

**REPORT**  
**STATE OF WISCONSIN**  
**JOINT SURVEY COMMITTEE ON TAX EXEMPTIONS**  
**2023 ASSEMBLY BILL 353**

[Introduced by Representative Steffen and cosponsored by Senator Bradley]

This report relates to 2023 Assembly Bill 353, relating to creating a sales and use tax exemption for the sale of certain memberships to a real estate broker.

**GENERAL NATURE OF PROPOSAL**

The bill creates an exemption from the sales and use tax for the sale of a membership to a licensed real estate broker who, pursuant to a membership agreement, offers to compensate and cooperate with other real estate brokers in brokering sales of properties.

**LEGALITY INVOLVED**

There are no questions of legality involving the tax exemption provisions created in the bill.

**FISCAL EFFECT**

The Department of Revenue estimates that the sales and use tax exemption will result in a state revenue decrease of about **\$37,500** annually, with a decrease in county sales tax revenue of about **\$3,000** annually. However, the department indicates that the actual decrease in sales tax collections is expected to be minimal given the level of compliance by affected parties under current law.

**PUBLIC POLICY INVOLVED**

The Joint Survey Committee on Tax Exemptions finds that the tax exemption related provisions in the bill are good public policy on a vote of Ayes, 8; Noes, 0.

**02/08/24**

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