1) (b), (c), or (d), or taxable services.

11 **\*-0377/P10.305\* \*-4294/P1.285\* SECTION 509.** 77.65 (2) (a) of the statutes is  
12 amended to read:

13 77.65 (2) (a) "Agreement" means the streamlined sales and use tax agreement,  
14 including amendments to the agreement.

15 **\*-0377/P10.306\* \*-4294/P1.286\* SECTION 510.** 77.65 (2) (c) of the statutes is  
16 repealed.

17 **\*-0377/P10.307\* \*-4294/P1.287\* SECTION 511.** 77.65 (2) (e) of the statutes is  
18 amended to read:

19 77.65 (2) (e) "Seller" means any person who sells, licenses, leases, or rents  
20 tangible personal property, or items, property, or goods under s. 77.52 (1) (b), (c), or  
21 (d), or services.

22 **\*-0377/P10.308\* \*-4294/P1.288\* SECTION 512.** 77.65 (2) (f) of the statutes is  
23 amended to read:

24 77.65 (2) (f) "State" means any state of the United States and, the District of  
25 Columbia, and the Commonwealth of Puerto Rico.

1           \***-0377/P10.309\*** \***-4294/P1.289\*** **SECTION 513.** 77.65 (4) (fm) of the statutes  
2 is created to read:

3           77.65 (4) (fm) Provide that a seller who registers with the central electronic  
4 registration system under par. (f) may cancel the registration at any time, as  
5 provided under uniform procedures adopted by the governing board of the states that  
6 are signatories to the agreement, but is required to remit any Wisconsin taxes  
7 collected pursuant to the agreement to the department.

8           \***-0377/P10.310\*** \***-4294/P1.290\*** **SECTION 514.** 77.66 of the statutes is  
9 amended to read:

10           **77.66 Certification for collection of sales and use tax.** The secretary of  
11 revenue shall determine and periodically certify to the secretary of administration  
12 the names of persons, and affiliates, as defined in s. 16.70 (1b), of persons, who make  
13 sales of tangible personal property, or items, property, or goods under s. 77.52 (1) (b),  
14 (c), or (d), and taxable services that are subject to the taxes imposed under this  
15 subchapter but who are not registered to collect and remit such taxes to the  
16 department or, if registered, do not collect and remit such taxes.

17           \***-0377/P10.311\*** \***-4294/P1.291\*** **SECTION 515.** 77.67 of the statutes is created  
18 to read:

19           **77.67 Amnesty for new registrants. (1)** A seller is not liable for uncollected  
20 and unpaid taxes, including penalties and interest, imposed under this subchapter  
21 and subch. V on sales made to purchasers in this state before the seller registers  
22 under par. (a), if all of the following apply:

23           (a) The seller registers with the department, in a manner that the department  
24 prescribes, to collect and remit the taxes imposed under this subchapter and subch.

1 V on sales to purchasers in this state in accordance with the agreement, as defined  
2 in s. 77.65 (2) (a).

3 (b) The seller registers under par. (a) no later than 365 days after the effective  
4 date of this state's participation in the agreement under s. 77.65 (2) (a), as  
5 determined by the department.

6 (c) The seller was not registered to collect and remit the taxes imposed under  
7 this subchapter and subch. V during the 365 consecutive days immediately before  
8 the effective date of this state's participation in the agreement under s. 77.65 (2) (a),  
9 as determined by the department.

10 (d) The seller has not received a notice of the commencement of an audit from  
11 the department or, if the seller has received a notice of the commencement of an audit  
12 from the department, the audit has been fully resolved, including any related  
13 administrative and judicial processes, at the time that the seller registers under par.  
14 (a).

15 (e) The seller has not committed or been involved in a fraud or an intentional  
16 misrepresentation of a material fact.

17 (f) The seller collects and remits the taxes imposed under this subchapter and  
18 subch. V on sales to purchasers in this state for at least 3 consecutive years after the  
19 date on which the seller's collection obligation begins.

20 (2) Subsection (1) does not apply to taxes imposed under this subchapter and  
21 subch. V that are due from the seller for purchases made by the seller.

22 \*-0377/P10.312\* \*-4294/P1.292\* SECTION 516. 77.70 of the statutes is  
23 amended to read:

24 **77.70 Adoption by county ordinance.** Any county desiring to impose county  
25 sales and use taxes under this subchapter may do so by the adoption of an ordinance,

1 stating its purpose and referring to this subchapter. The county sales and use taxes  
2 may be imposed only for the purpose of directly reducing the property tax levy and  
3 only in their entirety as provided in this subchapter. That ordinance shall be  
4 effective on the first day of January, the first day of April, the first day of July or the  
5 first day of October. A certified copy of that ordinance shall be delivered to the  
6 secretary of revenue at least 120 days prior to its effective date. The repeal of any  
7 such ordinance shall be effective on December 31. A certified copy of a repeal  
8 ordinance shall be delivered to the secretary of revenue at least ~~60~~ 120 days before  
9 the effective date of the repeal.

10 \*~~-0377/P10.313~~\* \*~~-4294/P1.293~~\* SECTION 517. 77.705 of the statutes is  
11 amended to read:

12 **77.705 Adoption by resolution; baseball park district.** A local  
13 professional baseball park district created under subch. III of ch. 229, by resolution  
14 under s. 229.68 (15), may impose a sales tax and a use tax under this subchapter at  
15 a rate of no more than 0.1% of the ~~gross receipts or sales price or purchase price.~~  
16 Those taxes may be imposed only in their entirety. The resolution shall be effective  
17 on the first day of the first month January 1, April 1, July 1, or October 1 that begins  
18 at least ~~30~~ 120 days after the adoption of the resolution. Any moneys transferred  
19 from the appropriation account under s. 20.566 (1) (gd) to the appropriation account  
20 under s. 20.835 (4) (gb) shall be used exclusively to retire the district's debt.

21 \*~~-0377/P10.314~~\* \*~~-4294/P1.294~~\* SECTION 518. 77.706 of the statutes is  
22 amended to read:

23 **77.706 Adoption by resolution; football stadium district.** A local  
24 professional football stadium district created under subch. IV of ch. 229, by  
25 resolution under s. 229.824 (15), may impose a sales tax and a use tax under this

1 subchapter at a rate of 0.5% of the ~~gross receipts or~~ sales price or purchase price.  
2 Those taxes may be imposed only in their entirety. The imposition of the taxes under  
3 this section shall be effective on the first day of the first month January 1, April 1,  
4 July 1, or October 1 that begins at least ~~30~~ 120 days after the certification of the  
5 approval of the resolution by the electors in the district's jurisdiction under s. 229.824  
6 (15). Any moneys transferred from the appropriation account under s. 20.566 (1) (ge)  
7 to the appropriation account under s. 20.835 (4) (ge) shall be used exclusively to retire  
8 the district's debt.

9 **\*-0377/P10.315\* \*-4294/P1.295\* SECTION 519.** 77.707 (1) of the statutes is  
10 amended to read:

11 77.707 (1) Retailers and the department of revenue may not collect a tax under  
12 s. 77.705 for any local professional baseball park district created under subch. III of  
13 ch. 229 after the last day of the calendar quarter during that is at least 120 days from  
14 the date on which the local professional baseball park district board makes a  
15 certification to the department of revenue under s. 229.685 (2), except that the  
16 department of revenue may collect from retailers taxes that accrued before the day  
17 after the last day of that calendar quarter and fees, interest and penalties that relate  
18 to those taxes.

19 **\*-0377/P10.316\* \*-4294/P1.296\* SECTION 520.** 77.707 (2) of the statutes is  
20 amended to read:

21 77.707 (2) Retailers and the department of revenue may not collect a tax under  
22 s. 77.706 for any local professional football stadium district created under subch. IV  
23 of ch. 229 after the last day of the calendar quarter during that is at least 120 days  
24 from the date on which the local professional football stadium district board makes  
25 all of the certifications to the department of revenue under s. 229.825 (3), except that

1 the department of revenue may collect from retailers taxes that accrued before the  
2 day after the last day of that calendar quarter and fees, interest and penalties that  
3 relate to those taxes.

4 \*~~0377/P10.317~~\* \*~~4294/P1.297~~\* SECTION 521. 77.71 (1) of the statutes is  
5 amended to read:

6 77.71 (1) For the privilege of selling, licensing, leasing or renting tangible  
7 personal property and the items, property, and goods specified under s. 77.52 (1) (b),  
8 (c), and (d), and for the privilege of selling, licensing, performing or furnishing  
9 services a sales tax is imposed upon retailers at the rate of 0.5% in the case of a county  
10 tax or at the rate under s. 77.705 or 77.706 in the case of a special district tax of the  
11 ~~gross receipts~~ sales price from the sale, license, lease or rental of tangible personal  
12 property and the items, property, and goods specified under s. 77.52 (1) (b), (c), and  
13 (d), except property taxed under sub. (4), sold, licensed, leased or rented at retail in  
14 the county or special district or from selling, licensing, performing or furnishing  
15 services described under s. 77.52 (2) in the county or special district.

16 \*~~0377/P10.318~~\* \*~~4294/P1.298~~\* SECTION 522. 77.71 (2) of the statutes is  
17 amended to read:

18 77.71 (2) An excise tax is imposed at the rate of 0.5% in the case of a county tax  
19 or at the rate under s. 77.705 or 77.706 in the case of a special district tax of the sales  
20 purchase price upon every person storing, using or otherwise consuming in the  
21 county or special district tangible personal property, or items, property, or goods  
22 specified under s. 77.52 (1) (b), (c), or (d), or services if the tangible personal property,  
23 item, property, good, or service is subject to the state use tax under s. 77.53, except  
24 that a receipt indicating that the tax under sub. (1), (3) or (4) has been paid relieves  
25 the buyer of liability for the tax under this subsection and except that if the buyer

1 has paid a similar local tax in another state on a purchase of the same tangible  
2 personal property, item, property, good, or services that tax shall be credited against  
3 the tax under this subsection and except that for motor vehicles that are used for a  
4 purpose in addition to retention, demonstration or display while held for sale in the  
5 regular course of business by a dealer the tax under this subsection is imposed not  
6 on the sales purchase price but on the amount under s. 77.53 (1m).

