



## WISCONSIN LEGISLATIVE COUNCIL AMENDMENT MEMO

**2013 Senate Bill 490**

**Senate Amendment 1**

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2013 Senate Bill 490 permits a seller and a private label lender or dual purpose lender to agree to permit the lender, to receive a sales tax refund associated with the write-off of bad debt. Under the bill, private label credit is defined as credit that may be used at a particular seller. Dual purpose credit is defined as credit co-branded with a seller that may be used as private label credit with that seller or to make purchases from others, if the private label sales may be separated from the general sales.

Senate Amendment 1 to Senate Bill 490 clarifies that an agreement on the claim of sales tax refund between a seller and a lender applies to sales when the credit transaction occurs with the seller's business or an affiliate or franchisee of the seller.

### **Bill History**

Senator Darling introduced Senate Amendment 1. On January 22, 2014, the Senate Committee on Workforce Development, Forestry, Mining, and Revenue recommended adoption of Senate Amendment 1 and passage of Senate Bill 490 on consecutive votes of Ayes, 4; Noes, 0.

SG:jal