



WISCONSIN LEGISLATIVE COUNCIL AMENDMENT MEMO

2007 Senate Bill 459

**Senate
Amendment 1**

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Current law provides an income tax credit equal to 10% of the amount the person paid in the taxable year for dairy manufacturing modernization or expansion related to the taxpayer's dairy manufacturing operation. If the amount of the credit exceeds the person's tax liability, the person receives the additional amount of the tax credit from the Department of Revenue. The program commences in 2009 and ends in 2016, with the aggregate payments to taxpayers equal to \$600,000 in the first fiscal year and \$700,000 for each fiscal year after that. The Department of Commerce determines if the taxpayer is eligible and applies the cap on aggregate payments to all claimants during each fiscal year.

Senate Bill 459 allows members of a dairy cooperative to claim the credit for dairy manufacturing expenses paid by the cooperative, in proportion to the amount of milk that the member delivers to the cooperative.

Senate Amendment 1 requires the taxpayers submit with the tax return a copy of the certification of eligibility and the allocation to the taxpayer as computed by the Department of Commerce.

Legislative History

The Senate Committee on Agriculture and Higher Education introduced Senate Amendment 1 and recommended it for adoption, and recommended passage of Senate Bill 459, as amended, on February 26, 2008, each by a vote of Ayes, 5; Noes, 0.

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