

**SENATE SUBSTITUTE AMENDMENT 1,
TO 2001 ASSEMBLY BILL 298**

June 12, 2001 – Offered by COMMITTEE ON UNIVERSITIES, HOUSING, AND GOVERNMENT
OPERATIONS.

1 **AN ACT to amend** 71.05 (6) (b) 32. (intro.), 71.05 (6) (b) 32. a., 71.05 (6) (b) 33.
2 (intro.) and 71.05 (6) (b) 33. a. of the statutes; **relating to:** allowing an
3 individual income tax deduction for certain amounts contributed by a
4 grandparent to a college savings account or a college tuition and expenses
5 program and limiting the deductibility of total contributions to a college savings
6 account and a college tuition and expenses program.

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

7 **SECTION 1.** 71.05 (6) (b) 32. (intro.) of the statutes, as created by 1999 Wisconsin
8 Act 44, is amended to read:

9 71.05 **(6)** (b) 32. (intro.) An amount paid into a college savings account, as
10 described in s. 14.64, if the beneficiary of the account either is the claimant or is the
11 claimant's child and the claimant's dependent who is claimed under section 151 (c)
12 of the Internal Revenue Code; or is the claimant's grandchild; calculated as follows:

1 **SECTION 2.** 71.05 (6) (b) 32. a. of the statutes, as created by 1999 Wisconsin Act
2 44, is amended to read:

3 71.05 **(6)** (b) 32. a. An amount equal to not more than \$3,000 per beneficiary
4 by each contributor to an account for each year to which the claim relates, except that
5 the total amount for which a deduction may be claimed under this subdivision and
6 under subd. 33., per beneficiary by any claimant may not exceed \$3,000 each year.

7 **SECTION 3.** 71.05 (6) (b) 33. (intro.) of the statutes, as created by 1999 Wisconsin
8 Act 44, is amended to read:

9 71.05 **(6)** (b) 33. (intro.) An amount paid into a college tuition and expenses
10 program, as described in s. 14.63, if the beneficiary of the account either is the
11 claimant or; is the claimant's child and the claimant's dependent who is claimed
12 under section 151 (c) of the Internal Revenue Code; or is the claimant's grandchild;
13 calculated as follows:

14 **SECTION 4.** 71.05 (6) (b) 33. a. of the statutes, as created by 1999 Wisconsin Act
15 44, is amended to read:

16 71.05 **(6)** (b) 33. a. An amount equal to not more than \$3,000 per beneficiary
17 by each contributor to an account for each year to which the claim relates, except that
18 the total amount for which a deduction may be claimed under this subdivision and
19 under subd. 32., per beneficiary by any claimant may not exceed \$3,000 each year.

20 **SECTION 5. Initial applicability.**

21 (1) This act first applies to taxable years beginning on January 1 of the year
22 in which this subsection takes effect, except that if this subsection takes effect after
23 July 31 this act first applies to taxable years beginning on January 1 of the year
24 following the year in which this subsection takes effect.

25

(END)