



State of Wisconsin  
2021 - 2022 LEGISLATURE

LRB-3442/1  
EKL:amn

## 2021 SENATE BILL 372

May 25, 2021 - Introduced by Senator LARSON, cosponsored by Representatives SHELTON, SNODGRASS, HONG, MOORE OMOKUNDE, DRAKE, BROSTOFF, NEUBAUER, HEBL, SPREITZER, ANDRACA, EMERSON, HESSELBEIN, STUBBS, BOWEN, SINICKI, CABRERA and SUBECK. Referred to Committee on Financial Institutions and Revenue.

1     **AN ACT to amend** 71.10 (4) (i); and **to create** 20.835 (2) (er) and 71.07 (8w) of the  
2             statutes; **relating to:** refundable income tax credit for bicycle purchases and  
3             making an appropriation.

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***Analysis by the Legislative Reference Bureau***

This bill creates a refundable tax credit that may be claimed by individuals who purchase bicycles for their dependents. The credit is equal to the price paid for each bicycle, limited to \$200 per dependent. The credit may be claimed only by individuals whose family income does not exceed 200 percent of the federal poverty line. Under the bill, the individual must submit with his or her tax return any documentation required by the Department of Revenue regarding the bicycle's purchase price. Because the credit is refundable, if an individual is eligible to claim an amount as a credit that exceeds his or her income tax liability, the individual receives the excess as a refund.

For further information see the state fiscal estimate, which will be printed as an appendix to this bill.

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***The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:***

4             **SECTION 1.** 20.835 (2) (er) of the statutes is created to read:

**SENATE BILL 372****SECTION 1**

1           20.835 (2) (er) *Bicycle credit*. A sum sufficient to make the payments under s.  
2           71.07 (8w).

3           **SECTION 2.** 71.07 (8w) of the statutes is created to read:

4           71.07 (8w) BICYCLE CREDIT. (a) *Definitions*. In this subsection:

5           1. "Claimant" means an individual whose family income does not exceed 200  
6           percent of the federal poverty line established under 42 USC 9902 (2) for a family the  
7           size of the individual's family and who files a claim under this subsection.

8           2. "Dependent" has the meaning given in section 152 of the Internal Revenue  
9           Code.

10           (b) *Filing claims*. Subject to the limitations provided in this subsection, for  
11           taxable years beginning after December 31, 2020, a claimant may claim as a credit  
12           against the tax imposed under s. 71.02 an amount equal to the amount paid in the  
13           taxable year to purchase a bicycle for a dependent of the claimant. If the allowable  
14           amount of the claim under this paragraph exceeds the tax otherwise due under s.  
15           71.02, the amount of the claim not used to offset the tax due shall be certified by the  
16           department of revenue to the department of administration for payment by check,  
17           share draft, or other draft drawn from the appropriation under s. 20.835 (2) (er).

18           (c) *Limitations*. 1. The maximum credit that a claimant may claim each year  
19           under this subsection is \$200 per dependent of the claimant.

20           2. A claimant shall submit with the claimant's return any documentation  
21           required by the department regarding the amount paid for each bicycle for which a  
22           credit is claimed under this subsection.

23           3. No credit may be claimed under this subsection by a part-year resident or  
24           a nonresident of this state.

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1           4. No credit may be allowed under this subsection unless it is claimed within  
2 the period specified in s. 71.75 (2).

3           5. No credit may be allowed under this subsection for a taxable year covering  
4 a period of less than 12 months, except for a taxable year closed by reason of the death  
5 of the taxpayer.

6           (d) *Administration.* Subsection (9e) (d), to the extent that it applies to the credit  
7 under that subsection, applies to the credit under this subsection.

8           **SECTION 3.** 71.10 (4) (i) of the statutes is amended to read:

9           71.10 (4) (i) The total of claim of right credit under s. 71.07 (1), farmland  
10 preservation credit under ss. 71.57 to 71.61, farmland preservation credit, 2010 and  
11 beyond under s. 71.613, homestead credit under subch. VIII, farmland tax relief  
12 credit under s. 71.07 (3m), jobs tax credit under s. 71.07 (3q), business development  
13 credit under s. 71.07 (3y), research credit under s. 71.07 (4k) (e) 2. a., veterans and  
14 surviving spouses property tax credit under s. 71.07 (6e), bicycle credit under s. 71.07  
15 (8w), enterprise zone jobs credit under s. 71.07 (3w), electronics and information  
16 technology manufacturing zone credit under s. 71.07 (3wm), earned income tax  
17 credit under s. 71.07 (9e), estimated tax payments under s. 71.09, and taxes withheld  
18 under subch. X.

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(END)