



1 approves the resolution adopted under sub. (4) (gm) or (h) 1. by a majority vote not  
2 less than 10 days nor more than 30 days after receiving the resolution.

3 **SECTION 1630f.** 66.46 (4m) (b) 2m. of the statutes is created to read:

4 66.46 (4m) (b) 2m. The requirement under subd. 2. that a vote by the board take  
5 place not less than 10 days nor more than 30 days after receiving a resolution does  
6 not apply to a resolution amending a project plan under sub. (4) (h) 1. if the resolution  
7 relates to a tax incremental district, the application for the redetermination of the  
8 tax incremental base of which was made in 1998, that is located in a village that was  
9 incorporated in 1912, has a population of at least 3,800 and is located in a county with  
10 a population of at least 108,000.

11 **SECTION 1630h.** 66.46 (5) (bf) of the statutes is created to read:

12 66.46 (5) (bf) Notwithstanding the time limits in par. (b), if the city clerk of a  
13 city that created a tax incremental district in July 1997 files with the department of  
14 revenue, not later than May 31, 1999, the forms and application that were originally  
15 due on or before December 31, 1997, the tax incremental base of the district shall be  
16 calculated by the department of revenue as if the forms and application had been  
17 filed on or before December 31, 1997, and, until the tax incremental district  
18 terminates, the department of revenue shall allocate tax increments and treat the  
19 district in all other respects as if the forms and application had been filed on or before  
20 December 31, 1997, except that the department may not certify a value increment  
21 under par. (b) before 1999.

22 **SECTION 1630he.** 66.46 (5) (c) of the statutes is amended to read:

23 66.46 (5) (c) If the city adopts an amendment to the original project plan for any  
24 district which includes additional project costs at least part of which will be incurred  
25 after the period specified in sub. (6) (am) 1., the tax incremental base for the district

1 shall be redetermined, if sub. (4) (h) 2. ~~or~~, 3. or 4. applies to the amended project plan,  
2 by adding to the tax incremental base the value of the taxable property that is added  
3 to the existing district under sub. (4) (h) 2. ~~or~~, 3. or 4. or, if sub. (4) (h) 2. ~~or~~, 3. or 4.  
4 does not apply to the amended project plan, under par. (b), as of the January 1 next  
5 preceding the effective date of the amendment if the amendment becomes effective  
6 between January 2 and September 30, as of the next subsequent January 1 if the  
7 amendment becomes effective between October 1 and December 31 and if the  
8 effective date of the amendment is January 1 of any year, the redetermination shall  
9 be made on that date. The tax incremental base as redetermined under this  
10 paragraph is effective for the purposes of this section only if it exceeds the original  
11 tax incremental base determined under par. (b).

*del. space*  
12  
13 **SECTION 1630hh.** 66.46 (5) (ce) of the statutes is amended to read:

14 66.46 (5) (ce) If the city adopts an amendment, to which sub. (4) (h) 2. ~~or~~, 3.  
15 or 4. applies, the tax incremental base for the district shall be redetermined, by  
16 adding to the tax incremental base the value of the taxable property that is added  
17 to the existing district under sub. (4) (h) 2. ~~or~~, 3. or 4., as of the January 1 next  
18 preceding the effective date of the amendment if the amendment becomes effective  
19 between January 2 and September 30, as of the next subsequent January 1 if the  
20 amendment becomes effective between October 1 and December 31 and if the  
21 effective date of the amendment is January 1 of any year, the redetermination shall  
22 be made on that date. The tax incremental base as redetermined under this  
23 paragraph is effective for the purposes of this section only if it exceeds the original  
24 tax incremental base determined under par. (b).

25 **SECTION 1630j.** 66.46 (5) (cf) of the statutes is created to read:

1           66.46 (5) (cf) If the city adopts an amendment to a plan, to which sub. (4m) (b)  
2           2m. applies, the tax incremental base for the district shall be redetermined by adding  
3           to the tax incremental base the value, as of January 1, 1998, of the taxable property  
4           that is added to the existing district under sub. (4) (h) 1.

5           **SECTION 1630k.** 66.46 (6) (a) of the statutes is amended to read:

6           66.46 (6) (a) If the joint review board approves the creation of the tax  
7           incremental district under sub. (4m), positive tax increments with respect to a tax  
8           incremental district are allocated to the city which created the district for each year  
9           commencing after the date when a project plan is adopted under sub. (4) (g). The  
10          department of revenue shall not authorize allocation of tax increments until it  
11          determines from timely evidence submitted by the city that each of the procedures  
12          and documents required under sub. (4) (d) to (f) have been completed and all related  
13          notices given in a timely manner. The department of revenue may authorize  
14          allocation of tax increments for any tax incremental district only if the city clerk and  
15          assessor annually submit to the department all required information on or before the  
16          2nd Monday in June. The facts supporting any document adopted or action taken  
17          to comply with sub. (4) (d) to (f) shall not be subject to review by the department of  
18          revenue under this paragraph. Thereafter, the department of revenue shall  
19          annually authorize allocation of the tax increment to the city that created such a  
20          district until the department of revenue receives a notice under sub. (8) and the  
21          notice has taken effect under sub. (8) (b), 27 years after the tax incremental district  
22          is created if the district is created before October 1, 1995, 38 years after the tax  
23          incremental district is created if the district is created before October 1, 1995, and  
24          the project plan is amended under sub. (4) (h) 3. or 4. or 23 years after the tax

1 incremental district is created if the district is created after September 30, 1995,  
2 whichever is sooner.

3 **SECTION 1630ke.** 66.46 (6) (am) 2. c. of the statutes is created to read:

4 66.46 (6) (am) 2. c. Expenditures for project costs for Tax Incremental District  
5 Number Six in a city with a population of at least 45,000 that is located in a county  
6 that was created in 1853 and that is adjacent to one of the Great Lakes. Such  
7 expenditures may be made no later than 13 years after the tax incremental district  
8 is created, and may be made through December 31, 2004.

9 **SECTION 1630ke.** 66.46 (6) (e) 1. b. of the statutes is amended to read:

10 66.46 (6) (e) 1. b. The Except as provided in subd. 1. c., the donor tax  
11 incremental district and the recipient tax incremental district have been created  
12 before October 1, 1995.

13 **SECTION 1630ki.** 66.46 (6) (e) 1. c. of the statutes is created to read:

14 66.46 (6) (e) 1. c. With respect to a tax incremental district that has been created  
15 by a 1st class city, the donor tax incremental district and the recipient tax  
16 incremental district have been created before October 1, 1996.

17 **SECTION 1630m.** 66.46 (6c) of the statutes is amended to read:

18 66.46 (6c) NOTIFICATION OF POSITION OPENINGS. (a) Any person who operates for  
19 profit and is paid project costs under sub. (2) (f) 1. a., d., j. and k. in connection with  
20 the project plan for a tax incremental district shall notify the department of  
21 workforce development and the ~~area private industry council under the job training~~  
22 ~~partnership act, 29 USC 1501 to 1798~~ local workforce development board established  
23 under 29 USC 2832, of any positions to be filled in the county in which the city which  
24 created the tax incremental district is located during the period commencing with  
25 the date the person first performs work on the project and ending one year after

1 receipt of its final payment of project costs. The person shall provide this notice at  
2 least 2 weeks prior to advertising the position.

3 (b) Any person who operates for profit and buys or leases property in a tax  
4 incremental district from a city for which the city incurs real property assembly costs  
5 under sub. (2) (f) 1. c. shall notify the department of workforce development and the  
6 ~~area private industry council under the job training partnership act, 29 USC 1501~~  
7 ~~to 1798~~ local workforce development board established under 29 USC 2832, of any  
8 position to be filled in the county in which the city creating the tax incremental  
9 district is located within one year after the sale or commencement of the lease. The  
10 person shall provide this notice at least 2 weeks prior to advertising the position.

11 **SECTION 1630q.** 66.46 (7) (ar) of the statutes is amended to read:

12 66.46 (7) (ar) Notwithstanding par. (am), 22 years after the last expenditure  
13 identified in the project plan is made if the district to which the plan relates is created  
14 before October 1, 1995, and the project plan is amended under sub. (4) (h) 3, or 4.

15 **SECTION 1632.** 66.462 (1) (c) of the statutes is amended to read:

16 66.462 (1) (c) "Eligible costs" means capital costs, financing costs and  
17 administrative and professional service costs, incurred or estimated to be incurred  
18 by a political subdivision, for the investigation, removal, containment or monitoring  
19 of, or the restoration of soil, air, surface water, sediments or groundwater affected by,  
20 environmental pollution, including monitoring costs incurred within 2 years after  
21 the date on which the department of natural resources certifies that environmental  
22 pollution on the property has been remediated, cancellation of delinquent taxes,  
23 property acquisition costs, demolition costs including asbestos removal, and  
24 removing and disposing of underground storage tanks or abandoned containers, as  
25 defined in s. 292.41 (1), except that for any parcel of land "eligible costs" shall be

1 reduced by any amounts received from persons responsible for the discharge, as  
2 defined in s. 292.01 (3), of a hazardous substance on the property to pay for the costs  
3 of remediating environmental pollution on the property, by any amounts received,  
4 or reasonably expected by the political subdivision to be received, from a local, state  
5 or federal program for the remediation of contamination in the district that do not  
6 require reimbursement or repayment and by the amount of net gain from the sale  
7 of the property by the political subdivision. "Eligible costs" associated with  
8 groundwater affected by environmental pollution include investigation and  
9 remediation costs for groundwater that is located in, and extends beyond, the  
10 property that is being remediated.

11 SECTION 1634a. 66.462 (2) of the statutes is amended to read:

12 66.462 (2) USE OF ENVIRONMENTAL REMEDIATION TAX INCREMENTS. A political  
13 subdivision that develops, and whose governing body approves, a written proposal  
14 to remediate environmental pollution ~~on property owned by the political subdivision~~  
15 may use an environmental remediation tax increment to pay the eligible costs of  
16 remediating environmental pollution on contiguous parcels of property that is are  
17 located within the political subdivision and that are not part of a tax incremental  
18 district created under s. 66.46 and that is owned by the political subdivision at the  
19 time of the remediation and then transferred to another person after the property is  
20 remediated, as provided in this section, except that a political subdivision may use  
21 an environmental remediation tax increment to pay the cost of remediating  
22 environmental pollution of groundwater without regard to whether the property  
23 above the groundwater is owned by the political subdivision. No political  
24 subdivision may submit an application to the department under sub. (4) until the  
*delete extra underscore*

1 joint review board approves the political subdivision's written proposal under sub.  
2 (3).

3 **SECTION 1634c.** 66.462 (2) (b) of the statutes is created to read:

4 66.462 (2) (b) No expenditure for an eligible cost may be made by a political  
5 subdivision later than 15 years after the environmental remediation tax incremental  
6 base is certified by the department under sub. (4).

7 **SECTION 1635.** 66.462 (3) (a) of the statutes is amended to read:

8 66.462 (3) (a) Any political subdivision that seeks to use an environmental  
9 remediation tax increment under sub. (2) shall convene a joint review board to review  
10 the proposal. The board shall consist of one representative chosen by the school  
11 district that has power to levy taxes on the property that is remediated, one  
12 representative chosen by the technical college district that has power to levy taxes  
13 on the property, one representative chosen by the county that has power to levy taxes  
14 on the property that is remediated, one representative chosen by the political  
15 subdivision city, village or town that has power to levy taxes on the property that is  
16 remediated and one public member. If more than one city, village or town, more than  
17 one school district, more than one technical college district or more than one county  
18 has the power to levy taxes on the property that is remediated, the unit in which is  
19 located property that has the greatest value shall choose that representative to the  
20 board. The public member and the board's chairperson shall be selected by a majority  
21 of the other board members at the board's first meeting. All board members shall be  
22 appointed and the first board meeting held within 14 days after the political  
23 subdivision's governing body approves the written proposal under sub. (2).  
24 Additional meetings of the board shall be held upon the call of any member. The  
25 political subdivision that seeks to act under sub. (2) shall provide administrative

1 support for the board. By majority vote, the board may disband following approval  
2 or rejection of the proposal.

3 **SECTION 1636.** 66.462 (4) (a) of the statutes is amended to read:

4 66.462 (4) (a) The political subdivision submits a statement that it has incurred  
5 some eligible costs, and includes with the statement a detailed proposed remedial  
6 action plan approved by the department of natural resources that contains cost  
7 estimates for anticipated eligible costs and a schedule for the design, implementation  
8 and construction that is needed to complete the remediation, with respect to the  
9 parcel or contiguous parcels of property and the statement details the purpose and  
10 amount of the expenditures already made and includes a dated certificate issued by  
11 the department of natural resources that certifies that ~~environmental pollution on~~  
12 ~~the parcel of property has been remediated~~ the department of natural resources has  
13 approved the site investigation report that relates to the parcel or contiguous parcels  
14 in accordance with rules promulgated by the department of natural resources.

15 **SECTION 1636e.** 66.462 (4) (c) of the statutes is amended to read:

16 66.462 (4) (c) The political subdivision submits a statement, signed by its chief  
17 executive officer, that the political subdivision has attempted to recover the cost of  
18 remediating environmental pollution on the property from ~~responsible parties~~ the  
19 person who caused the environmental pollution.

20 **SECTION 1636s.** 66.462 (7) (a) of the statutes is amended to read:

21 66.462 (7) (a) Subject to pars. (b) ~~and~~, (c) ~~and~~ (d), the department shall annually  
22 authorize the positive environmental remediation tax increment with respect to a  
23 parcel of property during the period of certification to the political subdivision that  
24 incurred the costs to remediate environmental pollution on the property, except that



1 an authorization granted under this paragraph does not apply after the department  
2 receives the notice described under sub. (10) (b).

3 **SECTION 1636u.** 66.462 (7) (d) of the statutes is created to read:

4 66.462 (7) (d) 1. The department may not authorize a positive environmental  
5 remediation tax increment under par. (a) to pay otherwise eligible costs that are  
6 incurred by the political subdivision after the department of natural resources  
7 certifies to the department of revenue that environmental pollution on the parcel of  
8 property has been remediated unless the costs are associated with activities, as  
9 determined by the department of natural resources, that are necessary to close the  
10 site described in the site investigation report.

11 2. The department of natural resources shall certify to the department of  
12 revenue the completion of the remediation of environmental pollution at the site  
13 described in the site investigation report.

14 **SECTION 1637t.** 66.521 (6m) of the statutes is amended to read:

15 66.521 (6m) NOTIFICATION OF POSITION OPENINGS. A municipality may not enter  
16 into a revenue agreement with any person who operates for profit unless that person  
17 has agreed to notify the department of workforce development and the ~~area private~~  
18 ~~industry council under the job training partnership act, 29 USC 1501 to 1798~~ local  
19 workforce development board established under 29 USC 2832, of any position to be  
20 filled in that municipality within one year after issuance of the revenue bonds. The  
21 person shall provide this notice at least 2 weeks before advertising the position. The  
22 notice required by this subsection does not affect the offer of employment  
23 requirements of sub. (4s).

*del pages*

24

25

1           **SECTION 1638m.** 66.75 (1m) (f) 3. of the statutes is amended to read:

2           66.75 (1m) (f) 3. From the appropriation under s. 20.835 (4) (gg), the  
3 department of revenue shall distribute ~~97%~~ 97.45% of the taxes collected under this  
4 paragraph for each district to that district, no later than the end of the month  
5 following the end of the calendar quarter in which the amounts were collected. The  
6 taxes distributed shall be increased or decreased to reflect subsequent refunds, audit  
7 adjustments and all other adjustments. Interest paid on refunds of the tax under  
8 this paragraph shall be paid from the appropriation under s. 20.835 (4) (gg) at the  
9 rate under s. 77.60 (1) (a). Any district that receives a report along with a payment  
10 under this subdivision or subd. 2. is subject to the duties of confidentiality to which  
11 the department of revenue is subject under s. 77.61 (5).

12           **SECTION 1640m.** 66.94 (9m) of the statutes is created to read:

13           66.94 (9m) **LIMIT ON CONTRACTING FOR LIGHT RAIL.** Notwithstanding any other  
14 provision of this section, no authority may enter into a contract for any purpose  
15 related to a light rail mass transit system if the cost of any of the contracted items  
16 would be paid for by, or reimbursed with, federal funds received under P.L. 102–240,  
17 section 1045, or P.L. 105–277, section 373, or any funds received from the state. This  
18 subsection does not apply to any light rail mass transit system that is being  
19 constructed on the effective date of this subsection .... [revisor inserts date]. This  
20 subsection does not apply to any funds expended or activity related to a mass transit  
21 system that is done under the memorandum of agreement concerning USH 12  
22 between Middleton and Lake Delton, Wisconsin, that was executed by the governor,  
23 the secretary of transportation, the secretary of natural resources, the county  
24 executive of Dane County, the administrative coordinator of Sauk County, and

1 others, and that became effective on April 22, 1999. This subsection does not apply  
2 after June 30, 2001.

3 **SECTION 1641m.** 66.904 (2) (a) of the statutes is amended to read:

4 66.904 (2) (a) Except for a contract awarded under pars. (f) to (j) and except as  
5 provided in par. (b), all work done and all purchases of supplies and materials by the  
6 commission shall be by contract awarded to the lowest responsible bidder complying  
7 with the invitation to bid, if the work or purchase involves an expenditure of \$7,500  
8 \$20,000 or more. If the commission decides to proceed with construction of any sewer  
9 after plans and specifications for the sewer are completed and approved by the  
10 commission and by the department of natural resources under ch. 281, the  
11 commission shall advertise by a class 2 notice under ch. 985 for construction bids.  
12 All contracts and the awarding of contracts are subject to s. 66.29, except for a  
13 contract awarded under pars. (f) to (j).

14 **SECTION 1641no.** 66.904 (2) (e) of the statutes is amended to read:

15 66.904 (2) (e) Paragraphs (a) to (d) do not apply to contracts awarded under s.  
16 66.905. Paragraphs (f) to (j) do apply to contracts awarded under s. 66.905.

17 **SECTION 1641q.** 66.904 (2) (f) to (j) of the statutes are created to read:

18 66.904 (2) (f) In this subsection, “design–build construction process” means a  
19 procurement process under which the engineering, design and construction services  
20 are provided by a single entity under a process described under par. (g).

21 (g) If the commission wishes to construct a public work under par. (j) using the  
22 design–build construction process, the commission shall use a selection process that  
23 contains the following procedures:

24 1. The commission shall issue a request for proposals from design–build teams  
25 by publishing a class 1 notice under ch. 985. The notice shall include a project

1 statement that describes the space needs and design goals for the project, detailed  
2 submission requirements, selection procedures, site information, an outline of  
3 specifications for the project, a budget for the project, a project schedule, the  
4 composition of the selection panel, the approximate amount of the bond that the  
5 commission will require under par. (h) and whether the commission will offer a  
6 stipend to unsuccessful design-build teams and, if so, the amount of the stipend.

7 2. Following receipt of the proposals, the commission shall select 5 or less  
8 design-build teams to participate in the final stage of the selection process. The  
9 selection of teams under this subdivision shall be based on factors that include the  
10 background, experience and qualifications of the members of the teams; the financial  
11 strength and surety capacity of the teams; the quality of the initial proposal; and the  
12 past performance and current workload of the teams. The commission selection  
13 panel that selects the teams under this subdivision for the final selection process  
14 under subd. 3. may include design and construction professionals who work for the  
15 commission or are hired by the commission to assist in the selection, commissioners  
16 and representatives from the unit of the commission that will use the facility that is  
17 to be constructed under the selection process described in this paragraph.

18 3. The commission shall make a final selection from among the teams selected  
19 under subd. 2. if the commission determines that at least one of the teams selected  
20 as a finalist under subd. 2. will be able to construct the public work in a way that is  
21 satisfactory to the commission. The final selection shall be made following  
22 interviews and presentations from the finalists, based on criteria that are published  
23 as a class 1 notice under ch. 985. The notice shall state the weight that is given to  
24 each criterion. The criteria to be used in making a final selection under this  
25 subdivision may include the quality of the proposed design, the construction

1 approach to be used to complete the project, the extent to which a proposal  
2 demonstrates compliance with the project statement described under subd. 1., the  
3 proposed management plan for the project, the estimated cost of the project and a  
4 guaranteed maximum price for the project.

5 (h) If the commission selects a design-build team under par. (g) 3. and enters  
6 into a contract for the construction of the project, the design-build team shall obtain  
7 bonding, in an amount specified by the commission, to guarantee completion of the  
8 project according to the terms of the contract.

9 (i) 1. In this paragraph:

10 a. "Minority business" has the meaning given in s. 560.036 (1) (e).

11 b. "Minority group member" has the meaning given in s. 560.036 (1) (f).

12 c. "Women's business" means a sole proprietorship, partnership, joint venture  
13 or corporation that is at least 51% owned, controlled and actively managed by  
14 women.

15 2. The commission shall ensure that, for construction work and professional  
16 services contracts that relate to a public work under par. (j) for which the  
17 design-build construction process is used, a person who is awarded such a contract  
18 by the commission shall agree, as a condition to receiving the contract, that his or her  
19 goal shall be to ensure that at least 25% of the employees hired because of the contract  
20 will be minority group members and at least 5% of the employees hired because of the  
21 contract will be women.

22 3. It shall be a goal of the commission to ensure that at least 25% of the  
23 aggregate dollar value of all contracts awarded by the commission in the following  
24 areas shall be awarded to minority businesses and at least 5% of the aggregate dollar

1 value of all contracts awarded by the commission in the following areas shall be  
2 awarded to women's businesses:

3 a. Construction contracts that relate to a public work under par. (j) for which  
4 the design-build construction process is used.

5 b. Professional services contracts that relate to a public work under par. (j) for  
6 which the design-build construction process is used.

7 4. It shall be a goal of the commission, with regard to each of the contracts  
8 described under subd. 3. a. and b., to award at least 25% of the dollar value of such  
9 contracts to minority businesses and at least 5% of the dollar value of such contracts  
10 to women's businesses.

11 5. a. The commission shall hire an independent person to monitor the  
12 commission's compliance with minority contracting goals under subds. 2., 3. and 4.  
13 The person hired shall have previous experience working with minority group  
14 members. The commission shall develop a mechanism to receive regular reports  
15 from the person hired with respect to the results of the person's studies of compliance  
16 with minority contracting goals.

17 b. If the commission or a contractor is unable to meet the goals under subd. 2.,  
18 3. or 4., the person hired under subd. 5. a. shall assess whether the commission or  
19 contractor made a good faith effort to reach the goals. In determining whether a good  
20 faith effort was made to meet the goals, the person hired shall consider all of the  
21 factors listed in subd. 6.

22 6. The factors to be considered under subd. 5. b. are:

23 a. The supply of eligible minority businesses and women's businesses that have  
24 the financial capacity, technical capacity and previous experience in the areas in  
25 which contracts were awarded.

1           b. The competing demands for the services provided by eligible minority  
2 businesses and women’s businesses, as described in subd. 6. a., in areas in which  
3 contracts were awarded.

4           c. The extent to which the commission or contractors advertised for and  
5 aggressively solicited bids from eligible minority businesses and women’s  
6 businesses, as described in subd. 6. a., and the extent to which eligible minority  
7 businesses and women’s businesses submitted bids.

8           (j) Any contract for public construction under sub. (1), for any of the following  
9 projects, may be let using the design–build construction process:

10           1. Central metropolitan interceptor sewer projects.

11           2. Any projects that are required to implement the department of natural  
12 resources–approved 2010 facility plan.

13           3. Watercourse flood control projects for any of the following:

14           a. Menomonee River.

15           b. Root River.

16           c. Kinnickinnic River.

17           d. Lincoln Creek.

18           **SECTION 1644.** 66.945 (8) (a) of the statutes is amended to read:

19           66.945 (8) (a) The regional planning commission may conduct all types of  
20 research studies, collect and analyze data, prepare maps, charts and tables, and  
21 conduct all necessary studies for the accomplishment of its other duties; it may,  
22 consistent with the elements specified in s. 66.0295, make plans for the physical,  
23 social and economic development of the region, and may, consistent with the  
24 elements specified in s. 66.0295, adopt by resolution any plan or the portion of any  
25 plan so prepared as its official recommendation for the development of the region; it

1 may publicize and advertise its purposes, objectives and findings, and may distribute  
2 reports thereon; it may provide advisory services on regional planning problems to  
3 the local government units within the region and to other public and private agencies  
4 in matters relative to its functions and objectives, and may act as a coordinating  
5 agency for programs and activities of such local units and agencies as they relate to  
6 its objectives. All public officials shall, upon request, furnish to the regional planning  
7 commission, within a reasonable time, such available information as it requires for  
8 its work. In general, the regional planning commission shall have all powers  
9 necessary to enable it to perform its functions and promote regional planning. The  
10 functions of the regional planning commission shall be solely advisory to the local  
11 governments and local government officials comprising the region.

12 **SECTION 1645.** 66.945 (9) of the statutes is amended to read:

13 66.945 (9) PREPARATION OF MASTER PLAN FOR REGION. The regional planning  
14 commission shall have the function and duty of making and adopting a master plan  
15 for the physical development of the region. The master plan, with the accompanying  
16 maps, plats, charts, programs and descriptive and explanatory matter, shall show  
17 the commission's recommendations for such physical development and ~~may include,~~  
18 ~~among other things without limitation because of enumeration, the general location,~~  
19 ~~character and extent of main traffic arteries, bridges and viaducts; public places and~~  
20 ~~areas; parks; parkways; recreational areas; sites for public buildings and structures;~~  
21 ~~airports; waterways; routes for public transit; and the general location and extent~~  
22 ~~of main and interceptor sewers, water conduits and other public utilities whether~~  
23 ~~privately or publicly owned; areas for industrial, commercial, residential,~~  
24 ~~agricultural or recreational development~~ shall contain at least the elements



1 described in s. 66.0295. The regional planning commission may amend, extend or  
2 add to the master plan or carry any part or subject matter into greater detail.

3 **SECTION 1646.** 66.945 (10) of the statutes is amended to read:

4 66.945 (10) ADOPTION OF MASTER PLAN FOR REGION. The master plan shall be  
5 made with the general purpose of guiding and accomplishing a coordinated, adjusted  
6 and harmonious development of the region which will, in accordance with existing  
7 and future needs, best promote public health, safety, morals, order, convenience,  
8 prosperity or the general welfare, as well as efficiency and economy in the process  
9 of development. The regional planning commission may adopt the master plan as  
10 a whole by a single resolution, or, as the work of making the whole master plan  
11 progresses, may by resolution adopt a part or parts thereof, any such part to  
12 correspond generally with one or more of the ~~functional subdivisions of the subject~~  
13 ~~matter of the plan~~ elements specified in s. 66.0295. The resolution shall refer  
14 expressly to the maps, plats, charts, programs and descriptive and explanatory  
15 matter, and other matters intended by the regional planning commission to form the  
16 whole or any part of the plan, and the action taken shall be recorded on the adopted  
17 plan or part thereof by the identifying signature of the chairperson of the regional  
18 planning commission and a copy of the plan or part thereof shall be certified to the  
19 legislative bodies of the local governmental units within the region. The purpose and  
20 effect of adoption of the master plan shall be solely to aid the regional planning  
21 commission and the local governments and local government officials comprising the  
22 region in the performance of their functions and duties.

23 **SECTION 1647.** 67.04 (5) (b) 2. of the statutes is repealed.

24 **SECTION 1647c.** 67.04 (5) (b) 4. of the statutes is created to read:

1           67.04 (5) (b) 4. To pay unfunded prior service liability contributions under the  
2 Wisconsin retirement system if all of the proceeds of the note will be used to pay for  
3 such contributions.

4           **SECTION 1648g.** 67.05 (6m) (intro.) of the statutes is amended to read:

5           67.05 (6m) HEARING AND REFERENDUM IN TECHNICAL COLLEGE DISTRICTS. (intro.)

6 ~~Prior~~ Unless sub. (7) (k) applies, prior to the adoption of an initial resolution under  
7 sub. (1), the technical college district board shall adopt a resolution stating its  
8 intention to borrow money for the purposes specified in s. 38.16 (2) and setting a date,  
9 time and place for a public hearing on the resolution adopted under this subsection  
10 which shall be held within 30 days after its adoption. The technical college district  
11 secretary immediately shall publish a copy of the resolution adopted under this  
12 subsection as a class 1 notice, under ch. 985.

13           **SECTION 1648m.** 67.05 (7) (k) of the statutes is created to read:

14           67.05 (7) (k) Subsection (6m) does not apply to an initial resolution adopted by  
15 a technical college district board to purchase or construct a facility to be used as an  
16 applied technology center to which s. 38.15 (3) (c) applies.

17           **SECTION 1649.** 67.12 (12) (a) of the statutes is amended to read:

18           67.12 (12) (a) Any municipality may issue promissory notes as evidence of  
19 indebtedness for any public purpose, as defined in s. 67.04 (1) (b), including but not  
20 limited to paying any general and current municipal expense, and refunding any  
21 municipal obligations, including interest on them. Each note, plus interest if any,  
22 shall be repaid within 10 years after the original date of the note, except that notes  
23 issued under this section for purposes of ss. 145.245 (12m), 281.58 and, 281.59,  
24 281.595, 281.60 and 281.61, or to raise funds to pay a portion of the capital costs of

1 a metropolitan sewerage district, shall be repaid within 20 years after the original  
2 date of the note.

3 **SECTION 1649m.** 67.12 (12) (k) of the statutes is created to read:

4 67.12 (12) (k) Paragraph (e) 5. does not apply to borrowing by a technical college  
5 district board to purchase or construct a facility to be used as an applied technology  
6 center if s. 38.15 (3) (c) applies.

7 **SECTION 1649r.** 69.22 (1) (c) of the statutes is amended to read:

8 69.22 (1) (c) Twelve ~~Fourteen~~ dollars for issuing a copy of a birth certificate,  
9 \$1.40 of which shall be forwarded to the state treasurer as provided in sub. (1m) and  
10 credited to the appropriation under s. 20.435 (5) (jk) and \$7 of which shall be  
11 forwarded to the state treasurer as provided in sub. (1m) and credited to the  
12 appropriations under s. 20.433 (1) (g) and (h).

13 **SECTION 1649s.** 69.22 (1) (c) of the statutes, as affected by 1999 Wisconsin Act  
14 .... (this act), is repealed and recreated to read:

15 69.22 (1) (c) Twelve dollars for issuing a copy of a birth certificate, \$7 of which  
16 shall be forwarded to the state treasurer as provided in sub. (1m) and credited to the  
17 appropriations under s. 20.433 (1) (g) and (h).

18 **SECTION 1650.** 69.30 (1) (am) of the statutes is created to read:

19 69.30 (1) (am) "Family care district" has the meaning given in s. 46.2805 (5).

20 **SECTION 1651.** 69.30 (2) of the statutes is amended to read:

21 69.30 (2) A financial institution, state agency, county department, Wisconsin  
22 works agency ~~or~~, service office or family care district or an employe of a financial  
23 institution, state agency, county department, Wisconsin works agency ~~or~~, service  
24 office or family care district is not subject to s. 69.24 (1) (a) for copying a certified copy  
25 of a vital record for use by the financial institution, state agency, county department,

1 Wisconsin works agency or, service office or family care district, including use under  
2 s. 45.36 (4m), if the copy is marked "FOR ADMINISTRATIVE USE".

3 **SECTION 1652.** 70.11 (2) of the statutes is amended to read:

4 **70.11 (2) MUNICIPAL PROPERTY AND PROPERTY OF CERTAIN DISTRICTS, EXCEPTION.**  
5 Property owned by any county, city, village, town, school district, technical college  
6 district, public inland lake protection and rehabilitation district, metropolitan  
7 sewerage district, municipal water district created under s. 198.22, joint local water  
8 authority created under s. 66.0735, family care district under s. 46.2895 or town  
9 sanitary district; lands belonging to cities of any other state used for public parks;  
10 land tax-deeded to any county or city before January 2; but any residence located  
11 upon property owned by the county for park purposes which is rented out by the  
12 county for a nonpark purpose shall not be exempt from taxation. Except as to land  
13 acquired under s. 59.84 (2) (d), this exemption shall not apply to land conveyed after  
14 August 17, 1961, to any such governmental unit or for its benefit while the grantor  
15 or others for his or her benefit are permitted to occupy the land or part thereof in  
16 consideration for the conveyance. Leasing the property exempt under this  
17 subsection, regardless of the lessee and the use of the leasehold income, does not  
18 render that property taxable.

19 **SECTION 1653.** 70.11 (35) of the statutes is amended to read:

20 **70.11 (35) CULTURAL AND ARCHITECTURAL LANDMARKS.** Property described in s.  
21 234.935 (1), 1997 stats.

22 **SECTION 1653d.** 70.111 (3) of the statutes is amended to read:

23 **70.111 (3) BOATS.** Watercraft employed regularly in interstate traffic.  
24 ~~Watercraft, watercraft~~ laid up for repairs. ~~All, all~~ pleasure watercraft used for  
25 recreational purposes. ~~Commercial, commercial~~ fishing boats. ~~Charter and~~

1 equipment that is used by commercial fishing boats, charter sailboats and charter  
2 boats, other than sailboats, that are used for tours.

3 **SECTION 1653d.** 70.111 (24) of the statutes is created to read:

4 70.111 (24) MOTION PICTURE THEATER EQUIPMENT. Projection equipment, sound  
5 systems and projection screens that are owned and used by a motion picture theater.

6 **SECTION 1653f.** 70.111 (25) of the statutes is created to read:

7 70.111 (25) DIGITAL BROADCASTING EQUIPMENT. Digital broadcasting equipment  
8 owned and used by a radio station or a television station, except that this subsection  
9 does not apply to digital broadcasting equipment that is owned and used by a cable  
10 television system, as defined in s. 66.082 (2) (d).

11 **SECTION 1653b.** 70.11 (39) of the statutes is amended to read:

12 70.11 (39) COMPUTERS. If the owner of the property fulfills the requirements  
13 under s. 70.35, mainframe computers, minicomputers, personal computers,  
14 networked personal computers, servers, terminals, monitors, disk drives, electronic  
15 peripheral equipment, tape drives, printers, basic operational programs, systems  
16 software, prewritten software and custom software. The exemption under this  
17 subsection does not apply to automatic teller machines, fax machines, copiers,  
18 equipment with embedded computerized components or telephone systems,  
19 including equipment that is used to provide telecommunications services, as defined  
20 in s. 76.80 (3).

21 **SECTION 1655m.** 70.32 (1g) of the statutes is amended to read:

22 70.32 (1g) In addition to the factors set out in sub. (1), the assessor shall  
23 consider the effect on the value of the property of any zoning ordinance under s.  
24 59.692, 61.351 or 62.231, any conservation easement under s. 700.40, any  
25 conservation restriction under an agreement with the federal government and any

1 restrictions under ch. 91. Beginning with the property tax assessments as of  
2 January 1, 2000, the assessor may not consider the effect on the value of the property  
3 of any federal income tax credit that is extended to the property owner under section  
4 42 of the Internal Revenue Code.

5 **SECTION 1660m.** 70.58 of the statutes is amended to read:

6 **70.58 Forestation state tax.** There is levied an annual tax of two-tenths of  
7 one mill for each dollar of the assessed valuation of the property of the state as  
8 determined by the department of revenue under s. 70.57, for the purpose of  
9 acquiring, preserving and developing the forests of the state and for the purpose of  
10 forest crop law and county forest law administration and aid payments, for grants  
11 to forestry cooperatives under s. 36.56, and for the acquisition, purchase and  
12 development of forests described under s. 25.29 (7) (a) and (b), the proceeds of the tax  
13 to be paid into the conservation fund. The tax shall not be levied in any year in which  
14 general funds are appropriated for the purposes specified in this section, equal to or  
15 in excess of the amount which the tax would produce.

16 **SECTION 1655L.** 70.32 (2) (c) 1. of the statutes is amended to read:

17 70.32 (2) (c) 1. "Agricultural land" means land, exclusive of buildings and  
18 improvements, that is devoted primarily to agricultural use, as defined by rule,  
19 except that "agricultural land" does not include land that generated less than \$2,000  
20 in gross farm profits resulting from agricultural use as defined under s. 91.01 (1) in  
21 the preceding year.

22 **SECTION 1655p.** 70.337 (5) of the statutes is amended to read:

23 70.337 (5) Each person that is required to file a report under sub. (1) shall pay  
24 a reasonable fee that is sufficient to defray the costs to the taxation district of  
25 distributing and reviewing the forms under sub. (1) and of preparing the form for the

1 department of revenue under sub. (2). The amount of the fee shall be established by  
2 the governing body of the taxation district. This subsection does not apply to a church  
3 or religious association that is required to file a report under sub. (1).

4

5 **SECTION 1673d.** 71.01 (6) (e) of the statutes is repealed.

6 **SECTION 1673e.** 71.01 (6) (f) of the statutes is amended to read:

7 71.01 (6) (f) For taxable years that begin after December 31, 1990, and before  
8 January 1, 1992, for natural persons and fiduciaries, except fiduciaries of nuclear  
9 decommissioning trust or reserve funds, "~~internal revenue code~~ Internal Revenue  
10 Code" means the federal ~~internal revenue code~~ Internal Revenue Code as amended  
11 to December 31, 1990, and as amended by P.L. 102-90, P.L. 102-227, P.L. 102-486,  
12 P.L. 103-66, P.L. 104-188, excluding section 1311 of P.L. 104-188, and P.L. 105-34,  
13 P.L. 105-206 and P.L. 105-277, and as indirectly affected by P.L. 99-514, P.L.  
14 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L.  
15 101-280, P.L. 101-508, P.L. 102-90, P.L. 102-227, P.L. 102-486, P.L. 103-66, P.L.  
16 104-188, excluding section 1311 of P.L. 104-188, and P.L. 105-34, P.L. 105-206 and  
17 P.L. 105-277. The ~~internal revenue code~~ Internal Revenue Code applies for  
18 Wisconsin purposes at the same time as for federal purposes. Amendments to the  
19 federal ~~internal revenue code~~ Internal Revenue Code enacted after  
20 December 31, 1990, do not apply to this paragraph with respect to taxable years  
21 beginning after December 31, 1990, and before January 1, 1992, except that  
22 changes to the ~~internal revenue code~~ Internal Revenue Code made by P.L. 102-90,  
23 P.L. 102-227, P.L. 102-486, P.L. 103-66, P.L. 104-188, excluding section 1311 of P.L.  
24 104-188, and P.L. 105-34, P.L. 105-206 and P.L. 105-277 and changes that  
25 indirectly affect the federal ~~internal revenue code~~ Internal Revenue Code made by

delete  
space

1 P.L. 102-90, P.L. 102-227, P.L. 102-486, P.L. 103-66, P.L. 104-188, excluding section  
2 1311 of P.L. 104-188, and P.L. 105-34, P.L. 105-206 and P.L. 105-277, apply for  
3 Wisconsin purposes at the same time as for federal purposes.

4 **SECTION 1673f.** 71.01 (6) (g) of the statutes is amended to read:

5 71.01 (6) (g) For taxable years that begin after December 31, 1991, and before  
6 January 1, 1993, for natural persons and fiduciaries, except fiduciaries of nuclear  
7 decommissioning trust or reserve funds, "~~internal revenue code~~ Internal Revenue  
8 Code" means the federal ~~internal revenue code~~ Internal Revenue Code as amended  
9 to December 31, 1991, excluding sections 103, 104 and 110 of P.L. 102-227, and as  
10 amended by P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13101 (a)  
11 and (c) 1, 13171 and 13174 of P.L. 103-66, P.L. 104-188, excluding section 1311 of P.L.  
12 104-188, and P.L. 105-34, P.L. 105-206 and P.L. 105-277, and as indirectly affected  
13 by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179,  
14 P.L. 101-239, P.L. 101-280, P.L. 101-508, P.L. 102-90, P.L. 102-227, excluding  
15 sections 103, 104 and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66,  
16 excluding sections 13101 (a) and (c) 1, 13171 and 13174 of P.L. 103-66, P.L. 104-188,  
17 excluding section 1311 of P.L. 104-188, and P.L. 105-34, P.L. 105-206 and P.L.  
18 105-277. The ~~internal revenue code~~ Internal Revenue Code applies for Wisconsin  
19 purposes at the same time as for federal purposes. Amendments to the federal  
20 ~~internal revenue code~~ Internal Revenue Code enacted after December 31, 1991, do  
21 not apply to this paragraph with respect to taxable years beginning after  
22 December 31, 1991, and before January 1, 1993, except that changes to the ~~internal~~  
23 ~~revenue code~~ Internal Revenue Code made by P.L. 102-318, P.L. 102-486, P.L.  
24 103-66, P.L. 104-188, excluding section 1311 of P.L. 104-188, and P.L. 105-34, P.L.  
25 105-206 and P.L. 105-277 and changes that indirectly affect the provisions



1 applicable to this subchapter made by P.L. 102-318, P.L. 102-486, P.L. 103-66, P.L.  
2 104-188, excluding section 1311 of P.L. 104-188, and P.L. 105-34, P.L. 105-206 and  
3 P.L. 105-277, apply for Wisconsin purposes at the same time as for federal purposes.

4 **SECTION 1673g.** 71.01 (6) (h) of the statutes is amended to read:

5 71.01 (6) (h) For taxable years that begin after December 31, 1992, and before  
6 January 1, 1994, for natural persons and fiduciaries, except fiduciaries of nuclear  
7 decommissioning trust or reserve funds, “~~internal revenue code~~ Internal Revenue  
8 Code” means the federal ~~internal revenue code~~ Internal Revenue Code as amended  
9 to December 31, 1992, excluding sections 103, 104 and 110 of P.L. 102-227, and as  
10 amended by P.L. 103-66, excluding sections 13101 (a) and (c) 1, 13113, 13150, 13171,  
11 13174 and 13203 of P.L. 103-66, P.L. 103-465, P.L. 104-188, excluding section 1311  
12 of P.L. 104-188, and P.L. 105-34, P.L. 105-206 and P.L. 105-277, and as indirectly  
13 affected by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L.  
14 101-179, P.L. 101-239, P.L. 101-280, P.L. 101-508, P.L. 102-90, P.L. 102-227,  
15 excluding sections 103, 104 and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L.  
16 103-66, excluding sections 13101 (a) and (c) 1, 13113, 13150, 13171, 13174 and 13203  
17 of P.L. 103-66, P.L. 104-188, excluding section 1311 of P.L. 104-188, and P.L. 105-34,  
18 P.L. 105-206 and P.L. 105-277. The ~~internal revenue code~~ Internal Revenue Code  
19 applies for Wisconsin purposes at the same time as for federal purposes.  
20 Amendments to the federal ~~internal revenue code~~ Internal Revenue Code enacted  
21 after December 31, 1992, do not apply to this paragraph with respect to taxable years  
22 beginning after December 31, 1992, and before January 1, 1994, except that  
23 changes to the ~~internal revenue code~~ Internal Revenue Code made by P.L. 103-66,  
24 P.L. 103-465, P.L. 104-188, excluding section 1311 of P.L. 104-188, and P.L. 105-34,  
25 P.L. 105-206 and P.L. 105-277 and changes that indirectly affect the provisions

1 applicable to this subchapter made by P.L. 103-66, P.L. 103-465, P.L. 104-188,  
2 excluding section 1311 of P.L. 104-188, and P.L. 105-34, P.L. 105-206 and P.L.  
3 105-277, apply for Wisconsin purposes at the same time as for federal purposes.

4 **SECTION 1673h.** 71.01 (6) (i) of the statutes is amended to read:

5 71.01 (6) (i) For taxable years that begin after December 31, 1993, and before  
6 January 1, 1995, for natural persons and fiduciaries, except fiduciaries of nuclear  
7 decommissioning trust or reserve funds, "~~internal revenue code~~ Internal Revenue  
8 Code" means the federal ~~internal revenue code~~ Internal Revenue Code as amended  
9 to December 31, 1993, excluding sections 103, 104 and 110 of P.L. 102-227 and  
10 sections 13113, 13150 (d), 13171 (d), 13174, 13203 (d) and 13215 of P.L. 103-66 and  
11 as amended by P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, excluding  
12 section 1 of P.L. 104-7, P.L. 104-188, excluding section 1311 of P.L. 104-188, P.L.  
13 104-191, P.L. 104-193 and, P.L. 105-34, P.L. 105-206 and P.L. 105-277, and as  
14 indirectly affected by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L.  
15 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-280, P.L. 101-508, P.L. 102-90, P.L.  
16 102-227, excluding sections 103, 104 and 110 of P.L. 102-227, P.L. 102-318, P.L.  
17 102-486, P.L. 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, 13203  
18 (d) and 13215 of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7,  
19 excluding section 1 of P.L. 104-7, P.L. 104-188, excluding section 1311 of P.L.  
20 104-188, P.L. 104-191, P.L. 104-193 and, P.L. 105-34, P.L. 105-206 and P.L.  
21 105-277. The ~~internal revenue code~~ Internal Revenue Code applies for Wisconsin  
22 purposes at the same time as for federal purposes. Amendments to the federal  
23 ~~internal revenue code~~ Internal Revenue Code enacted after December 31, 1993, do  
24 not apply to this paragraph with respect to taxable years beginning after  
25 December 31, 1993, and before January 1, 1995, except that changes to the ~~internal~~

1 ~~revenue code~~ Internal Revenue Code made by P.L. 103-296, P.L. 103-337, P.L.  
2 103-465, P.L. 104-7, excluding section 1 of P.L. 104-7, P.L. 104-188, excluding  
3 section 1311 of P.L. 104-188, P.L. 104-191, P.L. 104-193 ~~and~~, P.L. 105-34, P.L.  
4 105-206 and P.L. 105-277 and changes that indirectly affect the provisions  
5 applicable to this subchapter made by P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L.  
6 104-7, excluding section 1 of P.L. 104-7, P.L. 104-188, excluding section 1311 of P.L.  
7 104-188, P.L. 104-191, P.L. 104-193 ~~and~~, P.L. 105-34, P.L. 105-206 and P.L.  
8 105-277, apply for Wisconsin purposes at the same time as for federal purposes.

9 **SECTION 1673i.** 71.01 (6) (j) of the statutes is amended to read:

10 71.01 (6) (j) For taxable years that begin after December 31, 1994, and before  
11 January 1, 1996, for natural persons and fiduciaries, except fiduciaries of nuclear  
12 decommissioning trust or reserve funds, "~~internal revenue code~~ Internal Revenue  
13 Code" means the federal ~~internal revenue code~~ Internal Revenue Code as amended  
14 to December 31, 1994, excluding sections 103, 104 and 110 of P.L. 102-227 and  
15 sections 13113, 13150 (d), 13171 (d), 13174 and 13203 (d) of P.L. 103-66, and as  
16 amended by P.L. 104-7, P.L. 104-117, P.L. 104-188, excluding sections 1202, 1204,  
17 1311 and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193 ~~and~~, P.L. 105-34, P.L.  
18 105-206 and P.L. 105-277, and as indirectly affected by P.L. 99-514, P.L. 100-203,  
19 P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-280,  
20 P.L. 101-508, P.L. 102-90, P.L. 102-227, excluding sections 103, 104 and 110 of P.L.  
21 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150  
22 (d), 13171 (d), 13174 and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.  
23 103-465, P.L. 104-7, P.L. 104-117, P.L. 104-188, excluding sections 1202, 1204, 1311  
24 and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193 ~~and~~, P.L. 105-34, P.L. 105-206  
25 and P.L. 105-277. The ~~internal revenue code~~ Internal Revenue Code applies for

1 Wisconsin purposes at the same time as for federal purposes. Amendments to the  
2 federal ~~internal revenue code~~ Internal Revenue Code enacted after  
3 December 31, 1994, do not apply to this paragraph with respect to taxable years  
4 beginning after December 31, 1994, and before January 1, 1996, except that  
5 changes to the ~~internal revenue code~~ Internal Revenue Code made by P.L. 104–7, P.L.  
6 104–117, P.L. 104–188, excluding sections 1202, 1204, 1311 and 1605 of P.L. 104–188,  
7 P.L. 104–191, P.L. 104–193 and, P.L. 105–34, P.L. 105–206 and P.L. 105–277 and  
8 changes that indirectly affect the provisions applicable to this subchapter made by  
9 P.L. 104–7, P.L. 104–117, P.L. 104–188, excluding sections 1202, 1204, 1311 and 1605  
10 of P.L. 104–188, P.L. 104–191, P.L. 104–193 and, P.L. 105–34, P.L. 105–206 and P.L.  
11 105–277, apply for Wisconsin purposes at the same time as for federal purposes.

12 **SECTION 1673j.** 71.01 (6) (k) of the statutes is amended to read:

13 71.01 (6) (k) For taxable years that begin after December 31, 1995, and before  
14 January 1, 1997, for natural persons and fiduciaries, except fiduciaries of nuclear  
15 decommissioning trust or reserve funds, “~~internal revenue code~~ Internal Revenue  
16 Code” means the federal ~~internal revenue code~~ Internal Revenue Code as amended  
17 to December 31, 1995, excluding sections 103, 104 and 110 of P.L. 102–227 and  
18 sections 13113, 13150 (d), 13171 (d), 13174 and 13203 (d) of P.L. 103–66, and as  
19 amended by P.L. 104–117, P.L. 104–188, excluding sections 1123, 1202, 1204, 1311  
20 and 1605 of P.L. 104–188, P.L. 104–191, P.L. 104–193, P.L. 105–33 and, P.L. 105–34,  
21 P.L. 105–206 and P.L. 105–277, and as indirectly affected by P.L. 99–514, P.L.  
22 100–203, P.L. 100–647, P.L. 101–73, P.L. 101–140, P.L. 101–179, P.L. 101–239, P.L.  
23 101–280, P.L. 101–508, P.L. 102–90, P.L. 102–227, excluding sections 103, 104 and  
24 110 of P.L. 102–227, P.L. 102–318, P.L. 102–486, P.L. 103–66, excluding sections  
25 13113, 13150 (d), 13171 (d), 13174 and 13203 (d) of P.L. 103–66, P.L. 103–296, P.L.

1 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-117, P.L. 104-188, excluding sections  
2 1123, 1202, 1204, 1311 and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L.  
3 105-33 and, P.L. 105-34, P.L. 105-206 and P.L. 105-277. The ~~internal revenue code~~  
4 Internal Revenue Code applies for Wisconsin purposes at the same time as for federal  
5 purposes. Amendments to the federal ~~internal revenue code~~ Internal Revenue Code  
6 enacted after December 31, 1995, do not apply to this paragraph with respect to  
7 taxable years beginning after December 31, 1995, and before January 1, 1997,  
8 except that changes to the ~~internal revenue code~~ Internal Revenue Code made by P.L.  
9 104-117, P.L. 104-188, excluding sections 1123, 1202, 1204, 1311 and 1605 of P.L.  
10 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33 and, P.L. 105-34, P.L. 105-206 and  
11 P.L. 105-277 and changes that indirectly affect the provisions applicable to this  
12 subchapter made by P.L. 104-117, P.L. 104-188, excluding sections 1123, 1202, 1204,  
13 1311 and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33 and, P.L.  
14 105-34, P.L. 105-206 and P.L. 105-277, apply for Wisconsin purposes at the same  
15 time as for federal purposes.

16 **SECTION 1673k.** 71.01 (6) (L) of the statutes is amended to read:

17 71.01 (6) (L) For taxable years that begin after December 31, 1996, and before  
18 January 1, 1998, for natural persons and fiduciaries, except fiduciaries of nuclear  
19 decommissioning trust or reserve funds, “~~internal revenue code~~ Internal Revenue  
20 Code” means the federal ~~internal revenue code~~ Internal Revenue Code as amended  
21 to December 31, 1996, excluding sections 103, 104 and 110 of P.L. 102-227, sections  
22 13113, 13150 (d), 13171 (d), 13174 and 13203 (d) of P.L. 103-66 and sections 1123 (b),  
23 1202 (c), 1204 (f), 1311 and 1605 (d) of P.L. 104-188, and as amended by P.L. 105-33  
24 and, P.L. 105-34, P.L. 105-206 and P.L. 105-277, and as indirectly affected by P.L.  
25 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L.

1 101-239, P.L. 101-280, P.L. 101-508, P.L. 102-90, P.L. 102-227, excluding sections  
2 103, 104 and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding  
3 sections 13113, 13150 (d), 13171 (d), 13174 and 13203 (d) of P.L. 103-66, P.L.  
4 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-117, P.L. 104-188,  
5 excluding sections 1123 (b), 1202 (c), 1204 (f), 1311 and 1605 (d) of P.L. 104-188, P.L.  
6 104-191, P.L. 104-193, P.L. 105-33 and, P.L. 105-34, P.L. 105-206 and P.L. 105-277.  
7 The ~~internal revenue code~~ Internal Revenue Code applies for Wisconsin purposes at  
8 the same time as for federal purposes. Amendments to the federal ~~internal revenue~~  
9 ~~code~~ Internal Revenue Code enacted after December 31, 1996, do not apply to this  
10 paragraph with respect to taxable years beginning after December 31, 1996, and  
11 before January 1, 1998, except that changes to the Internal Revenue Code made by  
12 P.L. 105-33 and, P.L. 105-34, P.L. 105-206 and P.L. 105-277 and changes that  
13 indirectly affect the provisions applicable to this subchapter made by P.L. 105-33  
14 and, P.L. 105-34, P.L. 105-206 and P.L. 105-277 apply for Wisconsin purposes at the  
15 same time as for federal purposes.

16 **SECTION 1673L.** 71.01 (6) (m) of the statutes is amended to read:

17 71.01 (6) (m) For taxable years that begin after December 31, 1997, and before  
18 January 1, 1999, for natural persons and fiduciaries, except fiduciaries of nuclear  
19 decommissioning trust or reserve funds, "Internal Revenue Code" means the federal  
20 Internal Revenue Code as amended to December 31, 1997, excluding sections 103,  
21 104 and 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d), 13174 and 13203  
22 (d) of P.L. 103-66 and sections 1123 (b), 1202 (c), 1204 (f), 1311 and 1605 (d) of P.L.  
23 104-188, and as amended by P.L. 105-178, P.L. 105-206 and P.L. 105-277, and as  
24 indirectly affected by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L.  
25 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-280, P.L. 101-508, P.L. 102-90, P.L.

1 102-227, excluding sections 103, 104 and 110 of P.L. 102-227, P.L. 102-318, P.L.  
2 102-486, P.L. 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174 and  
3 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L.  
4 104-117, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f), 1311 and 1605  
5 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33 and, P.L. 105-34, P.L.  
6 105-178, P.L. 105-206 and P.L. 105-277. The Internal Revenue Code applies for  
7 Wisconsin purposes at the same time as for federal purposes. Amendments to the  
8 federal Internal Revenue Code enacted after December 31, 1997, do not apply to this  
9 paragraph with respect to taxable years beginning after December 31, 1997, and  
10 before January 1, 1999, except that changes to the Internal Revenue Code made by  
11 P.L. 105-178, P.L. 105-206 and P.L. 105-277 and changes that indirectly affect the  
12 provisions applicable to this subchapter made by P.L. 105-178, P.L. 105-206 and P.L.  
13 105-277 apply for Wisconsin purposes at the same time as for federal purposes.

14 **SECTION 1673m.** 71.01 (6) (n) of the statutes is created to read:

15 71.01 (6) (n) For taxable years that begin after December 31, 1998, for natural  
16 persons and fiduciaries, except fiduciaries of nuclear decommissioning trust or  
17 reserve funds, "Internal Revenue Code" means the federal Internal Revenue Code  
18 as amended to December 31, 1998, excluding sections 103, 104 and 110 of P.L.  
19 102-227, sections 13113, 13150 (d), 13171 (d), 13174 and 13203 (d) of P.L. 103-66 and  
20 sections 1123 (b), 1202 (c), 1204 (f), 1311 and 1605 (d) of P.L. 104-188, and as  
21 indirectly affected by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L.  
22 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-280, P.L. 101-508, P.L. 102-90, P.L.  
23 102-227, excluding sections 103, 104 and 110 of P.L. 102-227, P.L. 102-318, P.L.  
24 102-486, P.L. 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174 and  
25 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L.

1 104–117, P.L. 104–188, excluding sections 1123 (b), 1202 (c), 1204 (f), 1311 and 1605  
2 (d) of P.L. 104–188, P.L. 104–191, P.L. 104–193, P.L. 105–33, P.L. 105–34, P.L.  
3 105–178, P.L. 105–206 and P.L. 105–277. The Internal Revenue Code applies for  
4 Wisconsin purposes at the same time as for federal purposes. Amendments to the  
5 federal Internal Revenue Code enacted after December 31, 1998, do not apply to this  
6 paragraph with respect to taxable years beginning after December 31, 1998.

7 **SECTION 1673n.** 71.01 (7r) of the statutes is amended to read:

8 71.01 (7r) Notwithstanding sub. (6), for purposes of computing amortization  
9 or depreciation, “~~internal revenue code~~ Internal Revenue Code” means either the  
10 federal ~~internal revenue code~~ Internal Revenue Code as amended to December 31,  
11 ~~1997~~ 1998, or the federal ~~internal revenue code~~ Internal Revenue Code in effect for  
12 the taxable year for which the return is filed, except that property that, under s. 71.02  
13 (2) (d) 12., 1985 stats., is required to be depreciated for taxable year 1986 under the  
14 ~~internal revenue code~~ Internal Revenue Code as amended to December 31, 1980,  
15 shall continue to be depreciated under the ~~internal revenue code~~ Internal Revenue  
16 Code as amended to December 31, 1980.

17  
18 **SECTION 1674.** 71.01 (16) of the statutes is amended to read:

19 71.01 (16) “Wisconsin taxable income” of natural persons means Wisconsin  
20 adjusted gross income less the Wisconsin standard deduction, less the personal  
21 exemption described under s. 71.05 (23), with losses, depreciation, recapture of  
22 benefits, offsets, depletion, deductions, penalties, expenses and other negative  
23 income items determined according to the manner that income is or would be  
24 allocated, except that the negative income items on individual or separate returns  
25 for net rents and other net returns which are marital property attributable to the



1 investment, rental, licensing or other use of nonmarital property shall be allocated  
2 to the owner of the property.

3 **SECTION 1674e.** 71.02 (1) of the statutes is amended to read:

4 71.02 (1) For the purpose of raising revenue for the state and the counties,  
5 cities, villages and towns, there shall be assessed, levied, collected and paid a tax on  
6 all net incomes of individuals and fiduciaries, except fiduciaries of nuclear  
7 decommissioning trust or reserve funds subject to the tax under s. 71.23 (2), by every  
8 natural person residing within the state or by his or her personal representative in  
9 case of death, and trusts ~~administered~~ resident within the state; by every  
10 nonresident natural person and trust of this state, upon such income as is derived  
11 from property located or business transacted within the state including, but not  
12 limited by enumeration, income derived from a limited partner's distributive share  
13 of partnership income, income derived from a limited liability company member's  
14 distributive share of limited liability company income, the state lottery under ch.  
15 565, any multijurisdictional lottery under ch. 565 if the winning lottery ticket or  
16 lottery share was purchased from a retailer, as defined in s. 565.01 (6), located in this  
17 state or from the department, winnings from a casino or bingo hall that is located in  
18 this state and that is operated by a Native American tribe or band and pari-mutuel  
19 wager winnings or purses under ch. 562, and also by every nonresident natural  
20 person upon such income as is derived from the performance of personal services  
21 within the state, except as exempted under s. 71.05 (1) to (3). Every natural person  
22 domiciled in the state shall be deemed to be residing within the state for the purposes  
23 of determining liability for income taxes and surtaxes. A single-owner entity that  
24 is disregarded as a separate entity under section 7701 of the Internal Revenue Code

1 is disregarded as a separate entity under this chapter, and its owner is subject to the  
2 tax on the entity's income.

3 **SECTION 1674t.** 71.03 (2) (a) 1. of the statutes is amended to read:

4 71.03 (2) (a) 1. ~~Every natural person domiciled in this state during the entire~~  
5 ~~taxable year having gross income of \$5,200 or more if under 65 years of age, or \$5,700~~  
6 ~~or more if 65 years of age or over, or \$7,040 or more if the natural person files as a~~  
7 ~~head of household, and every married person who files jointly and is domiciled in this~~  
8 ~~state during the entire taxable year having gross income during the year when the~~  
9 ~~joint gross income of the married person and his or her spouse is \$7,200 or more if~~  
10 ~~both are under 65 years of age; \$7,700 or more if one spouse is under 65 years of age~~  
11 ~~and the other spouse is 65 years of age or over; or \$8,200 or more if both are 65 years~~  
12 ~~of age or over; and every married person who files separately and is domiciled in this~~  
13 ~~state during the entire taxable year and has gross income of \$3,420 or more. The~~  
14 ~~department of revenue shall annually adjust the dollar amounts of the filing~~  
15 ~~requirements so as to reflect changes in the standard deduction, the rates under s.~~  
16 ~~71.06 or the exemption under s. 71.07 (8) (a) individual domiciled in this state during~~  
17 ~~the entire taxable year who has a gross income at or above a threshold amount which~~  
18 ~~shall be determined annually by the department of revenue. The threshold amounts~~  
19 ~~shall be determined for categories of individuals based on filing status and age, and~~  
20 ~~shall include categories for single individuals; individuals who file as a head of~~  
21 ~~household; married couples who file jointly; and married persons who file separately.~~  
22 The department of revenue shall establish a threshold amount for each category of  
23 individual at an amount at which no individual in that category whose gross income  
24 is below that amount has a state income tax liability.

