



1999 SENATE BILL 470

March 14, 2000 – Introduced by Senators DARLING and HUELSMAN, cosponsored by Representatives VRAKAS, GROTHMAN, HOVEN, MUSSER, M. LEHMAN, SYKORA, SPILLNER, GUNDERSON, STONE, URBAN, LADWIG, RYBA, HASENOHRL, MEYERHOFER and KESTELL. Referred to Joint survey committee on Tax Exemptions.

1 **AN ACT to amend** 77.54 (41) of the statutes; **relating to:** a sales tax and a use
2 tax exemption for building materials sold to a builder for a local government
3 construction project.

Analysis by the Legislative Reference Bureau

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

Under this bill, the sale of building materials to builders is exempt from the sales tax and the use tax, if the materials are used for the construction, renovation or development of property pursuant to a contract with a municipality or school district.

This bill will be referred to the joint survey committee on tax exemptions for a detailed analysis, which will be printed as an appendix to this bill.

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:

