2015 DRAFTING REQUEST

Bill

Received: 7/16/2015			Received By: jkreye				
For:	For: Howard Marklein (608) 266-		66-0703	Same as LRB:	Same as LRB:		
May Contact:				By/Representing: crystal			
Subject: Tax, Other - sales				Drafter: jkreye			
				Addl. Drafters:			
				Extra Copies:			
Request	via email: ter's email: copy (CC) to:		ein@legis.wi.go ve@legis.wisco				
Pre To	pic:						
No spec	cific pre topic giv	en					
Topic:						-	
Sales ar	nd use tax exemp	tion for certain co	onstruction activ	vities			
Instruc	etions:				······································		
See atta	ached						
Draftin	ng History:		MATERIAL				
Vers.	<u>Drafted</u>	Reviewed	Proofed	Submitted	Jacketed	Required	
/?	jkreye 7/16/2015		•				
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/1		kfollett 7/23/2015		srose 7/23/2015	srose 7/23/2015	State S&L	

<u>Vers. Drafted Reviewed Proofed Submitted Jacketed Required Tax</u>

FE Sent For:

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<END>

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Subject:	Tax, Oth	er - sales		Drafter:		
				Addl. Drafters:	Sport	
				Extra Copies:	tall	, rl
Submit via email: Requester's email: Carbon copy (CC) to: YES Sen.Marklein@legis.wia joseph.kreye@legis.wia					,0	8
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No spec	ific pre topic giv	en				
Topic:						
Sales an	d use tax exemp	tion for certain co	onstruction activ	vities		
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Vers.	Drafted	Reviewed	Proofed	Submitted	<u>Jacketed</u>	Required
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/P1		jdyer 7/17/2015	· · · · · · · · · · · · · · · · · · ·	sbasford 7/17/2015		State S&L Tax

Kreye, Joseph

From:

Coenen, Scott

Sent:

Thursday, July 16, 2015 4:09 PM

To:

Kreye, Joseph

Subject:

RE: Drafting Request: LRBb0725/1

Joe,

Just wanted to make one more note about this legislation. There was some confusion about whether or not sewer system infrastructure was included in the list of exempt work. We would like sewerage and waste water treatment facilities to be included in this. Please feel free to email or call with any questions!

Thank you,

~Scott

Scott Coenen
Office of State Senator Howard Marklein
17th Senate District
(608) 266-0703
Scott.Coenen@legis.wi.gov



From: Potts, Crystal

Sent: Monday, July 13, 2015 2:11 PM

To: Kreye, Joseph Cc: Coenen, Scott

Subject: Drafting Request: LRBb0725/1

Joe-

Senator Marklein asked that I reach out to you with a request to draft LRBb0725/1, which was originally a budget amendment, into a separate bill. This would be the language that creates a sales and use tax exemption for construction materials used in projects for municipal, school district, and non-profit entities. We would like to use the same language that is in the LRB.

Please let me know if you have any questions about this request or if there may be some issue with this language accomplishing our intent.

Thanks you,

Crystal Potts

Chief of Staff
Office of State Senator Howard Marklein
17th Senate District
608-266-0703
Crystal.Potts@legis.wi.gov



State of Misconsin 2015 - 2016 LEGISLATURE

LRB-2751/P1

JK: N

PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION

in thur 7-14

due Evroloy 7-17

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AN ACT ...; relating to: a sales and use tax exemption for building materials that

become a part of a facility for a local unit of government or nonprofit

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organization.

Analysis by the Legislative Reference Bureau

Under this bill, the sale of tangible personal property that becomes a component of a facility in this state that is owned by a county, municipality, school district or nonprofit organization is exempt from the sales tax and the use tax. The exemption applies to tangible personal property purchased by a construction contractor who transfers the property to the county, municipality, school district, or nonprofit organization as part of constructing the facility.

Eurrently.

Under current law, counties, municipalities, school districts, and nonprofit organizations are exempt from paying the sales tax and the use tax on purchases of tangible personal property. A construction contractor hired by the county, municipality, school district, or nonprofit organization may not receive the exemption for property purchased by the contractor to be used for a county, municipality, school district, or nonprofit organization construction project.

Because this bill relates to an exemption from state or local taxes, it may be referred to the Joint Survey Committee on Tax Exemptions for a report to be printed as an appendix to the bill.

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For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 77.54 (9m) of the statutes is created to read:

77.54 (9m) The sales price from the sale of and the storage, use, or other consumption of tangible personal property, or items or property under s. 77.52 (1) (b) or (c), sold to a construction contractor who, in fulfillment of a real property construction activity, transfers the tangible personal property, or items or property under s. 77.52 (1) (b) or (c), to an entity described under sub. (9a) (b) or (f), if such tangible personal property, or items or property, becomes a component of a facility in this state that is owned by the entity. In this subsection, "facility" means any building, shelter, parking lot, parking garage, athletic field, athletic park, storm sewer, water supply system, or sewerage and waste water treatment facility, but does not include a highway, street, or road.

SECTION 2. Initial applicability.

- (1) This act first applies to contracts entered into on January 1, 2016.
- 14 Section 3. Effective date.
- 15 (1) This act takes effect on January 1, 2016.

(END)

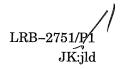


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State of Misconsin 2015 - 2016 LEGISLATURE



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Today 7-23

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Under current law, counties, municipalities, school districts, and nonprofit organizations are exempt from paying the sales tax and the use tax on purchases of tangible personal property. Currently, a construction contractor hired by the county, municipality, school district, or nonprofit organization may not receive the exemption for property purchased by the contractor to be used for a county, municipality, school district, or nonprofit organization construction project.

Because this bill relates to an exemption from state or local taxes, it may be referred to the Joint Survey Committee on Tax Exemptions for a report to be printed as an appendix to the bill.

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