25 **SECTION 1674v.** 71.04 (1) (a) of the statutes is amended to read:

1           71.04 (1) (a) All income or loss of resident individuals and resident estates and  
2 trusts shall follow the residence of the individual, estate or trust. Income or loss of  
3 nonresident individuals and nonresident estates and trusts from business, not  
4 requiring apportionment under sub. (4), (10) or (11), shall follow the situs of the  
5 business from which derived, except that all income that is realized from the sale of  
6 or purchase and subsequent sale or redemption of lottery prizes if the winning tickets  
7 were originally bought in this state shall be allocated to this state. All items of  
8 income, loss and deductions of nonresident individuals and nonresident estates and  
9 trusts derived from a tax-option corporation not requiring apportionment under  
10 sub. (9) shall follow the situs of the business of the corporation from which derived,  
11 except that all income that is realized from the sale of or purchase and subsequent  
12 sale or redemption of lottery prizes if the winning tickets were originally bought in  
13 this state shall be allocated to this state. Income or loss of nonresident individuals  
14 and nonresident estates and trusts derived from rentals and royalties from real  
15 estate or tangible personal property, or from the operation of any farm, mine or  
16 quarry, or from the sale of real property or tangible personal property shall follow the  
17 situs of the property from which derived. Income from personal services of  
18 nonresident individuals, including income from professions, shall follow the situs of  
19 the services. A nonresident limited partner's distributive share of partnership  
20 income shall follow the situs of the business, except that all income that is realized  
21 from the sale of or purchase and subsequent sale or redemption of lottery prizes if  
22 the winning tickets were originally bought in this state shall be allocated to this  
23 state. A nonresident limited liability company member's distributive share of  
24 limited liability company income shall follow the situs of the business, except that  
25 all income that is realized from the sale of or purchase and subsequent sale or

1 redemption of lottery prizes if the winning tickets were originally bought in this state  
2 shall be allocated to this state. Income of nonresident individuals, estates and trusts  
3 from the state lottery under ch. 565 is taxable by this state. Income of nonresident  
4 individuals, estates and trusts from any multijurisdictional lottery under ch. 565 is  
5 taxable by this state, but only if the winning lottery ticket or lottery share was  
6 purchased from a retailer, as defined in s. 565.01 (6), located in this state or from the  
7 department. Income of nonresident individuals, nonresident trusts and nonresident  
8 estates from pari-mutuel winnings or purses under ch. 562 is taxable by this state.  
9 Income of nonresident individuals, estates and trusts from winnings from a casino  
10 or bingo hall that is located in this state and that is operated by a Native American  
11 tribe or band shall follow the situs of the casino or bingo hall. All other income or loss  
12 of nonresident individuals and nonresident estates and trusts, including income or  
13 loss derived from land contracts, mortgages, stocks, bonds and securities or from the  
14 sale of similar intangible personal property, shall follow the residence of such  
15 persons, except as provided in par. (b) and sub. (9), except that all income that is  
16 realized from the sale of or purchase and subsequent sale or redemption of lottery  
17 prizes if the winning tickets were originally bought in this state shall be allocated  
18 to this state.

*del phrase*

19  
20 **SECTION 1682.** 71.04 (7) (dr) of the statutes is created to read:

21 71.04 (7) (dr) 1. For taxable years beginning after December 31, 1999, receipts  
22 from a service are attributed to the state where the purchaser of the service received  
23 the benefit of the service, except as provided in subd. 4. The benefit of a service is  
24 received in this state if any of the following applies:

25 a. The service relates to real property that is located in this state.

1           b. The service relates to tangible personal property that is located in this state  
2 at the time that the service is received.

3           c. The service is provided to a person who is located in this state.

4           d. The service is provided to a person doing business in this state.

5           e. The service is performed at a location in this state.

6           2. If the purchaser of a service receives the benefit of a service in more than one  
7 state, the receipts from the performance of the service are included in the numerator  
8 of the sales factor under par. (a) according to the portion of the service received in this  
9 state. If the state where a purchaser received the benefit of a service cannot be  
10 determined, the benefit of a service is received in the state where the purchaser, in  
11 the regular course of the purchaser's business, ordered the service. If the state where  
12 a purchaser ordered a service cannot be determined, the benefit of the service is  
13 received in the state where the purchaser, in the regular course of the purchaser's  
14 business, receives a bill for the service.

15           3. If the taxpayer is not subject to income tax in the state in which the benefit  
16 of the service is received, the benefit of the service is received in this state to the  
17 extent that the taxpayer's employes or representatives performed services from a  
18 location in this state.

19           4. If the benefit of a service is received in this state, as provided under this  
20 subsection, and the taxpayer submits evidence to the department that another state  
21 that has jurisdiction to tax the service attributes the receipts from the service to that  
22 state to determine the income that is taxable by that state, the taxpayer may elect,  
23 by a method prescribed by the department, to attribute the receipts from the service  
24 to this state in proportion to the direct cost of performing such service in this state

1 as compared to the total direct cost of performing the service in all states that have  
2 jurisdiction to tax such service.

3

4 **SECTION 1682pd.** 71.04 (9) of the statutes is amended to read:

5 71.04 (9) NONRESIDENT INCOME FROM MULTISTATE TAX-OPTION CORPORATION.

6 Nonresident individuals and nonresident estates and trusts deriving income from a  
7 tax-option corporation which is engaged in business within and without this state  
8 shall be taxed only on the income of the corporation derived from business transacted  
9 and property located in this state and losses and other items of the corporation  
10 deductible by such shareholders shall be limited to their proportionate share of the  
11 Wisconsin loss or other item, except that all income that is realized from the sale of  
12 or purchase and subsequent sale or redemption of lottery prizes if the winning tickets  
13 were originally bought in this state shall be allocated to this state. For purposes of  
14 this subsection, all intangible income of tax-option corporations passed through to  
15 shareholders is business income that follows the situs of the business, except that all  
16 income that is realized from the sale of or purchase and subsequent sale or  
17 redemption of lottery prizes if the winning tickets were originally bought in this state  
18 shall be allocated to this state.

19 **SECTION 1683.** 71.05 (1) (c) 2. of the statutes is amended to read:

20 71.05 (1) (c) 2. The Wisconsin housing and economic development authority, if  
21 the bonds are to fund a loan under s. 234.935, 1997 stats.

22 **SECTION 1684.** 71.05 (6) (a) 12. of the statutes is amended to read:

23 71.05 (6) (a) 12. ~~All alimony deducted for federal income tax purposes and paid~~  
24 ~~while the individual paying the alimony was a nonresident of this state; all~~ All  
25 penalties for early withdrawals from time savings accounts and deposits deducted

1 for federal income tax purposes and paid while the individual charged with the  
2 penalty was a nonresident of this state; ~~all repayments of supplemental~~  
3 ~~unemployment benefit plan payments deducted for federal income tax purposes and~~  
4 ~~made while the individual making the repayment was a nonresident of this state; all~~  
5 reforestation expenses related to property not in this state, deducted for federal  
6 income tax purposes and paid while the individual paying the expense was not a  
7 resident of this state; all contributions to individual retirement accounts, simplified  
8 employe pension plans and self-employment retirement plans and all deductible  
9 employe contributions, deducted for federal income tax purposes and in excess of that  
10 amount multiplied by a fraction the numerator of which is the individual's wages and  
11 net earnings from a trade or business taxable by this state and the denominator of  
12 which is the individual's total wages and net earnings from a trade or business; the  
13 contributions to a Keogh plan deducted for federal income tax purposes and in excess  
14 of that amount multiplied by a fraction the numerator of which is the individual's net  
15 earnings from a trade or business, taxable by this state, and the denominator of  
16 which is the individual's total net earnings from a trade or business; the amount of  
17 health insurance costs of self-employed individuals deducted under section 162 (L)  
18 of the internal revenue code for federal income tax purposes and in excess of that  
19 amount multiplied by a fraction the numerator of which is the individual's net  
20 earnings from a trade or business, taxable by this state, and the denominator of  
21 which is the individual's total net earnings from a trade or business; and the amount  
22 of self-employment taxes deducted under section 164 (f) of the internal revenue code  
23 for federal income tax purposes and in excess of that amount multiplied by a fraction  
24 the numerator of which is the individual's net earnings from a trade or business,

1 taxable by this state, and the denominator of which is the individual's total net  
2 earnings from a trade or a business.

3 **SECTION 1684d.** 71.05 (6) (a) 15. of the statutes is amended to read:

4 71.05 (6) (a) 15. The amount of the credits computed under s. 71.07 (2dd), (2de),  
5 (2di), (2dj), (2dL), (2dr), (2ds), (2dx), (2dy) and (3s) and not passed through by a  
6 partnership, limited liability company or tax-option corporation that has added that  
7 amount to the partnership's, company's or tax-option corporation's income under s.  
8 71.21 (4) or 71.34 (1) (g).

9 **SECTION 1685c.** 71.05 (6) (b) 9. of the statutes is amended to read:

10 71.05 (6) (b) 9. On assets held more than one year and on all assets acquired  
11 from a decedent, 60% of the capital gain as computed under the internal revenue  
12 code, not including capital gains for which the federal tax treatment is determined  
13 under section 406 of P.L. 99-514 ~~and~~; not including amounts treated as ordinary  
14 income for federal income tax purposes because of the recapture of depreciation or  
15 any other reason; and not including amounts treated as capital gain for federal  
16 income tax purposes from the sale or exchange of a lottery prize. For purposes of this  
17 subdivision, the capital gains and capital losses for all assets shall be netted before  
18 application of the percentage.

19 **SECTION 1686.** 71.05 (6) (b) 23. of the statutes is amended to read:

20 71.05 (6) (b) 23. Any increase in value of a tuition unit that is purchased under  
21 a tuition contract under s. ~~16.24~~ 14.63.

22 **SECTION 1686m.** 71.05 (6) (b) 28. (intro.) of the statutes is amended to read:

23 71.05 (6) (b) 28. (intro.) An amount paid by a claimant for tuition expenses for  
24 a student who is the claimant or who is the claimant's child and the claimant's  
25 dependent who is claimed under section 151 (c) of the Internal Revenue Code, to



1 attend any university, college, technical college or a school approved under s. ~~39.51~~  
2 45.54, that is located in Wisconsin or to attend a public vocational school or public  
3 institution of higher education in Minnesota under the Minnesota–Wisconsin  
4 reciprocity agreement under s. 39.47, calculated as follows:

5 **SECTION 1687.** 71.05 (6) (b) 28. e. of the statutes is amended to read:

6 71.05 (6) (b) 28. e. For an individual who is a nonresident or part–year resident  
7 of this state, multiply the amount calculated under subd. 28. a., b., c. or d. by a  
8 fraction the numerator of which is the individual’s wages, salary, tips, unearned  
9 income and net earnings from a trade or business that are taxable by this state and  
10 the denominator of which is the individual’s total wages, salary, tips, unearned  
11 income and net earnings from a trade or business. In this subd. 28. e., for married  
12 persons filing separately “wages, salary, tips, unearned income and net earnings  
13 from a trade or business” means the separate wages, salary, tips, unearned income  
14 and net earnings from a trade or business of each spouse, and for married persons  
15 filing jointly “wages, salary, tips, unearned income and net earnings from a trade or  
16 business” means the total wages, salary, tips, unearned income and net earnings  
17 from a trade or business of both spouses.

18 **SECTION 1688.** 71.05 (6) (b) 28. f. of the statutes is amended to read:

19 71.05 (6) (b) 28. f. Reduce the amount calculated under subd. 28. a., b., c., d. or  
20 e. to the individual’s aggregate wages, salary, tips, unearned income and net  
21 earnings from a trade or business that are taxable by this state.

