



1997 SENATE BILL 511

March 19, 1998 - Introduced by Senator BURKE, cosponsored by Representative BOCK. Referred to Joint survey committee on Tax Exemptions.

1 **AN ACT to create** 71.05 (6) (b) 27. of the statutes; **relating to:** exempting from
2 income taxation certain employer-paid fringe benefits for mass transit
3 expenses.

Analysis by the Legislative Reference Bureau

This bill creates an individual income tax exemption for the cost of a public transportation pass provided by an employer to an employe, or for the money paid by an employer to an employe to purchase such a pass, if the value of the pass exceeds \$60 per month. Under current federal law, such passes, or funds to pay for such passes, provided to an employe that have a value of approximately \$60 per month or less are exempt from the income tax.

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 the bill.

For further information see the *state* 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:

4 **SECTION 1.** 71.05 (6) (b) 27. of the statutes is created to read:
5 71.05 (6) (b) 27. An amount paid by an employer to an employe for the purchase
6 of a public transportation pass, token or fare card, or the value of such a pass, token

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1 or fare card provided by an employer to an employe, if the money provided for, or the
2 value of, the pass, token or fare card exceeds \$60 per month.

3 **SECTION 2. Initial applicability.**

4 (1) This act first applies to taxable years beginning on January 1 of the year
5 in which this subsection takes effect, except that if this subsection takes effect after
6 July 31, this act first applies to taxable years beginning on January 1 of the year
7 following the year in which this subsection takes effect.

8 (END)