



State of Wisconsin
2023 - 2024 LEGISLATURE

LRB-5397/1
JK:cjs

2023 SENATE BILL 845

December 26, 2023 - Introduced by Senators HUTTON, TESTIN and NASS, cosponsored by Representatives KRUG, DUCHOW, JACOBSON, MACCO, MAXEY, MURPHY, PENTERMAN, STEFFEN, SUMMERFIELD and MELOTIK. Referred to Committee on Universities and Revenue.

AUTHORS SUBJECT TO CHANGE

1 **AN ACT** *to create* 70.995 (2) (vb) and (vd), 71.07 (5n) (a) 9. d. and 71.28 (5n) (a)
2 9. d. of the statutes; **relating to:** standard industrial classification codes for
3 linen supply and industrial launderers and modifying the manufacturing and
4 agriculture tax credit.

Analysis by the Legislative Reference Bureau

Current law uses industry classifications set forth in the *Standard Industrial Classification* manual, published by the federal government, for a number of purposes, including to assess manufacturing property for property tax purposes. Taxpayers who own property assessed as manufacturing are also eligible to claim certain income tax credits and sales and use tax exemptions.

This bill adds SIC industry codes for linen supply and industrial launderers for the purpose of assessing the property of such industries as manufacturing property. The bill also modifies the definition of “qualified production property” for purposes of claiming the manufacturing and agriculture tax credit to include items that are laundered or dry cleaned and sold, leased, or rented to or exchanged with industrial, commercial, or government users.

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:

SENATE BILL 845**SECTION 1**

1 **SECTION 1.** 70.995 (2) (vb) and (vd) of the statutes are created to read:

2 70.995 (2) (vb) 7213 - Linen supply.

3 (vd) 7218 - Industrial launderers.

4 **SECTION 2.** 71.07 (5n) (a) 9. d. of the statutes is created to read:

5 71.07 (5n) (a) 9. d. The following items that are laundered or dry cleaned by
6 the claimant and sold, leased, or rented to or exchanged with industrial, commercial,
7 or government users: uniforms, gowns, and coats of the type used by doctors, nurses,
8 barbers, beauticians, and restaurant employees; table linens, bed linens, towels, and
9 similar items; work uniforms and related work clothing, such as protective flame and
10 heat resistant apparel and clean room apparel; mats and rugs; dust control items,
11 such as treated mops, rugs, mats, dust tool covers, and cloths; wiping towels; and
12 other similar items.

13 **SECTION 3.** 71.28 (5n) (a) 9. d. of the statutes is created to read:

14 71.28 (5n) (a) 9. d. The following items that are laundered or dry cleaned by
15 the claimant and sold, leased, or rented to or exchanged with industrial, commercial,
16 or government users: uniforms, gowns, and coats of the type used by doctors, nurses,
17 barbers, beauticians, and restaurant employees; table linens, bed linens, towels, and
18 similar items; work uniforms and related work clothing, such as protective flame and
19 heat resistant apparel and clean room apparel; mats and rugs; dust control items,
20 such as treated mops, rugs, mats, dust tool covers, and cloths; wiping towels; and
21 other similar items.

22 **SECTION 4. Initial applicability.**

23 (1) The treatment of s. 70.995 (2) (vb) and (vd) first applies to property tax
24 exemptions as of January 1, 2024.

