

1 **SECTION 37.** 71.26 (2) (b) 8. of the statutes is amended to read:

2 71.26 (2) (b) 8. For taxable years that begin after December 31, 1992, and
3 before January 1, 1994, for a corporation, conduit or common law trust which
4 qualifies as a regulated investment company, real estate mortgage investment
5 conduit or real estate investment trust under the Internal Revenue Code as amended
6 to December 31, 1992, excluding sections 103, 104, and 110 of P.L. 102-227, and as
7 amended by P.L. 103-66, excluding sections 13101 (a) and (c) 1, 13113, 13150, 13171,
8 13174, and 13203 of P.L. 103-66, P.L. 103-465, P.L. 104-188, excluding section 1311
9 of P.L. 104-188, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, and
10 as indirectly affected in the provisions applicable to this subchapter by P.L. 99-514,
11 P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239,
12 P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L.
13 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13101 (a) and (c) 1, 13113,
14 13150, 13171, 13174, and 13203 of P.L. 103-66, P.L. 103-465, P.L. 104-188,
15 excluding section 1311 of P.L. 104-188, P.L. 105-34, P.L. 105-206 and, P.L. 105-277,
16 and P.L. 106-554, “net income” means the federal regulated investment company
17 taxable income, federal real estate mortgage investment conduit taxable income or
18 federal real estate investment trust taxable income of the corporation, conduit or
19 trust as determined under the Internal Revenue Code as amended to
20 December 31, 1992, excluding sections 103, 104, and 110 of P.L. 102-227, and as
21 amended by P.L. 103-66, excluding sections 13101 (a) and (c) 1, 13113, 13150, 13171,
22 13174, and 13203 of P.L. 103-66, P.L. 103-465, P.L. 104-188, excluding section 1311
23 of P.L. 104-188, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, and
24 as indirectly affected in the provisions applicable to this subchapter by P.L. 99-514,
25 P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239,

1 P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L.
2 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13101 (a) and (c) 1., 13113,
3 13150, 13171, 13174, and 13203 of P.L. 103-66, P.L. 103-465, P.L. 104-188,
4 excluding section 1311 of P.L. 104-188, P.L. 105-34, P.L. 105-206 and, P.L. 105-277,
5 and P.L. 106-554, except that property that, under s. 71.02 (1) (c) 8. to 11., 1985 stats.,
6 is required to be depreciated for taxable years 1983 to 1986 under the Internal
7 Revenue Code as amended to December 31, 1980, shall continue to be depreciated
8 under the Internal Revenue Code as amended to December 31, 1980, and except that
9 the appropriate amount shall be added or subtracted to reflect differences between
10 the depreciation or adjusted basis for federal income tax purposes and the
11 depreciation or adjusted basis under this chapter of any property disposed of during
12 the taxable year. The Internal Revenue Code as amended to December 31, 1992,
13 excluding sections 103, 104, and 110 of P.L. 102-227, and as amended by P.L. 103-66,
14 excluding sections 13101 (a) and (c) 1, 13113, 13150, 13171, 13174, and 13203 of P.L.
15 103-66, P.L. 103-465, P.L. 104-188, excluding section 1311 of P.L. 104-188, P.L.
16 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, and as indirectly affected
17 in the provisions applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L.
18 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L.
19 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L.
20 102-486, P.L. 103-66, excluding sections 13101 (a) and (c) 1, 13113, 13150, 13171,
21 13174, and 13203 of P.L. 103-66, P.L. 103-465, P.L. 104-188, excluding section 1311
22 of P.L. 104-188, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554,
23 applies for Wisconsin purposes at the same time as for federal purposes.
24 Amendments to the Internal Revenue Code enacted after December 31, 1992, do not
25 apply to this subdivision with respect to taxable years that begin after

1 December 31, 1992, and before January 1, 1994, except that changes to the Internal
2 Revenue Code made by P.L. 103-66, P.L. 103-465, P.L. 104-188, excluding section
3 1311 of P.L. 104-188, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554,
4 and changes that indirectly affect the provisions applicable to this subchapter made
5 by P.L. 103-66, P.L. 103-465, P.L. 104-188, excluding section 1311 of P.L. 104-188,
6 P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, apply for Wisconsin
7 purposes at the same time as for federal purposes.

8 **SECTION 38.** 71.26 (2) (b) 9. of the statutes is amended to read:

9 71.26 (2) (b) 9. For taxable years that begin after December 31, 1993, and
10 before January 1, 1995, for a corporation, conduit or common law trust which
11 qualifies as a regulated investment company, real estate mortgage investment
12 conduit or real estate investment trust under the Internal Revenue Code as amended
13 to December 31, 1993, excluding sections 103, 104, and 110 of P.L. 102-227 and
14 sections 13113, 13150 (d), 13171 (d), 13174, 13203 (d), and 13215 of P.L. 103-66, and
15 as amended by P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, excluding
16 section 1 of P.L. 104-7, P.L. 104-188, excluding section 1311 of P.L. 104-188, P.L.
17 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L.
18 106-554, and as indirectly affected in the provisions applicable to this subchapter
19 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,
20 P.L. 101-239, P.L. 101-508, 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, 13203 (d), and 13215 of P.L. 103-66, P.L. 103-296, P.L. 103-337,
23 P.L. 103-465, P.L. 104-7, excluding section 1 of P.L. 104-7, P.L. 104-188, excluding
24 section 1311 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206
25 and, P.L. 105-277, and P.L. 106-554, “net income” means the federal regulated

1 investment company taxable income, federal real estate mortgage investment
2 conduit taxable income or federal real estate investment trust taxable income of the
3 corporation, conduit or trust as determined under the Internal Revenue Code as
4 amended to December 31, 1993, excluding sections 103, 104, and 110 of P.L. 102-227
5 and sections 13113, 13150 (d), 13171 (d), 13174, 13203 (d), and 13215 of P.L. 103-66,
6 and as amended by P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, excluding
7 section 1 of P.L. 104-7, P.L. 104-188, excluding section 1311 of P.L. 104-188, P.L.
8 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L.
9 106-554, and as indirectly affected in the provisions applicable to this subchapter
10 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,
11 P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.
12 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150
13 (d), 13171 (d), 13174, 13203 (d), and 13215 of P.L. 103-66, P.L. 103-296, P.L. 103-337,
14 P.L. 103-465, P.L. 104-7, excluding section 1 of P.L. 104-7, P.L. 104-188, excluding
15 section 1311 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206
16 and, P.L. 105-277, and P.L. 106-554, except that property that, under s. 71.02 (1) (c)
17 8. to 11., 1985 stats., is required to be depreciated for taxable years 1983 to 1986
18 under the Internal Revenue Code as amended to December 31, 1980, shall continue
19 to be depreciated under the Internal Revenue Code as amended to
20 December 31, 1980, and except that the appropriate amount shall be added or
21 subtracted to reflect differences between the depreciation or adjusted basis for
22 federal income tax purposes and the depreciation or adjusted basis under this
23 chapter of any property disposed of during the taxable year. The Internal Revenue
24 Code as amended to December 31, 1993, excluding sections 103, 104, and 110 of P.L.
25 102-227 and sections 13113, 13150 (d), 13171 (d), 13174, 13203 (d), and 13215 of P.L.

1 103-66, and as amended by P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7,
2 excluding section 1 of P.L. 104-7, P.L. 104-188, excluding section 1311 of P.L.
3 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277,
4 and P.L. 106-554, and as indirectly affected in the provisions applicable to this
5 subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140,
6 P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104,
7 and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections
8 13113, 13150 (d), 13171 (d), 13174, 13203 (d), and 13215 of P.L. 103-66, P.L. 103-296,
9 P.L. 103-337, P.L. 103-465, P.L. 104-7, excluding section 1 of P.L. 104-7, P.L.
10 104-188, excluding section 1311 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L.
11 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106 554, applies for Wisconsin
12 purposes at the same time as for federal purposes. Amendments to the Internal
13 Revenue Code enacted after December 31, 1993, do not apply to this subdivision with
14 respect to taxable years that begin after December 31, 1993, and before
15 January 1, 1995, except that changes to the Internal Revenue Code made by P.L.
16 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, excluding section 1 of P.L. 104-7,
17 P.L. 104-188, excluding section 1311 of P.L. 104-188, P.L. 104-191, P.L. 104-193,
18 P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, and changes that
19 indirectly affect the provisions applicable to this subchapter made by P.L. 103-296,
20 P.L. 103-337, P.L. 103-465, P.L. 104-7, excluding section 1 of P.L. 104-7, P.L.
21 104-188, excluding section 1311 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L.
22 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, apply for Wisconsin
23 purposes at the same time as for federal purposes.

24 **SECTION 39.** 71.26 (2) (b) 10. of the statutes is amended to read:

1 71.26 (2) (b) 10. For taxable years that begin after December 31, 1994, and
2 before January 1, 1996, for a corporation, conduit or common law trust which
3 qualifies as a regulated investment company, real estate mortgage investment
4 conduit or real estate investment trust under the Internal Revenue Code as amended
5 to December 31, 1994, excluding sections 103, 104, and 110 of P.L. 102-227 and
6 sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, and as
7 amended by P.L. 104-7, P.L. 104-188, excluding sections 1202, 1204, 1311, and 1605
8 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206 and, P.L.
9 105-277, and P.L. 106-554, and as indirectly affected in the provisions applicable to
10 this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L.
11 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections
12 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding
13 sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L.
14 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188, excluding sections
15 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34,
16 P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, “net income” means the federal
17 regulated investment company taxable income, federal real estate mortgage
18 investment conduit taxable income or federal real estate investment trust taxable
19 income of the corporation, conduit or trust as determined under the Internal
20 Revenue Code as amended to December 31, 1994, excluding sections 103, 104, and
21 110 of P.L. 102-227 and sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d)
22 of P.L. 103-66, and as amended by P.L. 104-7, P.L. 104-188, excluding sections 1202,
23 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L.
24 105-206 and, P.L. 105-277, and P.L. 106-554, and as indirectly affected in the
25 provisions applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647,

1 P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227,
2 excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L.
3 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
4 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188,
5 excluding sections 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L.
6 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, except that
7 property that, under s. 71.02 (1) (c) 8. to 11., 1985 stats., is required to be depreciated
8 for taxable years 1983 to 1986 under the Internal Revenue Code as amended to
9 December 31, 1980, shall continue to be depreciated under the Internal Revenue
10 Code as amended to December 31, 1980, and except that the appropriate amount
11 shall be added or subtracted to reflect differences between the depreciation or
12 adjusted basis for federal income tax purposes and the depreciation or adjusted basis
13 under this chapter of any property disposed of during the taxable year. The Internal
14 Revenue Code as amended to December 31, 1994, excluding sections 103, 104, and
15 110 of P.L. 102-227 and sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d)
16 of P.L. 103-66, and as amended by P.L. 104-7, P.L. 104-188, excluding sections 1202,
17 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L.
18 105-206 and, P.L. 105-277, and P.L. 106-554, and as indirectly affected in the
19 provisions applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647,
20 P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227,
21 excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L.
22 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
23 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188,
24 excluding sections 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L.
25 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, applies for

1 Wisconsin purposes at the same time as for federal purposes. Amendments to the
2 Internal Revenue Code enacted after December 31, 1994, do not apply to this
3 subdivision with respect to taxable years that begin after December 31, 1994, and
4 before January 1, 1996, except that changes made by P.L. 104-7, P.L. 104-188,
5 excluding sections 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L.
6 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, and
7 changes that indirectly affect the provisions applicable to this subchapter made by
8 P.L. 104-7, P.L. 104-188, excluding sections 1202, 1204, 1311 and 1605 of P.L.
9 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277,
10 and P.L. 106-554, apply for Wisconsin purposes at the same time as for federal
11 purposes.

12 **SECTION 40.** 71.26 (2) (b) 11. of the statutes is amended to read:

13 71.26 (2) (b) 11. For taxable years that begin after December 31, 1995, and
14 before January 1, 1997, for a corporation, conduit or common law trust which
15 qualifies as a regulated investment company, real estate mortgage investment
16 conduit or real estate investment trust under the 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. 104-188, excluding sections 1123, 1202, 1204, 1311, and 1605 of P.L.
20 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-206 and,
21 P.L. 105-277, and P.L. 106-554, and as indirectly affected in the provisions
22 applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L.
23 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227,
24 excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L.
25 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.

1 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188,
2 excluding sections 1123, 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191,
3 P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L.
4 106-554, "net income" means the federal regulated investment company taxable
5 income, federal real estate mortgage investment conduit taxable income or federal
6 real estate investment trust taxable income of the corporation, conduit or trust as
7 determined under the Internal Revenue Code as amended to December 31, 1995,
8 excluding sections 103, 104, and 110 of P.L. 102-227 and sections 13113, 13150 (d),
9 13171 (d), 13174, and 13203 (d) of P.L. 103-66, and as amended by P.L. 104-188,
10 excluding sections 1123, 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191,
11 P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L.
12 106-554, and as indirectly affected in the provisions applicable to this subchapter
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. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.
15 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150
16 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.
17 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123, 1202, 1204, 1311, and
18 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L.
19 105-206 and, P.L. 105-277, and P.L. 106-554, except that property that, under s.
20 71.02 (1) (c) 8. to 11., 1985 stats., is required to be depreciated for taxable years 1983
21 to 1986 under the Internal Revenue Code as amended to December 31, 1980, shall
22 continue to be depreciated under the Internal Revenue Code as amended to
23 December 31, 1980, and except that the appropriate amount shall be added or
24 subtracted to reflect differences between the depreciation or adjusted basis for
25 federal income tax purposes and the depreciation or adjusted basis under this

1 chapter of any property disposed of during the taxable year. The Internal Revenue
2 Code as amended to December 31, 1995, excluding sections 103, 104, and 110 of P.L.
3 102-227 and sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
4 103-66, and as amended by P.L. 104-188, excluding sections 1123, 1202, 1204, 1311,
5 and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L.
6 105-206 and, P.L. 105-277, and P.L. 106-554, and as indirectly affected in the
7 provisions applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647,
8 P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227,
9 excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L.
10 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
11 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188,
12 excluding sections 1123, 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191,
13 P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L.
14 106-554, applies for Wisconsin purposes at the same time as for federal purposes.
15 Amendments to the Internal Revenue Code enacted after December 31, 1995, do not
16 apply to this subdivision with respect to taxable years that begin after
17 December 31, 1995, and before January 1, 1997, except that changes to the Internal
18 Revenue Code made by P.L. 104-188, excluding sections 1123, 1202, 1204, 1311, and
19 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L.
20 105-206 and, P.L. 105-277, and P.L. 106-554, and changes that indirectly affect the
21 provisions applicable to this subchapter made by P.L. 104-188, excluding sections
22 1123, 1202, 1204, 1311 and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L.
23 105-33, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, apply for
24 Wisconsin purposes at the same time as for federal purposes.

25 **SECTION 41.** 71.26 (2) (b) 12. of the statutes is amended to read:

1 71.26 (2) (b) 12. For taxable years that begin after December 31, 1996, and
2 before January 1, 1998, for a corporation, conduit or common law trust which
3 qualifies as a regulated investment company, real estate mortgage investment
4 conduit, real estate investment trust or financial asset securitization investment
5 trust under the Internal Revenue Code as amended to December 31, 1996, excluding
6 sections 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d),
7 13174, and 13203 (d) of P.L. 103-66 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and
8 1605 (d) of P.L. 104-188, and as amended by P.L. 105-33, P.L. 105-34, P.L. 105-206,
9 P.L. 105-277 and, P.L. 106-36, P.L. 106-554, and P.L. 107-16, excluding section 431
10 of P.L. 107-16, and as indirectly affected in the provisions applicable to this
11 subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140,
12 P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104,
13 and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections
14 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L.
15 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123 (b), 1202
16 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L.
17 105-33, P.L. 105-34, P.L. 105-206, P.L. 105-277 and, P.L. 106-36, P.L. 106-554, and
18 P.L. 107-16, excluding section 431 of P.L. 107-16, "net income" means the federal
19 regulated investment company taxable income, federal real estate mortgage
20 investment conduit taxable income, federal real estate investment trust or financial
21 asset securitization investment trust taxable income of the corporation, conduit or
22 trust as determined under the Internal Revenue Code as amended to
23 December 31, 1996, excluding sections 103, 104, and 110 of P.L. 102-227, sections
24 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66 and sections 1123
25 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188 and as amended by P.L.

1 105-33, P.L. 105-34, P.L. 105-206, P.L. 105-277 and, P.L. 106-36, P.L. 106-554, and
2 P.L. 107-16, excluding section 431 of P.L. 107-16, and as indirectly affected in the
3 provisions applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647,
4 P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227,
5 excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L.
6 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
7 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188,
8 excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L.
9 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-206, P.L. 105-277 and,
10 P.L. 106-36, P.L. 106-554, and P.L. 107-16, excluding section 431 of P.L. 107-16,
11 except that property that, under s. 71.02 (1) (c) 8. to 11., 1985 stats., is required to
12 be depreciated for taxable years 1983 to 1986 under the Internal Revenue Code as
13 amended to December 31, 1980, shall continue to be depreciated under the Internal
14 Revenue Code as amended to December 31, 1980, and except that the appropriate
15 amount shall be added or subtracted to reflect differences between the depreciation
16 or adjusted basis for federal income tax purposes and the depreciation or adjusted
17 basis under this chapter of any property disposed of during the taxable year. The
18 Internal Revenue Code as amended to December 31, 1996, excluding sections 103,
19 104, and 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203
20 (d) of P.L. 103-66, and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L.
21 104-188, and as amended by P.L. 105-33, P.L. 105-34, P.L. 105-206, P.L. 105-277
22 and, P.L. 106-36, P.L. 106-554, and P.L. 107-16, excluding section 431 of P.L.
23 107-16, and as indirectly affected in the provisions applicable to this subchapter by
24 P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179,
25 P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.

1 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150
2 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.
3 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f),
4 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L.
5 105-34, P.L. 105-206, P.L. 105-277 and, P.L. 106-36, P.L. 106-554, and P.L. 107-16,
6 excluding section 431 of P.L. 107-16, applies for Wisconsin purposes at the same time
7 as for federal purposes. Amendments to the Internal Revenue Code enacted after
8 December 31, 1996, do not apply to this subdivision with respect to taxable years
9 that begin after December 31, 1996, and before January 1, 1998, except that
10 changes to the Internal Revenue Code made by P.L. 105-33, P.L. 105-34, P.L.
11 105-206, P.L. 105-277 and, P.L. 106-36, P.L. 106-554, and P.L. 107-16, excluding
12 section 431 of P.L. 107-16, and changes that indirectly affect the provisions
13 applicable to this subchapter made by P.L. 105-33, P.L. 105-34, P.L. 105-206, P.L.
14 105-277 and, P.L. 106-36, P.L. 106-554, and P.L. 107-16, excluding section 431 of
15 P.L. 107-16, apply for Wisconsin purposes at the same time as for federal purposes.

16 **SECTION 42.** 71.26 (2) (b) 13. of the statutes is amended to read:

17 71.26 (2) (b) 13. For taxable years that begin after December 31, 1997, and
18 before January 1, 1999, for a corporation, conduit or common law trust which
19 qualifies as a regulated investment company, real estate mortgage investment
20 conduit, real estate investment trust or financial asset securitization investment
21 trust under the Internal Revenue Code as amended to December 31, 1997, excluding
22 sections 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d),
23 13174, and 13203 (d) of P.L. 103-66 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and
24 1605 (d) of P.L. 104-188, and as amended by P.L. 105-178, P.L. 105-206, P.L.
25 105-277, P.L. 106-36 and, P.L. 106-170, P.L. 106-554, P.L. 106-573, and P.L.

1 107-16, excluding section 431 of P.L. 107-16, and as indirectly affected in the
2 provisions applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647,
3 P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227,
4 excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L.
5 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
6 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188,
7 excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L.
8 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-178, P.L. 105-206, P.L.
9 105-277, P.L. 106-36 and, P.L. 106-170, P.L. 106-554, P.L. 106-573, and P.L.
10 107-16, excluding section 431 of P.L. 107-16, "net income" means the federal
11 regulated investment company taxable income, federal real estate mortgage
12 investment conduit taxable income, federal real estate investment trust or financial
13 asset securitization investment trust taxable income of the corporation, conduit or
14 trust as determined under the Internal Revenue Code as amended to December 31,
15 1997, excluding sections 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d),
16 13171 (d), 13174, and 13203 (d) of P.L. 103-66 and sections 1123 (b), 1202 (c), 1204
17 (f), 1311, and 1605 (d) of P.L. 104-188, and as amended by P.L. 105-178, P.L. 105-206,
18 P.L. 105-277, P.L. 106-36 and, P.L. 106-170, P.L. 106-554, P.L. 106-573, and P.L.
19 107-16, excluding section 431 of P.L. 107-16, and as indirectly affected in the
20 provisions applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647,
21 P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227,
22 excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L.
23 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
24 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188,
25 excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L.

1 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-178, P.L. 105-206, P.L.
2 105-277, P.L. 106-36 and, P.L. 106-170, P.L. 106-554, P.L. 106-573, and P.L.
3 107-16, excluding section 431 of P.L. 107-16, except that property that, under s.
4 71.02 (1) (c) 8. to 11., 1985 stats., is required to be depreciated for taxable years 1983
5 to 1986 under the Internal Revenue Code as amended to December 31, 1980, shall
6 continue to be depreciated under the Internal Revenue Code as amended to
7 December 31, 1980, and except that the appropriate amount shall be added or
8 subtracted to reflect differences between the depreciation or adjusted basis for
9 federal income tax purposes and the depreciation or adjusted basis under this
10 chapter of any property disposed of during the taxable year. The Internal Revenue
11 Code as amended to December 31, 1997, excluding sections 103, 104, and 110 of P.L.
12 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66,
13 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, and as
14 amended by P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and, P.L. 106-170,
15 P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16,
16 and as indirectly affected in the provisions applicable to this subchapter by P.L.
17 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L.
18 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.
19 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150
20 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.
21 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f),
22 1311 and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L.
23 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and, P.L. 106-170,
24 P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16,
25 applies for Wisconsin purposes at the same time as for federal purposes.

1 Amendments to the Internal Revenue Code enacted after December 31, 1997, do not
2 apply to this subdivision with respect to taxable years that begin after
3 December 31, 1997, and before January 1, 1999, except that changes to the Internal
4 Revenue Code made by P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and,
5 P.L. 106-170, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of
6 P.L. 107-16, and changes that indirectly affect the provisions applicable to this
7 subchapter made by P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and and,
8 P.L. 106-170, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of
9 P.L. 107-16, apply for Wisconsin purposes at the same time as for federal purposes.

10 SECTION 43. 71.26 (2) (b) 14. of the statutes is amended to read:

11 71.26 (2) (b) 14. For taxable years that begin after December 31, 1998, and
12 before January 1, 2000, for a corporation, conduit or common law trust which
13 qualifies as a regulated investment company, real estate mortgage investment
14 conduit, real estate investment trust or financial asset securitization investment
15 trust under the Internal Revenue Code as amended to December 31, 1998, excluding
16 sections 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d),
17 13174, and 13203 (d) of P.L. 103-66 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and
18 1605 (d) of P.L. 104-188, and as amended by P.L. 106-36 and, P.L. 106-170, P.L.
19 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding
20 section 431 of P.L. 107-16, and as indirectly affected in the provisions applicable to
21 this subchapter 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. 101-508, P.L. 102-227, excluding sections
23 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding
24 sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L.
25 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188, excluding sections

1 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L.
2 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L.
3 106-36 and, P.L. 106-170, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573,
4 and P.L. 107-16, excluding section 431 of P.L. 107-16, "net income" means the federal
5 regulated investment company taxable income, federal real estate mortgage
6 investment conduit taxable income, federal real estate investment trust or financial
7 asset securitization investment trust taxable income of the corporation, conduit or
8 trust as determined under the Internal Revenue Code as amended to December 31,
9 1998, excluding sections 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d),
10 13171 (d), 13174, and 13203 (d) of P.L. 103-66 and sections 1123 (b), 1202 (c), 1204
11 (f), 1311, and 1605 (d) of P.L. 104-188, and as amended by P.L. 106-36 and, P.L.
12 106-170, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L. 107-16,
13 excluding section 431 of P.L. 107-16, and as indirectly affected in the provisions
14 applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L.
15 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227,
16 excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L.
17 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
18 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188,
19 excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L.
20 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-178, P.L. 105-206, P.L.
21 105-277, P.L. 106-36 and, P.L. 106-170, P.L. 106-230, P.L. 106-519, P.L. 106-554,
22 P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16, except that
23 property that, under s. 71.02 (1) (c) 8. to 11., 1985 stats., is required to be depreciated
24 for taxable years 1983 to 1986 under the Internal Revenue Code as amended to
25 December 31, 1980, shall continue to be depreciated under the Internal Revenue

1 Code as amended to December 31, 1980, and except that the appropriate amount
2 shall be added or subtracted to reflect differences between the depreciation or
3 adjusted basis for federal income tax purposes and the depreciation or adjusted basis
4 under this chapter of any property disposed of during the taxable year. The Internal
5 Revenue Code as amended to December 31, 1998, excluding sections 103, 104, and
6 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
7 103-66, and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188,
8 and as amended by P.L. 106-36 and, P.L. 106-170, P.L. 106-230, P.L. 106-519, P.L.
9 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16, and
10 as indirectly affected in the provisions applicable to this subchapter by P.L. 99-514,
11 P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239,
12 P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L.
13 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150 (d), 13171 (d),
14 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L.
15 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605
16 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L.
17 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and, P.L. 106-170, P.L. 106-230,
18 P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of
19 P.L. 107-16, applies for Wisconsin purposes at the same time as for federal purposes.
20 Amendments to the Internal Revenue Code enacted after December 31, 1998, do not
21 apply to this subdivision with respect to taxable years that begin after
22 December 31, 1998, and before January 1, 2000, except that changes to the Internal
23 Revenue Code made by P.L. 106-36 and, P.L. 106-170, P.L. 106-230, P.L. 106-519,
24 P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16,
25 and changes that indirectly affect the provisions applicable to this subchapter made

1 by P.L. 106-36 and, P.L. 106-170, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L.
2 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16, apply for Wisconsin
3 purposes at the same time as for federal purposes.

4 **SECTION 44.** 71.26 (2) (b) 15. of the statutes is amended to read:

5 71.26 (2) (b) 15. For taxable years that begin after December 31, 1999, and
6 before January 1, 2001, for a corporation, conduit or common law trust which
7 qualifies as a regulated investment company, real estate mortgage investment
8 conduit, real estate investment trust or financial asset securitization investment
9 trust under the Internal Revenue Code as amended to December 31, 1999, excluding
10 sections 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d),
11 13174, and 13203 (d) of P.L. 103-66 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and
12 1605 (d) of P.L. 104-188, and as amended by P.L. 106-200, P.L. 106-230, P.L.
13 106-519, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L.
14 107-16, and as indirectly affected in the provisions applicable to this subchapter by
15 P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179,
16 P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.
17 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150
18 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.
19 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f),
20 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L.
21 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and, P.L. 106-170,
22 P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L.
23 107-16, excluding section 431 of P.L. 107-16, "net income" means the federal
24 regulated investment company taxable income, federal real estate mortgage
25 investment conduit taxable income, federal real estate investment trust or financial

1 asset securitization investment trust taxable income of the corporation, conduit or
2 trust as determined under the Internal Revenue Code as amended to December 31,
3 1999, excluding sections 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d),
4 13171 (d), 13174, and 13203 (d) of P.L. 103-66 and sections 1123 (b), 1202 (c), 1204
5 (f), 1311, and 1605 (d) of P.L. 104-188, and as amended by P.L. 106-200, P.L. 106-230,
6 P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of
7 P.L. 107-16, and as indirectly affected in the provisions applicable to this subchapter
8 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,
9 P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.
10 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150
11 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.
12 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f),
13 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L.
14 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and, P.L. 106-170,
15 P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L.
16 107-16, excluding section 431 of P.L. 107-16, except that property that, under s.
17 71.02 (1) (c) 8. to 11., 1985 stats., is required to be depreciated for taxable years 1983
18 to 1986 under the Internal Revenue Code as amended to December 31, 1980, shall
19 continue to be depreciated under the Internal Revenue Code as amended to
20 December 31, 1980, and except that the appropriate amount shall be added or
21 subtracted to reflect differences between the depreciation or adjusted basis for
22 federal income tax purposes and the depreciation or adjusted basis under this
23 chapter of any property disposed of during the taxable year. The Internal Revenue
24 Code as amended to December 31, 1999, excluding sections 103, 104, and 110 of P.L.
25 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66,

1 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, and as
2 amended by P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573,
3 and P.L. 107-16, excluding section 431 of P.L. 107-16, and as indirectly affected in
4 the provisions applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L.
5 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L.
6 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L.
7 102-486, P.L. 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and
8 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.
9 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L.
10 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-178, P.L.
11 105-206, P.L. 105-277, P.L. 106-36 and, P.L. 106-170, P.L. 106-200, P.L. 106-230,
12 P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of
13 P.L. 107-16, applies for Wisconsin purposes at the same time as for federal purposes.
14 Amendments to the Internal Revenue Code enacted after December 31, 1999, do not
15 apply to this subdivision with respect to taxable years that begin after
16 December 31, 1999, and before January 1, 2001, except that changes to the Internal
17 Revenue Code made by P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L.
18 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16, and changes that
19 indirectly affect the provisions applicable to this subchapter made by P.L. 106-200,
20 P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding
21 section 431 of P.L. 107-16, apply for Wisconsin purposes at the same time as for
22 federal purposes.

23 **SECTION 45.** 71.26 (2) (b) 16. of the statutes is created to read:

24 71.26 (2) (b) 16. For taxable years that begin after December 31, 2000, and
25 before January 1, 2002, for a corporation, conduit, or common law trust which

1 qualifies as a regulated investment company, real estate mortgage investment
2 conduit, real estate investment trust, or financial asset securitization investment
3 trust under the Internal Revenue Code as amended to December 31, 2000, excluding
4 sections 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d),
5 13174, and 13203 (d) of P.L. 103-66, and sections 1123 (b), 1202 (c), 1204 (f), 1311,
6 and 1605 (d) of P.L. 104-188, and as amended by P.L. 107-16, excluding section 431
7 of P.L. 107-16, and P.L. 107-22, and as indirectly affected in the provisions
8 applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L.
9 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227,
10 excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L.
11 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
12 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188,
13 excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L.
14 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-178, P.L. 105-206, P.L.
15 105-277, P.L. 106-36, P.L. 106-170, P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L.
16 106-554, P.L. 106-573, P.L. 107-16, excluding section 431 of P.L. 107-16, and P.L.
17 107-22, "net income" means the federal regulated investment company taxable
18 income, federal real estate mortgage investment conduit taxable income, federal real
19 estate investment trust or financial asset securitization investment trust taxable
20 income of the corporation, conduit, or trust as determined under the Internal
21 Revenue Code as amended to December 31, 2000, excluding sections 103, 104, and
22 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
23 103-66, and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188,
24 and as amended by P.L. 107-16, excluding section 431 of P.L. 107-16, and P.L.
25 107-22, and as indirectly affected in the provisions applicable to this subchapter by

1 P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179,
2 P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.
3 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150
4 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.
5 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f),
6 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L.
7 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36, P.L. 106-170, P.L.
8 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, P.L. 107-16,
9 excluding section 431 of P.L. 107-16, and P.L. 107-22, except that property that,
10 under s. 71.02 (1) (c) 8. to 11., 1985 stats., is required to be depreciated for taxable
11 years 1983 to 1986 under the Internal Revenue Code as amended to
12 December 31, 1980, shall continue to be depreciated under the Internal Revenue
13 Code as amended to December 31, 1980, and except that the appropriate amount
14 shall be added or subtracted to reflect differences between the depreciation or
15 adjusted basis for federal income tax purposes and the depreciation or adjusted basis
16 under this chapter of any property disposed of during the taxable year. The Internal
17 Revenue Code as amended to December 31, 2000, excluding sections 103, 104, and
18 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
19 103-66, and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188,
20 and as amended by P.L. 107-16, excluding section 431 of P.L. 107-16, and P.L.
21 107-22, and as indirectly affected in the provisions applicable to this subchapter by
22 P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179,
23 P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.
24 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150
25 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.

