



## 2023 ASSEMBLY BILL 1023

January 29, 2024 - Introduced by Representatives BINSFELD, ALLEN, ARMSTRONG, AUGUST, BEHNKE, BORN, BRANDTJEN, DITTRICH, DONOVAN, EDMING, GOEBEN, GREEN, GUNDRUM, HURD, KATSMA, KRUG, KURTZ, MACCO, MAGNAFICI, MAXEY, MELOTIK, MOSES, MURPHY, MURSAU, NEDWESKI, O'CONNOR, OLDENBURG, PENTERMAN, PETRYK, PLUMER, RETTINGER, SCHRAA, SCHUTT, SNYDER, SPIROS, STEFFEN, TRANEL, WICHGERS, WITKE and SWEARINGEN, cosponsored by Senators QUINN, BALLWEG, BRADLEY, CABRAL-GUEVARA, FELZKOWSKI, FEYEN, JAGLER, MARKLEIN, NASS, STROEBEL, TESTIN, WANGGAARD and TOMCZYK. Referred to Joint Committee on Finance.

1     **AN ACT** *to renumber and amend* 71.07 (9g) (b); and *to create* 71.07 (9g) (b) 2.  
2             and 71.07 (9g) (c) 5. of the statutes; **relating to:** expanding the child and  
3             dependent care credit.

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### *Analysis by the Legislative Reference Bureau*

Under current law, an individual who is eligible to claim the federal child and dependent care tax credit may claim a state income tax credit equal to 50 percent of the amount the individual may claim as a federal income tax credit. However, the amount of employment-related expenses that an individual may claim to determine the amount of the federal credit is limited to \$3,000 if the individual has only one qualifying dependent, and \$6,000 if the individual has two or more qualifying dependents.

This bill increases the amount of the state credit that an individual may claim by increasing the employment-related expense limitation to \$10,000 for one qualifying dependent and \$20,000 for two or more qualifying dependents.

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.** 71.07 (9g) (b) of the statutes is renumbered 71.07 (9g) (b) 1. and  
5             amended to read:

