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CHAPTER 277

1979 Senate Bill 316

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CHAPTER 277, Laws of 1979

AN ACT to renumber 71.05 (4); and to create 71.05 (4) (b) of the statutes, relating to an adjustment to basis of partnership interest for reductions related to certain nondeductible losses in years prior to 1975.

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

SECTION 1. 71.05 (4) of the statutes is renumbered 71.05 (4) (a).

SECTION 2. 71.05 (4) (b) of the statutes is created to read:

71.05 (4) (b) Whenever a person other than a corporation sells, exchanges or otherwise disposes of an ownership interest in a partnership in a transaction in which gain or loss is recognized, an appropriate modification to federal adjusted gross income may be made in the year of disposition to reflect an increase or decrease in the basis of the partnership interest equal to any reductions or additions in such basis occurring in calendar or fiscal years prior to 1975 as a result of losses or gains relating to business or property which had a situs outside of this state under the provisions of s. 71.07 in effect for years prior to 1975.

SECTION 3. **Applicability.** This act applies to taxable year 1975 and thereafter.