22 **SECTION 1688d.** 71.05 (6) (b) 29. of the statutes is created to read:

23 71.05 (6) (b) 29. The amount claimed as a federal miscellaneous itemized  
24 deduction under the Internal Revenue Code for repayment of an amount included in  
25 income in a previous year to the extent that the repayment was previously included

1 in Wisconsin adjusted gross income, except that no amount that is used in calculating  
2 the credit under s. 71.07 (1) may be included in the calculation under this  
3 subdivision.

4 **SECTION 1688f.** 71.05 (6) (b) 30. of the statutes is created to read:

5 71.05 (6) (b) 30. For taxable years beginning after December 31, 1998, any  
6 settlement received for claims against any person for any recovered assets, or any  
7 amount of assets or any gain generated on such assets, that were stolen from, hidden  
8 from or otherwise lost by an individual who was persecuted by Nazi Germany or any  
9 Axis regime during any period from 1933 to 1945 and have been recovered, returned  
10 or otherwise paid to the original victim or his or her heirs or beneficiaries. The assets  
11 to which this subdivision applies includes cash, bonds, stocks, deposits in a financial  
12 institution, proceeds from a life or other type of insurance policy, jewelry, precious  
13 metals, artwork or any other item of value owned by such a victim during any period  
14 from 1920 to 1945.

15 **SECTION 1688h.** 71.05 (6) (b) 31. of the statutes is created to read:

16 71.05 (6) (b) 31. An amount paid by an employer to an employe for the purchase  
17 of a public transportation pass, token or fare card, or the value of such a pass, token  
18 or fare card provided by an employer to an employe, if the money provided for, or the  
19 value of, the pass, token or fare card exceeds the amount that may be excluded from  
20 federal gross income under section 132 (a) (5) of the Internal Revenue Code for a  
21 transit pass under section 132 (f) (1) (B) of the Internal Revenue Code per month.

22 **SECTION 1689.** 71.05 (22) (dm) of the statutes is amended to read:

23 71.05 (22) (dm) *Deduction limits; 1994 and thereafter to 1999.* Except as  
24 provided in par. (f), for taxable years beginning ~~on or after January 1, 1994~~ after  
25 December 31, 1993, and before January 1, 2000, the Wisconsin standard deduction

1 is whichever of the following amounts is appropriate. For a single individual who has  
2 a Wisconsin adjusted gross income of less than \$7,500, the standard deduction is  
3 \$5,200. For a single individual who has a Wisconsin adjusted gross income of at least  
4 \$7,500 but not more than ~~\$50,830~~, the standard deduction is the amount obtained  
5 by subtracting from \$5,200 12% of Wisconsin adjusted gross income in excess of  
6 \$7,500 but not less than \$0. ~~For a single individual who has a Wisconsin adjusted~~  
7 ~~gross income of more than \$50,830, the standard deduction is \$0.~~ For a head of  
8 household who has a Wisconsin adjusted gross income of less than \$7,500, the  
9 standard deduction is \$7,040. For a head of household who has a Wisconsin adjusted  
10 gross income of at least \$7,500 but not more than ~~\$25,000~~, the standard deduction  
11 is the amount obtained by subtracting from \$7,040 22.515% of Wisconsin adjusted  
12 gross income in excess of \$7,500 but not less than \$0, until the adjusted gross income  
13 amount at which the standard deduction is equal to the standard deduction for a  
14 single individual at the same adjusted gross income amount. For a head of household  
15 who has a Wisconsin adjusted gross income of more than ~~\$25,000~~ this amount, the  
16 standard deduction shall be calculated as if the head of household were a single  
17 individual. For a married couple filing jointly that has an aggregate Wisconsin  
18 adjusted gross income of less than \$10,000, the standard deduction is \$8,900. For  
19 a married couple filing jointly that has an aggregate Wisconsin adjusted gross  
20 income of at least \$10,000 but not more than ~~\$55,000~~, the standard deduction is the  
21 amount obtained by subtracting from \$8,900 19.778% of aggregate Wisconsin  
22 adjusted gross income in excess of \$10,000 but not less than \$0. ~~For a married couple~~  
23 ~~filing jointly that has an aggregate Wisconsin adjusted gross income of more than~~  
24 ~~\$55,000, the standard deduction is \$0.~~ For a married individual filing separately  
25 who has a Wisconsin adjusted gross income of less than \$4,750, the standard

1 deduction is \$4,230. For a married individual filing separately who has a Wisconsin  
2 adjusted gross income of at least \$4,750 ~~but not more than \$26,140~~, the standard  
3 deduction is the amount obtained by subtracting from \$4,230 19.778% of Wisconsin  
4 adjusted gross income in excess of \$4,750 but not less than \$0. ~~For a married~~  
5 ~~individual filing separately who has a Wisconsin adjusted gross income of more than~~  
6 ~~\$26,140, the standard deduction is \$0.~~ The secretary of revenue shall prepare a table  
7 under which deductions under this paragraph shall be determined. That table shall  
8 be published in the department's instructional booklets.

9 **SECTION 1690.** 71.05 (22) (dp) of the statutes is created to read:

10 71.05 (22) (dp) *Deduction limits, 2000 and thereafter.* Except as provided in  
11 par. (f), for taxable years beginning after December 31, 1999, the Wisconsin standard  
12 deduction is whichever of the following amounts is appropriate. For a single  
13 individual who has a Wisconsin adjusted gross income of less than \$10,380, the  
14 standard deduction is \$7,200. For a single individual who has a Wisconsin adjusted  
15 gross income of at least \$10,380, the standard deduction is the amount obtained by  
16 subtracting from \$7,200 12% of Wisconsin adjusted gross income in excess of \$10,380  
17 but not less than \$0. For a head of household who has a Wisconsin adjusted gross  
18 income of less than \$10,380, the standard deduction is \$9,300. For a head of  
19 household who has a Wisconsin adjusted gross income of at least \$10,380, the  
20 standard deduction is the amount obtained by subtracting from \$9,300 22.515% of  
21 Wisconsin adjusted gross income in excess of \$10,380, but not less than \$0, until the  
22 adjusted gross income amount at which the standard deduction is equal to the  
23 standard deduction for a single individual at the same adjusted gross income  
24 amount. For a head of household who has a Wisconsin adjusted gross income of more  
25 than this amount, the standard deduction shall be calculated as if the head of

1 household were a single individual. For a married couple filing jointly that has an  
2 aggregate Wisconsin adjusted gross income of less than \$14,570, the standard  
3 deduction is \$12,970. For a married couple filing jointly that has an aggregate  
4 Wisconsin adjusted gross income of at least \$14,570, the standard deduction is the  
5 amount obtained by subtracting from \$12,970 19.778% of aggregate Wisconsin  
6 adjusted gross income in excess of \$14,570 but not less than \$0. For a married  
7 individual filing separately who has a Wisconsin adjusted gross income of less than  
8 \$6,920, the standard deduction is \$6,160. For a married individual filing separately  
9 who has a Wisconsin adjusted gross income of at least \$6,920, the standard deduction  
10 is the amount obtained by subtracting from \$6,160 19.778% of Wisconsin adjusted  
11 gross income in excess of \$6,920 but not less than \$0. The secretary of revenue shall  
12 prepare a table under which deductions under this paragraph shall be determined.  
13 That table shall be published in the department's instructional booklets.

14 **SECTION 1691.** 71.05 (22) (ds) of the statutes is amended to read:

15 71.05 (22) (ds) *Standard deduction indexing.* For taxable years beginning after  
16 December 31, 1998, and before January 1, 2000, the dollar amounts of the standard  
17 deduction that is allowable under par. (dm) and all of the dollar amounts of Wisconsin  
18 adjusted gross income under par. (dm) shall be increased each year by a percentage  
19 equal to the percentage change between the U.S. consumer price index for all urban  
20 consumers, U.S. city average, for the month of August of the previous year and the  
21 U.S. consumer price index for all urban consumers, U.S. city average, for the month  
22 of August of the year before the previous year, as determined by the federal  
23 department of labor. Each amount that is revised under this paragraph shall be  
24 rounded to the nearest multiple of \$10 if the revised amount is not a multiple of \$10  
25 or, if the revised amount is a multiple of \$5, such an amount shall be increased to the

1 next higher multiple of \$10. The department of revenue shall annually adjust the  
2 changes in dollar amounts required under this paragraph and incorporate the  
3 changes into the income tax forms and instructions.

4 **SECTION 1691c.** 71.05 (22) (dt) of the statutes is created to read:

5 71.05 (22) (dt) *Standard deduction indexing, 2001 and thereafter.* For taxable  
6 years beginning after December 31, 2000, the dollar amounts of the standard  
7 deduction that is allowable under par. (dp) and all of the dollar amounts of Wisconsin  
8 adjusted gross income under par. (dp) shall be increased each year by a percentage  
9 equal to the percentage change between the U.S. consumer price index for all urban  
10 consumers, U.S. city average, for the month of August of the previous year and the  
11 U.S. consumer price index for all urban consumers, U.S. city average, for the month  
12 of August 1999, as determined by the federal department of labor. Each amount that  
13 is revised under this paragraph shall be rounded to the nearest multiple of \$10 if the  
14 revised amount is not a multiple of \$10 or, if the revised amount is a multiple of \$5,  
15 such an amount shall be increased to the next higher multiple of \$10. The  
16 department of revenue shall annually adjust the changes in dollar amounts required  
17 under this paragraph and incorporate the changes into the income tax forms and  
18 instructions.

19 **SECTION 1692.** 71.05 (22) (f) 4. b. of the statutes is amended to read:

20 71.05 (22) (f) 4. b. The standard deduction that may be claimed by an individual  
21 under par. (dm) or (dp), based on the individual's filing status.

22 **SECTION 1693.** 71.05 (23) of the statutes is created to read:

23 71.05 (23) **PERSONAL EXEMPTIONS.** In computing Wisconsin taxable income, an  
24 individual taxpayer may subtract the following amounts:

1 (a) For taxable years that begin after December 31, 1999, and before January  
2 1, 2001:

3 1. A personal exemption of \$600 if the taxpayer is required to file a return under  
4 s. 71.03 (2) (a) 1. or 2. and \$600 for the taxpayer's spouse, except if the spouse is filing  
5 separately or as a head of household.

6 2. An exemption of \$600 for each individual for whom the taxpayer is entitled  
7 to an exemption for the taxable year under section 151 (c) of the Internal Revenue  
8 Code.

9 3. An additional exemption of \$200 if the taxpayer has reached the age of 65  
10 before the close of the taxable year to which his or her tax return relates and \$200  
11 for the taxpayer's spouse if he or she has reached the age of 65 before the close of the  
12 taxable year to which his or her tax return relates, except if the spouse is filing  
13 separately or as a head of household.

14 (b) For taxable years that begin after December 31, 2000:

15 1. A personal exemption of \$700 if the taxpayer is required to file a return under  
16 s. 71.03 (2) (a) 1. or 2. and \$700 for the taxpayer's spouse, except if the spouse is filing  
17 separately or as a head of household.

18 2. An exemption of \$700 for each individual for whom the taxpayer is entitled  
19 to an exemption for the taxable year under section 151 (c) of the Internal Revenue  
20 Code.

21 3. An additional exemption of \$250 if the taxpayer has reached the age of 65  
22 before the close of the taxable year to which his or her tax return relates and \$250  
23 for the taxpayer's spouse if he or she has reached the age of 65 before the close of the  
24 taxable year to which his or her tax return relates, except if the spouse is filing  
25 separately or as a head of household.

1 (c) With respect to persons who change their domicile into or from this state  
2 during the taxable year and nonresident persons, personal exemptions under pars.  
3 (a) and (b) shall be limited to the fraction of the amount so determined that Wisconsin  
4 adjusted gross income is of federal adjusted gross income. In this paragraph, for  
5 married persons filing separately “adjusted gross income” means the separate  
6 adjusted gross income of each spouse and for married persons filing jointly “adjusted  
7 gross income” means the total adjusted gross income of both spouses. If a person and  
8 that person’s spouse are not both domiciled in this state during the entire taxable  
9 year, their personal exemptions on a joint return are determined by multiplying the  
10 personal exemption that would be available to each of them if they were both  
11 domiciled in this state during the entire taxable year by a fraction the numerator of  
12 which is their joint Wisconsin adjusted gross income and the denominator of which  
13 is their joint federal adjusted gross income.