1 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f),
2 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L.
3 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36, P.L. 106-170, P.L.
4 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, P.L. 107-16,
5 excluding section 431 of P.L. 107-16, and P.L. 107-22, applies for Wisconsin purposes
6 at the same time as for federal purposes. Amendments to the Internal Revenue Code
7 enacted after December 31, 2000, do not apply to this subdivision with respect to
8 taxable years that begin after December 31, 2000, and before January 1, 2002,
9 except that changes to the Internal Revenue Code made by P.L. 107-16, excluding
10 section 431 of P.L. 107-16, and P.L. 107-22, and changes that indirectly affect the
11 provisions applicable to this subchapter made by P.L. 107-16, excluding section 431
12 of P.L. 107-16, and P.L. 107-22, apply for Wisconsin purposes at the same time as
13 for federal purposes.

14 **SECTION 46.** 71.26 (2) (b) 17. of the statutes is created to read:

15 71.26 (2) (b) 17. For taxable years that begin after December 31, 2001, for a
16 corporation, conduit, or common law trust which qualifies as a regulated investment
17 company, real estate mortgage investment conduit, real estate investment trust, or
18 financial asset securitization investment trust under the Internal Revenue Code as
19 amended to December 31, 2001, excluding sections 103, 104, and 110 of P.L. 102-227,
20 sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, sections
21 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, and section 431 of P.L.
22 107-16, and as indirectly affected in the provisions applicable to this subchapter by
23 P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179,
24 P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.
25 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150

1 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.
2 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f),
3 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L.
4 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36, P.L. 106-170, P.L.
5 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, P.L. 107-15, P.L.
6 107-16, excluding section 431 of P.L. 107-16, and P.L. 107-22, "net income" means
7 the federal regulated investment company taxable income, federal real estate
8 mortgage investment conduit taxable income, federal real estate investment trust
9 or financial asset securitization investment trust taxable income of the corporation,
10 conduit, or trust as determined under the Internal Revenue Code as amended to
11 December 31, 2001, excluding sections 103, 104, and 110 of P.L. 102-227, sections
12 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, sections 1123 (b),
13 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, and section 431 of P.L. 107-16,
14 and as indirectly affected in the provisions applicable to this subchapter by P.L.
15 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L.
16 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.
17 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150
18 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.
19 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f),
20 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L.
21 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36, P.L. 106-170, P.L.
22 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, P.L. 107-15, P.L.
23 107-16, excluding section 431 of P.L. 107-16, and P.L. 107-22, except that property
24 that, under s. 71.02 (1) (c) 8. to 11., 1985 stats., is required to be depreciated for
25 taxable years 1983 to 1986 under the Internal Revenue Code as amended to

1 December 31, 1980, shall continue to be depreciated under the Internal Revenue
2 Code as amended to December 31, 1980, and except that the appropriate amount
3 shall be added or subtracted to reflect differences between the depreciation or
4 adjusted basis for federal income tax purposes and the depreciation or adjusted basis
5 under this chapter of any property disposed of during the taxable year. The Internal
6 Revenue Code as amended to December 31, 2001, excluding sections 103, 104, and
7 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
8 103-66, sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, and
9 section 431 of P.L. 107-16, and as indirectly affected in the provisions applicable to
10 this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L.
11 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections
12 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding
13 sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L.
14 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188, excluding sections
15 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L.
16 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L.
17 106-36, P.L. 106-170, P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L.
18 106-573, P.L. 107-15, P.L. 107-16, excluding section 431 of P.L. 107-16, and P.L.
19 107-22, applies for Wisconsin purposes at the same time as for federal purposes.
20 Amendments to the Internal Revenue Code enacted after December 31, 2001, do not
21 apply to this subdivision with respect to taxable years that begin after
22 December 31, 2001.

23 **SECTION 47.** 71.26 (3) (y) of the statutes is renumbered 71.26 (3) (y) 1. and
24 amended to read:

1 71.26 (3) (y) 1. ~~A~~ For taxable years that begin after December 31, 2000, and
2 before January 1, 2002, a corporation may compute amortization and depreciation
3 under either the federal Internal Revenue Code as amended to December 31, ~~1999~~
4 2000, or the federal Internal Revenue Code in effect for the taxable year for which
5 the return is filed, except that property first placed in service by the taxpayer on or
6 after January 1, 1983, but before January 1, 1987, that, under s. 71.04 (15) (b) and
7 (br), 1985 stats., is required to be depreciated under the Internal Revenue Code as
8 amended to December 31, 1980, and property first placed in service in taxable year
9 1981 or thereafter but before January 1, 1987, that, under s. 71.04 (15) (bm), 1985
10 stats., is required to be depreciated under the Internal Revenue Code as amended
11 to December 31, 1980, shall continue to be depreciated under the Internal Revenue
12 Code as amended to December 31, 1980.

13 **SECTION 48.** 71.26 (3) (y) 2. of the statutes is created to read:

14 71.26 (3) (y) 2. For taxable years that begin after December 31, 2001, a
15 corporation may compute amortization and depreciation under either the federal
16 Internal Revenue Code as amended to December 31, 2001, or the federal Internal
17 Revenue Code in effect for the taxable year for which the return is filed, except that
18 property first placed in service by the taxpayer on or after January 1, 1983, but
19 before January 1, 1987, that, under s. 71.04 (15) (b) and (br), 1985 stats., is required
20 to be depreciated under the Internal Revenue Code as amended to
21 December 31, 1980, and property first placed in service in taxable year 1981 or
22 thereafter but before January 1, 1987, that, under s. 71.04 (15) (bm), 1985 stats., is
23 required to be depreciated under the Internal Revenue Code as amended to
24 December 31, 1980, shall continue to be depreciated under the Internal Revenue
25 Code as amended to December 31, 1980.

1 **SECTION 49.** 71.34 (1g) (g) of the statutes is repealed.

2 **SECTION 50.** 71.34 (1g) (h) of the statutes is amended to read:

3 71.34 (1g) (h) "Internal Revenue Code" for tax-option corporations, for taxable
4 years that begin after December 31, 1992, and before January 1, 1994, means the
5 federal Internal Revenue Code as amended to December 31, 1992, excluding
6 sections 103, 104 and 110 of P.L. 102-227, and as amended by P.L. 103-66, excluding
7 sections 13101 (a) and (c) 1, 13113, 13150, 13171, 13174, and 13203 of P.L. 103-66,
8 P.L. 103-465, P.L. 104-188, excluding section 1311 of P.L. 104-188, P.L. 105-34, P.L.
9 105-206 and, P.L. 105-277, and P.L. 106-554, and as indirectly affected in the
10 provisions applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647
11 excluding sections 803 (d) (2) (B), 805 (d) (2), 812 (c) (2), 821 (b) (2), and 823 (c) (2)
12 of P.L. 99-514 and section 1008 (g) (5) of P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L.
13 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and
14 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections
15 13101 (a) and (c) 1, 13113, 13150, 13171, 13174, and 13203 of P.L. 103-66, P.L.
16 103-465, P.L. 104-188, excluding section 1311 of P.L. 104-188, P.L. 105-34, P.L.
17 105-206 and, P.L. 105-277, and P.L. 106-554, except that section 1366 (f) (relating
18 to pass-through of items to shareholders) is modified by substituting the tax under
19 s. 71.35 for the taxes under sections 1374 and 1375. The Internal Revenue Code
20 applies for Wisconsin purposes at the same time as for federal purposes.
21 Amendments to the federal Internal Revenue Code enacted after
22 December 31, 1992, do not apply to this paragraph with respect to taxable years
23 beginning after December 31, 1992, and before January 1, 1994, except that
24 changes to the Internal Revenue Code made by P.L. 103-66, P.L. 103-465, P.L.
25 104-188, excluding section 1311 of P.L. 104-188, P.L. 105-34, P.L. 105-206 and, P.L.

1 ~~105-277, and P.L. 106-554,~~ and changes that indirectly affect the provisions
2 applicable to this subchapter made by P.L. 103-66, P.L. 103-465, P.L. 104-188,
3 excluding section 1311 of P.L. 104-188, P.L. 105-34, P.L. 105-206 ~~and, P.L. 105-277,~~
4 ~~and P.L. 106-554,~~ apply for Wisconsin purposes at the same time as for federal
5 purposes.

