



WISCONSIN LEGISLATIVE COUNCIL ACT MEMO

2013 Wisconsin Act 145
[January 2014 Special Session
Senate Bill 1]

**Income Tax Rates and Technical
College District Revenue**

2013 Wisconsin Act 145 makes various changes relating to state taxation and revenue. Among other substantive and technical changes, the Act does all of the following:

- For purposes of the state individual income tax, reduces the rate of taxation on the bottom income tax bracket from 4.4% to 4.0%.
- Replaces the levy limit applicable to technical college districts with a revenue limit, and appropriates \$406 million in 2014-15, and an annual sum based on a calculation thereafter, to the Wisconsin Technical College System for distribution to technical college districts in lieu of revenues from property taxes.
- Allows certain tax credits to be used to offset liability under the alternative minimum tax.
- Authorizes corporate tax filers to carry forward business losses for up to 20 years.

For a more detailed description of the Act's various provisions, see the summary prepared by the Legislative Fiscal Bureau, available at the following link: http://legis.wisconsin.gov/lfb/publications/Bill-Summaries/Documents/2013-15Bills/2014_02_27%20WI%20Leg%20Jan%20SS%20AB%201%20SB%201.pdf.

Effective date: The Act takes effect on March 26, 2014.

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This memo provides a brief description of the Act. For more detailed information, consult the text of the law and related legislative documents at the Legislature's Web site at: <http://www.legis.wisconsin.gov>.