14 **SECTION 1694.** 71.06 (1m) (intro.) of the statutes is amended to read:

15 71.06 (1m) FIDUCIARIES, SINGLE INDIVIDUALS AND HEADS OF HOUSEHOLDS; ~~AFTER~~  
16 1997 TO 1999. (intro.) The tax to be assessed, levied and collected upon the taxable  
17 incomes of all fiduciaries, except fiduciaries of nuclear decommissioning trust or  
18 reserve funds, and single individuals and heads of households shall be computed at  
19 the following rates for taxable years beginning after December 31, 1997, and before  
20 January 1, 2000:

21 **SECTION 1695.** 71.06 (1n) of the statutes is created to read:

22 71.06 (1n) FIDUCIARIES, SINGLE INDIVIDUALS AND HEADS OF HOUSEHOLDS; 2000. The  
23 tax to be assessed, levied and collected upon the taxable incomes of all fiduciaries,  
24 except fiduciaries of nuclear decommissioning trust or reserve funds, and single



1 individuals and heads of households shall be computed at the following rates for  
2 taxable years beginning after December 31, 1999, and before January 1, 2001:

3 (a) On all taxable income from \$0 to \$7,500, 4.73%.

4 (b) On all taxable income exceeding \$7,500 but not exceeding \$15,000, 6.33%.

5 (c) On all taxable income exceeding \$15,000 but not exceeding \$112,500, 6.55%.

6 (d) On all taxable income exceeding \$112,500, 6.75%.

7 **SECTION 1696.** 71.06 (1p) of the statutes is created to read:

8 71.06 (1p) FIDUCIARIES, SINGLE INDIVIDUALS AND HEADS OF HOUSEHOLDS; AFTER  
9 2000. The tax to be assessed, levied and collected upon the taxable incomes of all  
10 fiduciaries, except fiduciaries of nuclear decommissioning trust or reserve funds, and  
11 single individuals and heads of households shall be computed at the following rates  
12 for taxable years beginning after December 31, 2000:

13 (a) On all taxable income from \$0 to \$7,500, 4.6%.

14 (b) On all taxable income exceeding \$7,500 but not exceeding \$15,000, 6.15%.

15 (c) On all taxable income exceeding \$15,000 but not exceeding \$112,500, 6.5%.

16 (d) On all taxable income exceeding \$112,500, 6.75%.

17 **SECTION 1697.** 71.06 (2) (c) (intro.) of the statutes is amended to read:

18 71.06 (2) (c) (intro.) For joint returns, for taxable years beginning after  
19 December 31, 1997, and before January 1, 2000:

20 **SECTION 1698.** 71.06 (2) (d) (intro.) of the statutes is amended to read:

21 71.06 (2) (d) (intro.) For married persons filing separately, for taxable years  
22 beginning after December 31, 1997, and before January 1, 2000:

23 **SECTION 1699.** 71.06 (2) (e) of the statutes is created to read:

24 71.06 (2) (e) For joint returns, for taxable years beginning after December 31,  
25 1999, and before January 1, 2001:

- 1           1. On all taxable income from \$0 to \$10,000, 4.73%.
- 2           2. On all taxable income exceeding \$10,000 but not exceeding \$20,000, 6.33%.
- 3           3. On all taxable income exceeding \$20,000 but not exceeding \$150,000, 6.55%.
- 4           4. On all taxable income exceeding \$150,000, 6.75%.

5           **SECTION 1700.** 71.06 (2) (f) of the statutes is created to read:

6           71.06 (2) (f) For married persons filing separately, for taxable years beginning  
7 after December 31, 1999, and before January 1, 2001:

- 8           1. On all taxable income from \$0 to \$5,000, 4.73%.
- 9           2. On all taxable income exceeding \$5,000 but not exceeding \$10,000, 6.33%.
- 10          3. On all taxable income exceeding \$10,000 but not exceeding \$75,000, 6.55%.
- 11          4. On all taxable income exceeding \$75,000, 6.75%.

12          **SECTION 1701.** 71.06 (2) (g) of the statutes is created to read:

13          71.06 (2) (g) For joint returns, for taxable years beginning after December 31,  
14 2000:

- 15          1. On all taxable income from \$0 to \$10,000, 4.6%.
- 16          2. On all taxable income exceeding \$10,000 but not exceeding \$20,000, 6.15%.
- 17          3. On all taxable income exceeding \$20,000 but not exceeding \$150,000, 6.5%.
- 18          4. On all taxable income exceeding \$150,000, 6.75%.

19          **SECTION 1702.** 71.06 (2) (h) of the statutes is created to read:

20          71.06 (2) (h) For married persons filing separately, for taxable years beginning  
21 after December 31, 2000:

- 22          1. On all taxable income from \$0 to \$5,000, 4.6%.
- 23          2. On all taxable income exceeding \$5,000 but not exceeding \$10,000, 6.15%.
- 24          3. On all taxable income exceeding \$10,000 but not exceeding \$75,000, 6.5%.
- 25          4. On all taxable income exceeding \$75,000, 6.75%.

1           **SECTION 1703.** 71.06 (2e) of the statutes is amended to read:

2           71.06 (2e) BRACKET INDEXING. For taxable years beginning after December 31,  
3           1998, and before January 1, 2000, the maximum dollar amount in each tax bracket,  
4           and the corresponding minimum dollar amount in the next bracket, under subs. (1m)  
5           and (2) (c) and (d), and for taxable years beginning after December 31, 1999, the  
6           maximum dollar amount in each tax bracket, and the corresponding minimum dollar  
7           amount in the next bracket, under subs. (1n), (1p) and (2) (e), (f), (g) and (h), shall be  
8           increased each year by a percentage equal to the percentage change between the U.S.  
9           consumer price index for all urban consumers, U.S. city average, for the month of  
10          August of the previous year and the U.S. consumer price index for all urban  
11          consumers, U.S. city average, for the month of August ~~of the year before the previous~~  
12          year 1997, as determined by the federal department of labor, except that for taxable  
13          years beginning after December 31, 2000, the dollar amount in the top bracket under  
14          subs. (1p) (c) and (d), (2) (g) 3. and 4. and (h) 3. and 4. shall be increased each year  
15          by a percentage equal to the percentage change between the U.S. consumer price  
16          index for all urban consumers, U.S. city average, for the month of August of the  
17          previous year and the U.S. consumer price index for all urban consumers, U.S. city  
18          average, for the month of August 1999, as determined by the federal department of  
19          labor. Each amount that is revised under this subsection shall be rounded to the  
20          nearest multiple of \$10 if the revised amount is not a multiple of \$10 or, if the revised  
21          amount is a multiple of \$5, such an amount shall be increased to the next higher  
22          multiple of \$10. The department of revenue shall annually adjust the changes in  
23          dollar amounts required under this subsection and incorporate the changes into the  
24          income tax forms and instructions.

25          **SECTION 1704.** 71.06 (2m) of the statutes is amended to read:

1           71.06 (2m) RATE CHANGES. If a rate under sub. (1), (1m), (1n), (1p) or (2) changes  
2 during a taxable year, the taxpayer shall compute the tax for that taxable year by the  
3 methods applicable to the federal income tax under section 15 of the internal revenue  
4 code.

5           **SECTION 1705.** 71.06 (2s) (b) of the statutes is amended to read:

6           71.06 (2s) (b) For taxable years beginning after December 31, 1997, and before  
7 January 1, 2000, with respect to nonresident individuals, including individuals  
8 changing their domicile into or from this state, the tax brackets under subs. (1m) and  
9 (2) (c) and (d) shall be multiplied by a fraction, the numerator of which is Wisconsin  
10 adjusted gross income and the denominator of which is federal adjusted gross  
11 income. In this paragraph, for married persons filing separately “adjusted gross  
12 income” means the separate adjusted gross income of each spouse, and for married  
13 persons filing jointly “adjusted gross income” means the total adjusted gross income  
14 of both spouses. If an individual and that individual’s spouse are not both domiciled  
15 in this state during the entire taxable year, the tax brackets under subs. (1m) and  
16 (2) (c) and (d) on a joint return shall be multiplied by a fraction, the numerator of  
17 which is their joint Wisconsin adjusted gross income and the denominator of which  
18 is their joint federal adjusted gross income.

19           **SECTION 1706.** 71.06 (2s) (c) of the statutes is created to read:

20           71.06 (2s) (c) For taxable years beginning after December 31, 1999, and before  
21 January 1, 2001, with respect to nonresident individuals, including individuals  
22 changing their domicile into or from this state, the tax brackets under subs. (1n) and  
23 (2) (e) and (f) shall be multiplied by a fraction, the numerator of which is Wisconsin  
24 adjusted gross income and the denominator of which is federal adjusted gross  
25 income. In this paragraph, for married persons filing separately “adjusted gross

1 income” means the separate adjusted gross income of each spouse, and for married  
2 persons filing jointly “adjusted gross income” means the total adjusted gross income  
3 of both spouses. If an individual and that individual’s spouse are not both domiciled  
4 in this state during the entire taxable year, the tax brackets under subs. (1n) and (2)  
5 (e) and (f) on a joint return shall be multiplied by a fraction, the numerator of which  
6 is their joint Wisconsin adjusted gross income and the denominator of which is their  
7 joint federal adjusted gross income.

8 **SECTION 1707.** 71.06 (2s) (d) of the statutes is created to read:

9 71.06 (2s) (d) For taxable years beginning after December 31, 2000, with  
10 respect to nonresident individuals, including individuals changing their domicile  
11 into or from this state, the tax brackets under subs. (1p) and (2) (g) and (h) shall be  
12 multiplied by a fraction, the numerator of which is Wisconsin adjusted gross income  
13 and the denominator of which is federal adjusted gross income. In this paragraph,  
14 for married persons filing separately “adjusted gross income” means the separate  
15 adjusted gross income of each spouse, and for married persons filing jointly “adjusted  
16 gross income” means the total adjusted gross income of both spouses. If an individual  
17 and that individual’s spouse are not both domiciled in this state during the entire  
18 taxable year, the tax brackets under subs. (1p) and (2) (g) and (h) on a joint return  
19 shall be multiplied by a fraction, the numerator of which is their joint Wisconsin  
20 adjusted gross income and the denominator of which is their joint federal adjusted  
21 gross income.

22 **SECTION 1707g.** 71.07 (2di) (a) (intro.) of the statutes is amended to read:

23 71.07 (2di) (a) (intro.) Except as provided in pars. (dm) and (f) and s. 73.03 (35),  
24 for any taxable year for which the person is ~~certified under s. 560.765 (3) for entitled~~  
25 under s. 560.795 (3) to claim tax benefits, any person may claim as a credit against

1 taxes otherwise due under this chapter 2.5% of the purchase price of depreciable,  
2 tangible personal property, or 1.75% of the purchase price of depreciable, tangible  
3 personal property that is expensed under section 179 of the internal revenue code for  
4 purposes of the taxes under this chapter, except that:

5 **SECTION 1707h.** 71.07 (2di) (a) 1. of the statutes is amended to read:

6 71.07 (2di) (a) 1. The investment must be in property that is purchased after  
7 the person is ~~certified under s. 560.765 (3) for~~ entitled under s. 560.795 (3) to claim  
8 tax benefits and that is used for at least 50% of its use in the conduct of the person's  
9 business operations ~~for which the claimant is certified under s. 560.765 (3) at a~~  
10 location in a development zone under subch. VI of ch. 560 or, if the property is mobile,  
11 the base of operations of the property for at least 50% of its use must be a location  
12 in a development zone.

13 **SECTION 1707j.** 71.07 (2di) (d) 1. of the statutes is amended to read:

14 71.07 (2di) (d) 1. A copy of ~~the claimant's certification for a verification from~~  
15 the department of commerce that the claimant may claim tax benefits under s.  
16 ~~560.765 (3)~~ 560.795 (3).

17 **SECTION 1707k.** 71.07 (2di) (f) of the statutes is amended to read:

18 71.07 (2di) (f) ~~If the certification of a person for who is entitled under s. 560.795~~  
19 (3) to claim tax benefits ~~under s. 560.765 (3) is revoked~~ becomes ineligible for such  
20 tax benefits, that person may claim no credits under this subsection for the taxable  
21 year that includes the day on which ~~the certification is revoked~~ person becomes  
22 ineligible for tax benefits or succeeding taxable years and that person may carry over  
23 no unused credits from previous years to offset tax under this chapter for the taxable  
24 year that includes the day on which ~~certification is revoked~~ the person becomes  
25 ineligible for tax benefits or succeeding taxable years.