6 **SECTION 51.** 71.34 (1g) (i) of the statutes is amended to read:

7 **71.34 (1g)** (i) "Internal Revenue Code" for tax-option corporations, for taxable
8 years that begin after December 31, 1993, and before January 1, 1995, means the
9 federal Internal Revenue Code as amended to December 31, 1993, excluding
10 sections 103, 104, and 110 of P.L. 102-227 and sections 13113, 13150 (d), 13171 (d),
11 13174, 13203 (d), and 13215 of P.L. 103-66, and as amended by P.L. 103-296, P.L.
12 103-337, P.L. 103-465, P.L. 104-7, excluding section 1 of P.L. 104-7, P.L. 104-188,
13 excluding section 1311 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L.
14 105-206 ~~and, P.L. 105-277, and P.L. 106-554,~~ and as indirectly affected in the
15 provisions applicable to this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647
16 excluding sections 803 (d) (2) (B), 805 (d) (2), 812 (c) (2), 821 (b) (2), and 823 (c) (2)
17 of P.L. 99-514 and section 1008 (g) (5) of P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L.
18 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and
19 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections
20 13113, 13150 (d), 13171 (d), 13174, 13203 (d), and 13215 of P.L. 103-66, P.L. 103-296,
21 P.L. 103-337, P.L. 103-465, P.L. 104-7, excluding section 1 of P.L. 104-7, P.L.
22 104-188, excluding section 1311 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L.
23 105-34, P.L. 105-206 ~~and, P.L. 105-277, and P.L. 106-554,~~ except that section 1366
24 (f) (relating to pass-through of items to shareholders) is modified by substituting the
25 tax under s. 71.35 for the taxes under sections 1374 and 1375. The Internal Revenue

1 Code applies for Wisconsin purposes at the same time as for federal purposes.
2 Amendments to the federal Internal Revenue Code enacted after
3 December 31, 1993, do not apply to this paragraph with respect to taxable years
4 beginning after December 31, 1993, and before January 1, 1995, except that
5 changes to the Internal Revenue Code made by P.L. 103-296, P.L. 103-337, P.L.
6 103-465, P.L. 104-7, excluding section 1 of P.L. 104-7, P.L. 104-188, excluding
7 section 1311 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206
8 and, P.L. 105-277, and P.L. 106-554, and changes that indirectly affect the
9 provisions applicable to this subchapter made by P.L. 103-296, P.L. 103-337, P.L.
10 103-465, P.L. 104-7, excluding section 1 of P.L. 104-7, P.L. 104-188, excluding
11 section 1311 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206
12 and, P.L. 105-277, and P.L. 106-554, apply for Wisconsin purposes at the same time
13 as for federal purposes.

14 **SECTION 52.** 71.34 (1g) (j) of the statutes is amended to read:

15 71.34 (1g) (j) "Internal Revenue Code" for tax-option corporations, for taxable
16 years that begin after December 31, 1994, and before January 1, 1996, means the
17 federal Internal Revenue Code as amended to December 31, 1994, excluding
18 sections 103, 104, and 110 of P.L. 102-227 and sections 13113, 13150 (d), 13171 (d),
19 13174, and 13203 (d) of P.L. 103-66, and as amended by P.L. 104-7, P.L. 104-188,
20 excluding sections 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L.
21 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, and as
22 indirectly affected in the provisions applicable to this subchapter by P.L. 99-514, P.L.
23 100-203, P.L. 100-647 excluding sections 803 (d) (2) (B), 805 (d) (2), 812 (c) (2), 821
24 (b) (2), and 823 (c) (2) of P.L. 99-514 and section 1008 (g) (5) of P.L. 100-647, P.L.
25 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227,

1 excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L.
2 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
3 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188,
4 excluding sections 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L.
5 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, except that
6 section 1366 (f) (relating to pass-through of items to shareholders) is modified by
7 substituting the tax under s. 71.35 for the taxes under sections 1374 and 1375. The
8 Internal Revenue Code applies for Wisconsin purposes at the same time as for federal
9 purposes. Amendments to the federal Internal Revenue Code enacted after
10 December 31, 1994, do not apply to this paragraph with respect to taxable years
11 beginning after December 31, 1994, and before January 1, 1996, except changes to
12 the Internal Revenue Code made by P.L. 104-7, P.L. 104-188, excluding sections
13 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34,
14 P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, and changes that indirectly affect
15 the provisions applicable to this subchapter made by P.L. 104-7, P.L. 104-188,
16 excluding sections 1202, 1204, 1311 and 1605 of P.L. 104-188, P.L. 104-191, P.L.
17 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, apply for
18 Wisconsin purposes at the same time as for federal purposes.

19 **SECTION 53.** 71.34 (1g) (k) of the statutes is amended to read:

20 71.34 (1g) (k) "Internal Revenue Code" for tax-option corporations, for taxable
21 years that begin after December 31, 1995, and before January 1, 1997, means the
22 federal Internal Revenue Code as amended to December 31, 1995, excluding
23 sections 103, 104, and 110 of P.L. 102-227 and sections 13113, 13150 (d), 13171 (d),
24 13174, and 13203 (d) of P.L. 103-66, and as amended by P.L. 104-188, excluding
25 sections 1123, 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L.

1 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L.
2 106-554, and as indirectly affected in the provisions applicable to this subchapter
3 by P.L. 99-514, P.L. 100-203, P.L. 100-647 excluding sections 803 (d) (2) (B), 805 (d)
4 (2), 812 (c) (2), 821 (b) (2), and 823 (c) (2) of P.L. 99-514 and section 1008 (g) (5) of P.L.
5 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L.
6 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L.
7 102-486, P.L. 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and
8 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.
9 104-188, excluding sections 1123, 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L.
10 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-206 and, P.L. 105-277,
11 and P.L. 106-554, except that section 1366 (f) (relating to pass-through of items to
12 shareholders) is modified by substituting the tax under s. 71.35 for the taxes under
13 sections 1374 and 1375. The Internal Revenue Code applies for Wisconsin purposes
14 at the same time as for federal purposes. Amendments to the federal Internal
15 Revenue Code enacted after December 31, 1995, do not apply to this paragraph with
16 respect to taxable years beginning after December 31, 1995, and before
17 January 1, 1997, except that changes to the Internal Revenue Code made by P.L.
18 104-188, excluding sections 1123, 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L.
19 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-206 and, P.L. 105-277,
20 and P.L. 106-554, and changes that indirectly affect the provisions applicable to this
21 subchapter made by P.L. 104-188, excluding sections 1123, 1202, 1204, 1311, and
22 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L.
23 105-206 and, P.L. 105-277, and P.L. 106-554, apply for Wisconsin purposes at the
24 same time as for federal purposes.

25 **SECTION 54.** 71.34 (1g) (L) of the statutes is amended to read:

1 71.34 (1g) (L) "Internal Revenue Code" for tax-option corporations, for taxable
2 years that begin after December 31, 1996, and before January 1, 1998, means the
3 federal Internal Revenue Code as amended to December 31, 1996, excluding
4 sections 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d),
5 13174, and 13203 (d) of P.L. 103-66 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and
6 1605 (d) of P.L. 104-188, and as amended by P.L. 105-33, P.L. 105-34, P.L. 105-206,
7 P.L. 105-277 and, P.L. 106-36, P.L. 106-554, and P.L. 107-16, excluding section 431
8 of P.L. 107-16, and as indirectly affected in the provisions applicable to this
9 subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647 excluding sections 803 (d) (2)
10 (B), 805 (d) (2), 812 (c) (2), 821 (b) (2), and 823 (c) (2) of P.L. 99-514 and section 1008
11 (g) (5) of P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L.
12 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L.
13 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150 (d), 13171 (d),
14 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L.
15 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605
16 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L.
17 105-206, P.L. 105-277 and, P.L. 106-36, P.L. 106-554, and P.L. 107-16, excluding
18 section 431 of P.L. 107-16, except that section 1366 (f) (relating to pass-through of
19 items to shareholders) is modified by substituting the tax under s. 71.35 for the taxes
20 under sections 1374 and 1375. The Internal Revenue Code applies for Wisconsin
21 purposes at the same time as for federal purposes. Amendments to the federal
22 Internal Revenue Code enacted after December 31, 1996, do not apply to this
23 paragraph with respect to taxable years beginning after December 31, 1996, and
24 before January 1, 1998, except that changes to the Internal Revenue Code made by
25 P.L. 105-33, P.L. 105-34, P.L. 105-206, P.L. 105-277 and, P.L. 106-36, P.L. 106-554,

1 and P.L. 107-16, excluding section 431 of P.L. 107-16, and changes that indirectly
2 affect the provisions applicable to this subchapter made by P.L. 105-33, P.L. 105-34,
3 P.L. 105-206, P.L. 105-277 and, P.L. 106-36, P.L. 106-554, and P.L. 107-16,
4 excluding section 431 of P.L. 107-16, apply for Wisconsin purposes at the same time
5 as for federal purposes.

6 **SECTION 55.** 71.34 (1g) (m) of the statutes is amended to read:

7 71.34 (1g) (m) "Internal Revenue Code" for tax-option corporations, for taxable
8 years that begin after December 31, 1997, and before January 1, 1999, means the
9 federal Internal Revenue Code as amended to December 31, 1997, excluding sections
10 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and
11 13203 (d) of P.L. 103-66 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d)
12 of P.L. 104-188, and as amended by P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L.
13 106-36 and, P.L. 106-170, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding
14 section 431 of P.L. 107-16, and as indirectly affected in the provisions applicable to
15 this subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647 excluding sections 803
16 (d) (2) (B), 805 (d) (2), 812 (c) (2), 821 (b) (2), and 823 (c) (2) of P.L. 99-514 and section
17 1008 (g) (5) of P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239,
18 P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L.
19 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150 (d), 13171 (d),
20 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L.
21 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605
22 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L.
23 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and, P.L. 106-170, P.L. 106-554,
24 P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16, except that
25 section 1366 (f) (relating to pass-through of items to shareholders) is modified by

1 substituting the tax under s. 71.35 for the taxes under sections 1374 and 1375. The
2 Internal Revenue Code applies for Wisconsin purposes at the same time as for federal
3 purposes. Amendments to the federal Internal Revenue Code enacted after
4 December 31, 1997, do not apply to this paragraph with respect to taxable years
5 beginning after December 31, 1997, and before January 1, 1999, except that
6 changes to the Internal Revenue Code made by P.L. 105-178, P.L. 105-206, P.L.
7 105-277, P.L. 106-36 and, P.L. 106-170, P.L. 106-554, P.L. 106-573, and P.L.
8 107-16, excluding section 431 of P.L. 107-16, and changes that indirectly affect the
9 provisions applicable to this subchapter made by P.L. 105-178, P.L. 105-206, P.L.
10 105-277, P.L. 106-36 and, P.L. 106-170, P.L. 106-554, P.L. 106-573, and P.L.
11 107-16, excluding section 431 of P.L. 107-16, apply for Wisconsin purposes at the
12 same time as for federal purposes.

13 **SECTION 56.** 71.34 (1g) (n) of the statutes is amended to read:

14 71.34 (1g) (n) "Internal Revenue Code" for tax-option corporations, for taxable
15 years that begin after December 31, 1998, and before January 1, 2000, means the
16 federal Internal Revenue Code as amended to December 31, 1998, excluding sections
17 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and
18 13203 (d) of P.L. 103-66 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d)
19 of P.L. 104-188, and as amended by P.L. 106-36 and, P.L. 106-170, P.L. 106-230, P.L.
20 106-519, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L.
21 107-16, and as indirectly affected in the provisions applicable to this subchapter by
22 P.L. 99-514, P.L. 100-203, P.L. 100-647, excluding sections 803 (d) (2) (B), 805 (d) (2),
23 812 (c) (2), 821 (b) (2), and 823 (c) (2) of P.L. 99-514 and section 1008 (g) (5) of P.L.
24 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L.
25 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L.

