



1997 SENATE BILL 104

March 4, 1997 - Introduced by Senator CLAUSING, cosponsored by Representatives HARSDORF, RYBA and KREIBICH. Referred to Joint survey committee on Tax Exemptions.

1 **AN ACT** *to renumber* 71.05 (1) (a); and *to create* 71.05 (1) (a) 2. of the statutes;
2 **relating to:** exempting from income taxation the pension benefits of certain
3 teachers who taught in other states.

Analysis by the Legislative Reference Bureau

Under current law, the pension benefits of certain public employees are exempt from state taxation. The pensions that are exempt include payments received from the U.S. civil service retirement system, the U.S. military employe retirement system, the Milwaukee city and county retirement systems, the police officer's annuity and benefit fund of Milwaukee, the Milwaukee public school teachers' retirement fund, the Wisconsin state teachers' retirement fund and the sheriff's annuity and benefit fund of Milwaukee County. For all of these pension plans, the exemption applies only to persons who were members of or retired from the plans as of December 31, 1963.

This bill creates a similar exemption for certain public school teachers who taught in other states. Under the bill, if a teacher lived in Wisconsin on December 31, 1963, and taught at a public elementary or secondary school in another state, the pension income received by that teacher from the state in which he or she taught is exempt from taxation by this state.

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.