7 **\*-0377/P10.319\* \*-4294/P1.299\* SECTION 523.** 77.71 (3) of the statutes is  
8 amended to read:

9 77.71 (3) An excise tax is imposed upon a contractor engaged in construction  
10 activities within the county or special district, at the rate of 0.5% in the case of a  
11 county tax or at the rate under s. 77.705 or 77.706 in the case of a special district tax  
12 of the sales purchase price of tangible personal property or items, property, or goods  
13 under s. 77.52 (1) (b), (c), or (d) that is are used in constructing, altering, repairing  
14 or improving real property and that ~~becomes~~ became a component part of real  
15 property in that county or special district, except that if the contractor has paid the  
16 sales tax of a county in the case of a county tax or of a special district in the case of  
17 a special district tax in this state on that tangible personal property, item, property,  
18 or good, or has paid a similar local sales tax in another state on a purchase of the same  
19 tangible personal property, item, property, or good, that tax shall be credited against  
20 the tax under this subsection.

21 **\*-0377/P10.320\* \*-4294/P1.300\* SECTION 524.** 77.71 (4) of the statutes is  
22 amended to read:

23 77.71 (4) An excise tax is imposed at the rate of 0.5 percent in the case of a  
24 county tax or at the rate under s. 77.705 or 77.706 in the case of a special district tax  
25 of the sales purchase price upon every person storing, using or otherwise consuming



1 a motor vehicle, boat, ~~snowmobile~~, recreational vehicle, as defined in s. 340.01 (48r),  
2 trailer, semitrailer, ~~all-terrain vehicle~~ or aircraft, if that property must be registered  
3 or titled with this state and if that property is to be customarily kept in a county that  
4 has in effect an ordinance under s. 77.70 or in a special district that has in effect a  
5 resolution under s. 77.705 or 77.706, except that if the buyer has paid a similar local  
6 sales tax in another state on a purchase of the same property that tax shall be  
7 credited against the tax under this subsection.

8 \*~~-0377/P10.321~~\* \*~~-4294/P1.301~~\* SECTION 525. 77.72 (title) of the statutes is  
9 repealed.

10 \*~~-0377/P10.322~~\* \*~~-4294/P1.302~~\* SECTION 526. 77.72 (1) of the statutes is  
11 renumbered 77.72 and amended to read:

12 **77.72 General rule for property.** For the purposes of this subchapter, all  
13 retail sales of tangible personal property ~~are completed at the time when, and the~~  
14 ~~place where, the seller or the seller's agent transfers possession to the buyer or the~~  
15 ~~buyer's agent. In this subsection, a common carrier or the U.S. postal service is the~~  
16 ~~agent of the seller, regardless of any f.o.b. point and regardless of the method by~~  
17 ~~which freight or postage is paid. Rentals and leases of property, except property~~  
18 ~~under sub. (2), have a situs at the location of that property, and items, property, and~~  
19 goods specified under s. 77.52 (1) (b), (c), and (d), and taxable services are sourced as  
20 provided in s. 77.522.

21 \*~~-0377/P10.323~~\* \*~~-4294/P1.303~~\* SECTION 527. 77.72 (2) and (3) of the  
22 statutes are repealed.

23 \*~~-0377/P10.324~~\* \*~~-4294/P1.304~~\* SECTION 528. 77.73 (2) of the statutes is  
24 amended to read:

1           77.73 (2) Counties and special districts do not have jurisdiction to impose the  
2 tax under s. 77.71 (2) in regard to items, property, and goods under s. 77.52 (1) (b),  
3 (c), and (d), and tangible personal property, except snowmobiles, trailers,  
4 semitrailers, and all-terrain vehicles, purchased in a sale that is consummated in  
5 another county or special district in this state that does not have in effect an  
6 ordinance or resolution imposing the taxes under this subchapter and later brought  
7 by the buyer into the county or special district that has imposed a tax under s. 77.71  
8 (2).

9           \*-0377/P10.325\* \*-4294/P1.305\* SECTION 529. 77.73 (3) of the statutes is  
10 created to read:

11           77.73 (3) Counties and special districts have jurisdiction to impose the taxes  
12 under this subchapter on retailers who file an application under s. 77.52 (7) or who  
13 register under s. 77.53 (9) or (9m), regardless of whether such retailers are engaged  
14 in business in the county or special district, as provided in s. 77.51 (13g). A retailer  
15 who files an application under s. 77.52 (7) or who registers under s. 77.53 (9) or (9m)  
16 shall collect, report, and remit to the department the taxes imposed under this  
17 subchapter for all counties and special districts that have an ordinance or resolution  
18 imposing the taxes under this subchapter.

19           \*-0377/P10.326\* \*-4294/P1.306\* SECTION 530. 77.75 of the statutes is  
20 amended to read:

21           **77.75 Reports.** Every person subject to county or special district sales and use  
22 taxes shall, for each reporting period, record that person's sales made in the county  
23 or special district that has imposed those taxes separately from sales made  
24 elsewhere in this state and file a report of the measure of the county or special district