1 102-486, P.L. 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and
2 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.
3 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L.
4 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-178, P.L.
5 105-206, P.L. 105-277, P.L. 106-36 and, P.L. 106-170, P.L. 106-230, P.L. 106-519,
6 P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16,
7 except that section 1366 (f) (relating to pass-through of items to shareholders) is
8 modified by substituting the tax under s. 71.35 for the taxes under sections 1374 and
9 1375. The Internal Revenue Code applies for Wisconsin purposes at the same time
10 as for federal purposes. Amendments to the federal Internal Revenue Code enacted
11 after December 31, 1998, do not apply to this paragraph with respect to taxable years
12 beginning after December 31, 1998, and before January 1, 2000, except that
13 changes to the Internal Revenue Code made by P.L. 106-36 and, P.L. 106-170, P.L.
14 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding
15 section 431 of P.L. 107-16, and changes that indirectly affect the provisions
16 applicable to this subchapter made by P.L. 106-36 and, P.L. 106-170, P.L. 106-230,
17 P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of
18 P.L. 107-16, apply for Wisconsin purposes at the same time as for federal purposes.

19 **SECTION 57.** 71.34 (1g) (o) of the statutes is amended to read:

20 71.34 (1g) (o) "Internal Revenue Code" for tax-option corporations, for taxable
21 years that begin after December 31, 1999, and before January 1, 2001, means the
22 federal Internal Revenue Code as amended to December 31, 1999, excluding sections
23 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and
24 13203 (d) of P.L. 103-66 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d)
25 of P.L. 104-188, and as amended by P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L.

1 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16, and
2 as indirectly affected in the provisions applicable to this subchapter by P.L. 99-514,
3 P.L. 100-203, P.L. 100-647, excluding sections 803 (d) (2) (B), 805 (d) (2), 812 (c) (2),
4 821 (b) (2), and 823 (c) (2) of P.L. 99-514 and section 1008 (g) (5) of P.L. 100-647, P.L.
5 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227,
6 excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L.
7 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
8 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188,
9 excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L.
10 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-178, P.L. 105-206, P.L.
11 105-277, P.L. 106-36 and, P.L. 106-170, P.L. 106-200, P.L. 106-230, P.L. 106-519,
12 P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16,
13 except that section 1366 (f) (relating to pass-through of items to shareholders) is
14 modified by substituting the tax under s. 71.35 for the taxes under sections 1374 and
15 1375. The Internal Revenue Code applies for Wisconsin purposes at the same time
16 as for federal purposes. Amendments to the federal Internal Revenue Code enacted
17 after December 31, 1999, do not apply to this paragraph with respect to taxable years
18 beginning after December 31, 1999, and before January 1, 2001, except that changes
19 to the Internal Revenue Code made by P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L.
20 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16, and
21 changes that indirectly affect the provisions applicable to this subchapter made by
22 P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L.
23 107-16, excluding section 431 of P.L. 107-16, apply for Wisconsin purposes at the
24 same time as for federal purposes.

25 **SECTION 58.** 71.34 (1g) (p) of the statutes is created to read:

1 71.34 (1g) (p) "Internal Revenue Code" for tax-option corporations, for taxable
2 years that begin after December 31, 2000, and before January 1, 2002, means the
3 federal Internal Revenue Code as amended to December 31, 2000, excluding sections
4 103, 104, and 110 of P.L. 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and
5 13203 (d) of P.L. 103-66, and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d)
6 of P.L. 104-188, and as amended by P.L. 107-16, excluding section 431 of P.L. 107-16,
7 and P.L. 107-22, and as indirectly affected in the provisions applicable to this
8 subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647, excluding sections 803 (d) (2)
9 (B), 805 (d) (2), 812 (c) (2), 821 (b) (2), and 823 (c) (2) of P.L. 99-514 and section 1008
10 (g) (5) of P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L.
11 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L.
12 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150 (d), 13171 (d),
13 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L.
14 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605
15 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L.
16 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36, P.L. 106-170, P.L. 106-200, P.L.
17 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding
18 section 431 of P.L. 107-16, and P.L. 107-22, except that section 1366 (f) (relating to
19 pass-through of items to shareholders) is modified by substituting the tax under s.
20 71.35 for the taxes under sections 1374 and 1375. The Internal Revenue Code applies
21 for Wisconsin purposes at the same time as for federal purposes. Amendments to the
22 federal Internal Revenue Code enacted after December 31, 2000, do not apply to this
23 paragraph with respect to taxable years beginning after December 31, 2000, and
24 before January 1, 2002, except that changes to the Internal Revenue Code made by
25 P.L. 107-16, excluding section 431 of P.L. 107-16, and P.L. 107-22, and changes that

1 indirectly affect the provisions applicable to this subchapter made by P.L. 107-16,
2 excluding section 431 of P.L. 107-16, and P.L. 107-22, apply for Wisconsin purposes
3 at the same time as for federal purposes.

4 **SECTION 59.** 71.34 (1g) (q) of the statutes is created to read:

5 71.34 (1g) (q) "Internal Revenue Code" for tax-option corporations, for taxable
6 years that begin after December 31, 2001, means the federal Internal Revenue Code
7 as amended to December 31, 2001, excluding sections 103, 104, and 110 of P.L.
8 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66,
9 sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, and section
10 431 of P.L. 107-16, and as indirectly affected in the provisions applicable to this
11 subchapter by P.L. 99-514, P.L. 100-203, P.L. 100-647, excluding sections 803 (d) (2)
12 (B), 805 (d) (2), 812 (c) (2), 821 (b) (2), and 823 (c) (2) of P.L. 99-514 and section 1008
13 (g) (5) of P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L.
14 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L.
15 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150 (d), 13171 (d),
16 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L.
17 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605
18 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L.
19 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36, P.L. 106-170, P.L. 106-200, P.L.
20 106-230, P.L. 106-519, P.L. 106-554, and P.L. 106-573, P.L. 107-15, P.L. 107-16,
21 excluding section 431 of P.L. 107-16, and P.L. 107-22, except that section 1366 (f)
22 (relating to pass-through of items to shareholders) is modified by substituting the
23 tax under s. 71.35 for the taxes under sections 1374 and 1375. The Internal Revenue
24 Code applies for Wisconsin purposes at the same time as for federal purposes.
25 Amendments to the federal Internal Revenue Code enacted after December 31, 2001,

1 do not apply to this paragraph with respect to taxable years beginning after
2 December 31, 2001.

3 SECTION 60. 71.365 (1m) of the statutes is renumbered 71.365 (1m) (a) and
4 amended to read:

5 71.365 (1m) (a) ~~A~~ For taxable years that begin after December 31, 2000, and
6 before January 1, 2002, a tax-option corporation may compute amortization and
7 depreciation under either the federal Internal Revenue Code as amended to
8 December 31, 1999 2000, or the federal Internal Revenue Code in effect for the
9 taxable year for which the return is filed, except that property first placed in service
10 by the taxpayer on or after January 1, 1983, but before January 1, 1987, that, under
11 s. 71.04 (15) (b) and (br), 1985 stats., is required to be depreciated under the Internal
12 Revenue Code as amended to December 31, 1980, and property first placed in service
13 in taxable year 1981 or thereafter but before January 1, 1987, that, under s. 71.04
14 (15) (bm), 1985 stats., is required to be depreciated under the Internal Revenue Code
15 as amended to December 31, 1980, shall continue to be depreciated under the
16 Internal Revenue Code as amended to December 31, 1980. Any difference between
17 the adjusted basis for federal income tax purposes and the adjusted basis under this
18 chapter shall be taken into account in determining net income or loss in the year or
19 years for which the gain or loss is reportable under this chapter. If that property was
20 placed in service by the taxpayer during taxable year 1986 and thereafter but before
21 the property is used in the production of income subject to taxation under this
22 chapter, the property's adjusted basis and the depreciation or other deduction
23 schedule are not required to be changed from the amount allowable on the owner's
24 federal income tax returns for any year because the property is used in the
25 production of income subject to taxation under this chapter. If that property was

1 acquired in a transaction in taxable year 1986 or thereafter in which the adjusted
2 basis of the property in the hands of the transferee is the same as the adjusted basis
3 of the property in the hands of the transferor, the Wisconsin adjusted basis of that
4 property on the date of transfer is the adjusted basis allowable under the Internal
5 Revenue Code as defined for Wisconsin purposes for the property in the hands of the
6 transferor.

7 **SECTION 61.** 71.365 (1m) (b) of the statutes is created to read:

8 71.365 (1m) (b) For taxable years that begin after December 31, 2001, a
9 tax-option corporation may compute amortization and depreciation under either the
10 federal Internal Revenue Code as amended to December 31, 2001, or the federal
11 Internal Revenue Code in effect for the taxable year for which the return is filed,
12 except that property first placed in service by the taxpayer on or after
13 January 1, 1983, but before January 1, 1987, that, under s. 71.04 (15) (b) and (br),
14 1985 stats., is required to be depreciated under the Internal Revenue Code as
15 amended to December 31, 1980, and property first placed in service in taxable year
16 1981 or thereafter but before January 1, 1987, that, under s. 71.04 (15) (bm), 1985
17 stats., is required to be depreciated under the Internal Revenue Code as amended
18 to December 31, 1980, shall continue to be depreciated under the Internal Revenue
19 Code as amended to December 31, 1980. Any difference between the adjusted basis
20 for federal income tax purposes and the adjusted basis under this chapter shall be
21 taken into account in determining net income or loss in the year or years for which
22 the gain or loss is reportable under this chapter. If that property was placed in
23 service by the taxpayer during taxable year 1986 and thereafter but before the
24 property is used in the production of income subject to taxation under this chapter,
25 the property's adjusted basis and the depreciation or other deduction schedule are

1 not required to be changed from the amount allowable on the owner's federal income
2 tax returns for any year because the property is used in the production of income
3 subject to taxation under this chapter. If that property was acquired in a transaction
4 in taxable year 1986 or thereafter in which the adjusted basis of the property in the
5 hands of the transferee is the same as the adjusted basis of the property in the hands
6 of the transferor, the Wisconsin adjusted basis of that property on the date of transfer
7 is the adjusted basis allowable under the Internal Revenue Code as defined for
8 Wisconsin purposes for the property in the hands of the transferor.

