



WISCONSIN LEGISLATIVE COUNCIL AMENDMENT MEMO

2003 Assembly Bill 508

Assembly Amendment 1

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Under *current law*, a manufacturer may claim an income or franchise tax credit in an amount that is equal to the sales and use tax that the manufacturer paid on fuel and electricity used for manufacturing tangible property. If the credit exceeds the manufacturer's tax liability in a taxable year, the manufacturer may carry forward any remaining credit to the following 15 taxable years.

Under *Assembly Bill 508*, this credit may be carried forward to the following 20 taxable years.

Assembly Amendment 1 makes the following existing tax credits refundable, starting with tax year 2006:

- The development zones investment credit.
- The development zones capital investment credit.
- The development zones tax credit (environmental remediation and jobs components).
- The technology zones tax credit.

Legislative History

Assembly Bill 508, as amended by Assembly Amendment 1, was passed by the Assembly on November 12, 2003 by a vote of Ayes, 73; Noes, 23. The Senate Committee on Economic Development, Job Creation and Housing recommended concurrence in the bill on January 14, 2004 by a vote of Ayes, 4; Noes, 1.

LR:ksm