

2019 DRAFTING REQUEST

Bill

For: **Administration-Budget** Drafter: **jkreye**
 By: **Quinn** Secondary Drafters:
 Date: **1/2/2019** May Contact:

Same as LRB:

Submit via email: **YES**
 Requester's email:
 Carbon copy (CC) to: **doasbostatlanguage@wisconsin.gov**
joseph.kreye@legis.wisconsin.gov

Pre Topic:

DOA:.....Quinn, BB0169 -

Topic:

Real estate transfer fee exemption limitations

Instructions:

See attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/P1	jkreye 1/2/2019	aernsttr 1/3/2019	mbarman 1/3/2019		State S&L

FE Sent For: **<END>**

Kreye, Joseph

From: Kreye, Joseph
Sent: Monday, December 31, 2018 6:56 PM
To: Cathlene Hanaman; Lunder, Erika
Subject: RE: Statutory Language Drafting Request - 2019-21

I'll take this one

From: Cathlene Hanaman [cathleneh@gmail.com]
Sent: Saturday, December 29, 2018 4:09 PM
To: Lunder, Erika; Kreye, Joseph
Subject: Fwd: Statutory Language Drafting Request - 2019-21

Sent from my iPhone

Begin forwarded message:

From: "brian.quinn@wisconsin.gov<mailto:brian.quinn@wisconsin.gov>"
<brian.quinn@wisconsin.gov<mailto:brian.quinn@wisconsin.gov>>
Date: December 29, 2018 at 1:00:44 PM MST
To: <Cathlene.Hanaman@legis.wisconsin.gov<mailto:Cathlene.Hanaman@legis.wisconsin.gov>>
Cc: <Paul2.Ziegler@wisconsin.gov<mailto:Paul2.Ziegler@wisconsin.gov>>,
<Brian.Quinn@wisconsin.gov<mailto:Brian.Quinn@wisconsin.gov>>
Subject: Statutory Language Drafting Request - 2019-21
Reply-To: <brian.quinn@wisconsin.gov<mailto:brian.quinn@wisconsin.gov>>

Biennial Budget: 2019-21

Topic: Real Estate Transfer Fee Exemption Limitations

Tracking Code: BB0169

SBO Team: TLGED

SBO Analyst: Quinn, Brian D - DOA
Phone: (608) 266-1923
E-mail: brian.quinn@wisconsin.gov<mailto:brian.quinn@wisconsin.gov>

Agency Acronym: 566

Agency Number: 566

Priority: Low

Intent:

Amend sec. 77.25(7): By a subsidiary corporation to its parent corporation for no consideration, nominal consideration or in sole consideration or cancellation, surrender or transfer of capital stock between parent and subsidiary.

Amend sec. 77.25(10): Solely in order to provide or release security for a debt or obligation, not including a conveyance of real estate.

Attachments: False

Please send completed drafts to
SBOSatlanguage@spsail.enterprise.wistate.us<mailto:SBOSatlanguage@spsail.enterprise.wistate.us>



State of Wisconsin
2019 - 2020 LEGISLATURE

LRB-1175/P1

JK:λ

che

DOA:.....Quinn, BB0169 - Real estate transfer fee exemption limitations

FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION

sa✓

1 **AN ACT ...; relating to:** the budget.

Analysis by the Legislative Reference Bureau

TAXATION

PROPERTY TAXATION

Current law provides an exemption to the real estate transfer fee for a conveyance by a subsidiary corporation to its parent for no consideration. This bill clarifies that both the subsidiary and the parent must be a corporation. The bill also modifies the real estate transfer fee exemption for a conveyance made solely in order to provide or release security for a debt or obligation so that the exemption does not apply if the debt or obligation was incurred as the result of a conveyance. ✓

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:

2 ✓ **SECTION 1.** 77.25 (7) of the statutes is amended to read:

1 77.25 (7) By a subsidiary corporation to its parent corporation for no
2 consideration, nominal consideration or in sole consideration of cancellation,
3 surrender or transfer of capital stock between parent and subsidiary corporation.

History: 1971 c. 150; 1985 a. 39; 1987 a. 27; 1991 a. 39, 202, 269; 1993 a. 112, 263, 307; 1995 a. 458; 1997 a. 140; 1999 a. 9, 162; 2001 a. 44; 2005 a. 206; 2009 a. 28; 2013 a. 66, 272; 2015 a. 295.

4 ✧ **SECTION 2.** 77.25 (10) of the statutes is amended to read:

5 77.25 (10) Solely in order to provide or release security for a debt or obligation,
6 if the debt or obligation was not incurred as the result of a conveyance.

History: 1971 c. 150; 1985 a. 39; 1987 a. 27; 1991 a. 39, 202, 269; 1993 a. 112, 263, 307; 1995 a. 458; 1997 a. 140; 1999 a. 9, 162; 2001 a. 44; 2005 a. 206; 2009 a. 28; 2013 a. 66, 272; 2015 a. 295.

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(END)



State of Wisconsin
2019 - 2020 LEGISLATURE

LRB-1175/P1
JK:ahe

DOA:.....Quinn, BB0169 - Real estate transfer fee exemption limitations
FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION

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