9 **SECTION 62.** 71.42 (2) (f) of the statutes is repealed.

10 **SECTION 63.** 71.42 (2) (g) of the statutes is amended to read:

11 71.42 (2) (g) For taxable years that begin after December 31, 1992, and before
12 January 1, 1994, "Internal Revenue Code" means the federal Internal Revenue Code
13 as amended to December 31, 1992, excluding sections 103, 104, and 110 of P.L.
14 102-227, and as amended by P.L. 103-66, excluding sections 13101 (a) and (c) 1,
15 13113, 13150, 13171, 13174, and 13203 of P.L. 103-66, P.L. 103-465, P.L. 104-188,
16 excluding section 1311 of P.L. 104-188, P.L. 105-34, P.L. 105-206 and, P.L. 105-277,
17 and P.L. 106-554, and as indirectly affected by P.L. 99-514, P.L. 100-203, P.L.
18 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L.
19 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L.
20 102-486, P.L. 103-66, excluding sections 13101 (a) and (c) 1, 13113, 13150, 13171,
21 13174, and 13203 of P.L. 103-66, P.L. 103-465, P.L. 104-188, excluding section 1311
22 of P.L. 104-188, P.L. 105-34, P.L. 105-206 ~~and P.L. 105-277 and~~, P.L. 105-277, ~~and~~
23 P.L. 106-554, except that "Internal Revenue Code" does not include section 847 of the
24 federal Internal Revenue Code. The Internal Revenue Code applies for Wisconsin
25 purposes at the same time as for federal purposes. Amendments to the federal

1 Internal Revenue Code enacted after December 31, 1992, do not apply to this
2 paragraph with respect to taxable years beginning after December 31, 1992, and
3 before January 1, 1994, except that changes to the Internal Revenue Code made by
4 P.L. 103-66, P.L. 103-465, P.L. 104-188, excluding section 1311 of P.L. 104-188, P.L.
5 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, and changes that
6 indirectly affect the federal Internal Revenue Code made by P.L. 103-66, P.L.
7 103-465, P.L. 104-188, excluding section 1311 of P.L. 104-188, P.L. 105-34, P.L.
8 105-206 and, P.L. 105-277, and P.L. 106-554, apply for Wisconsin purposes at the
9 same time as for federal purposes.

10 **SECTION 64.** 71.42 (2) (h) of the statutes is amended to read:

11 71.42 (2) (h) For taxable years that begin after December 31, 1993, and before
12 January 1, 1995, "Internal Revenue Code" means the federal Internal Revenue Code
13 as amended to December 31, 1993 excluding sections 103, 104, and 110 of P.L.
14 102-227 and sections 13113, 13150 (d), 13171 (d), 13174, 13203 (d), and 13215 of P.L.
15 103-66, and as amended by P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7,
16 excluding section 1 of P.L. 104-7, P.L. 104-188, excluding section 1311 of P.L.
17 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277,
18 and P.L. 106-554, and as indirectly affected by P.L. 99-514, P.L. 100-203, P.L.
19 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L.
20 102-227, excluding sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L.
21 102-486 and P.L. 103-66, excluding sections 13113, 13150 (d), 13171 (d), 13174,
22 13203 (d), and 13215 of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L.
23 104-7, excluding section 1 of P.L. 104-7, P.L. 104-188, excluding section 1311 of P.L.
24 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277,
25 and P.L. 106-554, except that "Internal Revenue Code" does not include section 847

1 of the federal Internal Revenue Code. The Internal Revenue Code applies for
2 Wisconsin purposes at the same time as for federal purposes. Amendments to the
3 federal Internal Revenue Code enacted after December 31, 1993, do not apply to this
4 paragraph with respect to taxable years beginning after December 31, 1993, and
5 before January 1, 1995, except that changes to the Internal Revenue Code made by
6 P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, excluding section 1 of P.L.
7 104-7, P.L. 104-188, excluding section 1311 of P.L. 104-188, P.L. 104-191, P.L.
8 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, and
9 changes that indirectly affect the provisions applicable to this subchapter made by
10 P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, excluding section 1 of P.L.
11 104-7, P.L. 104-188, excluding section 1311 of P.L. 104-188, P.L. 104-191, P.L.
12 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, apply for
13 Wisconsin purposes at the same time as for federal purposes.

14 SECTION 65. 71.42 (2) (i) of the statutes is amended to read:

15 71.42 (2) (i) For taxable years that begin after December 31, 1994, and before
16 January 1, 1996, "Internal Revenue Code" means the federal Internal Revenue Code
17 as amended to December 31, 1994, excluding sections 103, 104, and 110 of P.L.
18 102-227 and sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
19 103-66, and as amended by P.L. 104-7, P.L. 104-188, excluding sections 1202, 1204,
20 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L.
21 105-206 and, P.L. 105-277, and P.L. 106-554, and as indirectly affected by P.L.
22 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L.
23 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.
24 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150
25 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.

1 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1202, 1204, 1311, and 1605 of
2 P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206 and, P.L.
3 105-277, and P.L. 106-554, except that "Internal Revenue Code" does not include
4 section 847 of the federal Internal Revenue Code. The Internal Revenue Code
5 applies for Wisconsin purposes at the same time as for federal purposes.
6 Amendments to the federal Internal Revenue Code enacted after
7 December 31, 1994, do not apply to this paragraph with respect to taxable years
8 beginning after December 31, 1994, and before January 1, 1996, except that
9 changes to the Internal Revenue Code made by P.L. 104-7, P.L. 104-188, excluding
10 sections 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L.
11 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, and changes that
12 indirectly affect the provisions applicable to this subchapter made by P.L. 104-7, P.L.
13 104-188, excluding sections 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L.
14 104-191, P.L. 104-193, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L.
15 106-554, apply for Wisconsin purposes at the same time as for federal purposes.

16 **SECTION 66.** 71.42 (2) (j) of the statutes is amended to read:

17 71.42 (2) (j) For taxable years that begin after December 31, 1995, and before
18 January 1, 1997, "Internal Revenue Code" means the federal Internal Revenue Code
19 as amended to December 31, 1995, excluding sections 103, 104, and 110 of P.L.
20 102-227 and sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L.
21 103-66, and as amended by P.L. 104-188, excluding sections 1123, 1202, 1204, 1311,
22 and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L.
23 105-206 and, P.L. 105-277, and P.L. 106-554, and as indirectly affected by P.L.
24 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179, P.L.
25 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.

1 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150
2 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.
3 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123, 1202, 1204, 1311, and
4 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L.
5 105-206 and, P.L. 105-277, and P.L. 106-554, except that "Internal Revenue Code"
6 does not include section 847 of the federal Internal Revenue Code. The Internal
7 Revenue Code applies for Wisconsin purposes at the same time as for federal
8 purposes. Amendments to the federal Internal Revenue Code enacted after
9 December 31, 1995, do not apply to this paragraph with respect to taxable years
10 beginning after December 31, 1995, and before January 1, 1997, except that
11 changes to the Internal Revenue Code made by P.L. 104-188, excluding sections
12 1123, 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L.
13 105-33, P.L. 105-34, P.L. 105-206 and, P.L. 105-277, and P.L. 106-554, and changes
14 that indirectly affect the provisions applicable to this subchapter made by P.L.
15 104-188, excluding sections 1123, 1202, 1204, 1311, and 1605 of P.L. 104-188, P.L.
16 104-191, P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-206 and, P.L. 105-277,
17 and P.L. 106-554, apply for Wisconsin purposes at the same time as for federal
18 purposes.

19 **SECTION 67.** 71.42 (2) (k) of the statutes is amended to read:

20 71.42 (2) (k) For taxable years that begin after December 31, 1996, and before
21 January 1, 1998, "Internal Revenue Code" means the federal Internal Revenue Code
22 as amended to December 31, 1996, excluding sections 103, 104, and 110 of P.L.
23 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66
24 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, and as
25 amended by P.L. 105-33, P.L. 105-34, P.L. 105-206, P.L. 105-277 and, P.L. 106-36,

1 P.L. 106-554, and P.L. 107-16, excluding section 431 of P.L. 107-16, and as indirectly
2 affected by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L.
3 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and
4 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections
5 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L.
6 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123 (b), 1202
7 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L.
8 105-33, P.L. 105-34, P.L. 105-206, P.L. 105-277 and, P.L. 106-36, P.L. 106-554, and
9 P.L. 107-16, excluding section 431 of P.L. 107-16, except that “Internal Revenue
10 Code” does not include section 847 of the federal Internal Revenue Code. The
11 Internal Revenue Code applies for Wisconsin purposes at the same time as for federal
12 purposes. Amendments to the federal Internal Revenue Code enacted after
13 December 31, 1996, do not apply to this paragraph with respect to taxable years
14 beginning after December 31, 1996, and before January 1, 1998, except that
15 changes to the Internal Revenue Code made by P.L. 105-33, P.L. 105-34, P.L.
16 105-206, P.L. 105-277 and, P.L. 106-36, P.L. 106-554, and P.L. 107-16, excluding
17 section 431 of P.L. 107-16, and changes that indirectly affect the provisions
18 applicable to this subchapter made by P.L. 105-33, P.L. 105-34, P.L. 105-206, P.L.
19 105-277 and, P.L. 106-36, P.L. 106-554, and P.L. 107-16, excluding section 431 of
20 P.L. 107-16, apply for Wisconsin purposes at the same time as for federal purposes.

21 **SECTION 68.** 71.42 (2) (L) of the statutes is amended to read:

22 71.42 (2) (L) For taxable years that begin after December 31, 1997, and before
23 January 1, 1999, “Internal Revenue Code” means the federal Internal Revenue Code
24 as amended to December 31, 1997, excluding sections 103, 104, and 110 of P.L.
25 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66

1 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, and as
2 amended by P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and, P.L. 106-170,
3 P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16,
4 and as indirectly affected by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73,
5 P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding
6 sections 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66,
7 excluding sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66,
8 P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188, excluding
9 sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191,
10 P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277,
11 P.L. 106-36 and, P.L. 106-170, P.L. 106-554, P.L. 106-573, and P.L. 107-16,
12 excluding section 431 of P.L. 107-16, except that "Internal Revenue Code" does not
13 include section 847 of the federal Internal Revenue Code. The Internal Revenue
14 Code applies for Wisconsin purposes at the same time as for federal purposes.
15 Amendments to the federal Internal Revenue Code enacted after December 31, 1997,
16 do not apply to this paragraph with respect to taxable years beginning after
17 December 31, 1997, and before January 1, 1999, except that changes to the Internal
18 Revenue Code made by P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and,
19 P.L. 106-170, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of
20 P.L. 107-16, and changes that indirectly affect the provisions applicable to this
21 subchapter made by P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and, P.L.
22 106-170, P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L.
23 107-16, apply for Wisconsin purposes at the same time as for federal purposes.

24 **SECTION 69.** 71.42 (2) (m) of the statutes is amended to read:

1 71.42 (2) (m) For taxable years that begin after December 31, 1998, and before
2 January 1, 2000, "Internal Revenue Code" means the federal Internal Revenue Code
3 as amended to December 31, 1998, excluding sections 103, 104, and 110 of P.L.
4 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66
5 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, and as
6 amended by P.L. 106-36 and, P.L. 106-170, P.L. 106-230, P.L. 106-519, P.L. 106-554,
7 P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16, and as indirectly
8 affected by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L.
9 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and
10 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections
11 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L.
12 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123 (b), 1202
13 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L.
14 105-33, P.L. 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and, P.L.
15 106-170, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L. 107-16,
16 excluding section 431 of P.L. 107-16, except that "Internal Revenue Code" does not
17 include section 847 of the federal Internal Revenue Code. The Internal Revenue
18 Code applies for Wisconsin purposes at the same time as for federal purposes.
19 Amendments to the federal Internal Revenue Code enacted after December 31, 1998,
20 do not apply to this paragraph with respect to taxable years beginning after
21 December 31, 1998, and before January 1, 2000, except that changes to the Internal
22 Revenue Code made by P.L. 106-36 and, P.L. 106-170, P.L. 106-230, P.L. 106-519,
23 P.L. 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16,
24 and changes that indirectly affect the provisions applicable to this subchapter made
25 by P.L. 106-36 and, P.L. 106-170, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L.

1 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16, apply for Wisconsin
2 purposes at the same time as for federal purposes.

3 **SECTION 70.** 71.42 (2) (n) of the statutes is amended to read:

4 71.42 (2) (n) For taxable years that begin after December 31, 1999, and before
5 January 1, 2001, “Internal Revenue Code” means the federal Internal Revenue Code
6 as amended to December 31, 1999, excluding sections 103, 104, and 110 of P.L.
7 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66
8 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, and as
9 amended by P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573,
10 and P.L. 107-16, excluding section 431 of P.L. 107-16, and as indirectly affected by
11 P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L. 101-140, P.L. 101-179,
12 P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections 103, 104, and 110 of P.L.
13 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding sections 13113, 13150
14 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L. 103-296, P.L. 103-337, P.L.
15 103-465, P.L. 104-7, P.L. 104-188, excluding sections 1123 (b), 1202 (c), 1204 (f),
16 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L. 104-193, P.L. 105-33, P.L.
17 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L. 106-36 and, P.L. 106-170,
18 P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L.
19 107-16, excluding section 431 of P.L. 107-16, except that “Internal Revenue Code”
20 does not include section 847 of the federal Internal Revenue Code. The Internal
21 Revenue Code applies for Wisconsin purposes at the same time as for federal
22 purposes. Amendments to the federal Internal Revenue Code enacted after
23 December 31, 1999, do not apply to this paragraph with respect to taxable years
24 beginning after December 31, 1999, and before January 1, 2001, except that changes
25 to the Internal Revenue Code made by P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L.

1 106-554, P.L. 106-573, and P.L. 107-16, excluding section 431 of P.L. 107-16, and
2 changes that indirectly affect the provisions applicable to this subchapter made by
3 P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L. 106-573, and P.L.
4 107-16, excluding section 431 of P.L. 107-16, apply for Wisconsin purposes at the
5 same time as for federal purposes.

6 **SECTION 71.** 71.42 (2) (o) of the statutes is created to read:

7 71.42 (2) (o) For taxable years that begin after December 31, 2000, and before
8 January 1, 2002, "Internal Revenue Code" means the federal Internal Revenue Code
9 as amended to December 31, 2000, excluding sections 103, 104, and 110 of P.L.
10 102-227, sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66,
11 and sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, and as
12 amended by P.L. 107-16, excluding section 431 of P.L. 107-16, and P.L. 107-22, and
13 as indirectly affected by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73, P.L.
14 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, P.L. 102-227, excluding sections
15 103, 104, and 110 of P.L. 102-227, P.L. 102-318, P.L. 102-486, P.L. 103-66, excluding
16 sections 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, P.L.
17 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188, excluding sections
18 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191, P.L.
19 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277, P.L.
20 106-36, P.L. 106-170, P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554, P.L.
21 106-573, P.L. 107-16, excluding section 431 of P.L. 107-16, and P.L. 107-22, except
22 that "Internal Revenue Code" does not include section 847 of the federal Internal
23 Revenue Code. The Internal Revenue Code applies for Wisconsin purposes at the
24 same time as for federal purposes. Amendments to the federal Internal Revenue
25 Code enacted after December 31, 2000, do not apply to this paragraph with respect

1 to taxable years beginning after December 31, 2000, and before January 1, 2002,
2 except that changes to the Internal Revenue Code made by P.L. 107-16, excluding
3 section 431 of P.L. 107-16, and P.L. 107-22, and changes that indirectly affect the
4 provisions applicable to this subchapter made by P.L. 107-16, excluding section 431
5 of P.L. 107-16, and P.L. 107-22, apply for Wisconsin purposes at the same time as
6 for federal purposes.

7 **SECTION 72.** 71.42 (2) (p) of the statutes is created to read:

8 71.42 (2) (p) For taxable years that begin after December 31, 2001, "Internal
9 Revenue Code" means the federal Internal Revenue Code as amended to
10 December 31, 2001, excluding sections 103, 104, and 110 of P.L. 102-227, sections
11 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66, sections 1123 (b),
12 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, and section 431 of P.L. 107-16,
13 and as indirectly affected by P.L. 99-514, P.L. 100-203, P.L. 100-647, P.L. 101-73,
14 P.L. 101-140, P.L. 101-179, P.L. 101-239, P.L. 101-508, 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 13113, 13150 (d), 13171 (d), 13174, and 13203 (d) of P.L. 103-66,
17 P.L. 103-296, P.L. 103-337, P.L. 103-465, P.L. 104-7, P.L. 104-188, excluding
18 sections 1123 (b), 1202 (c), 1204 (f), 1311, and 1605 (d) of P.L. 104-188, P.L. 104-191,
19 P.L. 104-193, P.L. 105-33, P.L. 105-34, P.L. 105-178, P.L. 105-206, P.L. 105-277,
20 P.L. 106-36, P.L. 106-170, P.L. 106-200, P.L. 106-230, P.L. 106-519, P.L. 106-554,
21 P.L. 106-573, P.L. 107-15, P.L. 107-16, excluding section 431 of P.L. 107-16, and P.L.
22 107-22, except that "Internal Revenue Code" does not include section 847 of the
23 federal Internal Revenue Code. The Internal Revenue Code applies for Wisconsin
24 purposes at the same time as for federal purposes. Amendments to the federal

1 Internal Revenue Code enacted after December 31, 2001, do not apply to this
2 paragraph with respect to taxable years beginning after December 31, 2001.

3 **SECTION 73.** 71.45 (2) (a) 13. of the statutes is renumbered 71.45 (2) (a) 13. a.
4 and amended to read:

5 71.45 (2) (a) 13. a. By For taxable years that begin after December 31, 2000,
6 and before January 1, 2002, by adding or subtracting, as appropriate, the difference
7 between the depreciation deduction under the federal Internal Revenue Code as
8 amended to December 31, ~~1999~~ 2000, and the depreciation deduction under the
9 federal Internal Revenue Code in effect for the taxable year for which the return is
10 filed, so as to reflect the fact that the insurer may choose between these 2 deductions,
11 except that property first placed in service by the taxpayer on or after
12 January 1, 1983, but before January 1, 1987, that, under s. 71.04 (15) (b) and (br),
13 1985 stats., is required to be depreciated under the Internal Revenue Code as
14 amended to December 31, 1980, and property first placed in service in taxable year
15 1981 or thereafter but before January 1, 1987, that, under s. 71.04 (15) (bm), 1985
16 stats., is required to be depreciated under the Internal Revenue Code as amended
17 to December 31, 1980, shall continue to be depreciated under the Internal Revenue
18 Code as amended to December 31, 1980.

19 **SECTION 74.** 71.45 (2) (a) 13. b. of the statutes is created to read:

20 71.45 (2) (a) 13. b. For taxable years that begin after December 31, 2001, by
21 adding or subtracting, as appropriate, the difference between the depreciation
22 deduction under the federal Internal Revenue Code as amended to December 31,
23 2001, and the depreciation deduction under the federal Internal Revenue Code in
24 effect for the taxable year for which the return is filed, so as to reflect the fact that
25 the insurer may choose between these 2 deductions, except that property first placed

1 in service by the taxpayer on or after January 1, 1983, but before January 1, 1987,
2 that, under s. 71.04 (15) (b) and (br), 1985 stats., is required to be depreciated under
3 the Internal Revenue Code as amended to December 31, 1980, and property first
4 placed in service in taxable year 1981 or thereafter but before January 1, 1987, that,
5 under s. 71.04 (15) (bm), 1985 stats., is required to be depreciated under the Internal
6 Revenue Code as amended to December 31, 1980, shall continue to be depreciated
7 under the Internal Revenue Code as amended to December 31, 1980.

8 **SECTION 9144. Nonstatutory provisions; revenue.**

9 (1) ADOPTION OF FEDERAL INCOME TAX LAW CHANGES. Changes to the Internal
10 Revenue Code made by P.L. 106-554 apply to the definitions of the "Internal Revenue
11 Code" in chapter 71 of the statutes at the time that those changes apply for federal
12 income tax purposes.

13 **SECTION 9344. Initial applicability; revenue.**

14 (1) DEPRECIATION DEDUCTIONS.

15 (a) The renumbering and amendment of sections 71.01 (7r), 71.26 (3) (y), 71.365
16 (1m), and 71.45 (2) (a) 13. of the statutes first applies to property placed in service
17 in taxable years beginning on January 1, 2001.

18 (b) The treatment of sections 71.01 (7r) (b), 71.26 (3) (y) 2., 71.365 (1m) (b), and
19 71.45 (2) (a) 13. b. of the statutes first applies to property placed in service in taxable
20 years beginning on January 1, 2002.

21 (END)