



**WISCONSIN LEGISLATIVE COUNCIL
AMENDMENT MEMO**

2011 Senate Bill 369

Senate Amendment 1

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2011 Senate Bill 369 creates an income and franchise tax credit for entities hiring unemployed veterans with a disability of at least 50%.

For hiring a full-time, unemployed, disabled veteran, the claimant may claim a tax credit of:

- \$4,000 for the first year.
- \$2,000 for each of the following three years.

For hiring a part-time, unemployed, disabled veteran, the claimant may claim a tax credit of:

- \$2,000 for the first year.
- \$1,000 for each of the following three years.

The bill, as introduced, also provides that the Department of Revenue (DOR) shall by June 30, 2013, make a recommendation to the Joint Committee on Finance about whether the tax credits should continue. The committee would then have a 14-day passive review period, meaning they would have 14 days to take action on the recommendation, but it is unclear what would happen if the committee took no action on the recommendation.

Senate Amendment 1 clarifies that the claimant must have hired a disabled veteran who was receiving unemployment benefits at the time of the hire in order to be eligible to receive the tax credit provided by the bill. The amendment also provides that the Joint Committee on Finance review of the program is not a passive review, but instead requires the committee to determine whether the tax credit will continue, taking into consideration DOR's recommendation.

Legislative History

On March 5, 2012, Senate Amendment 1 was introduced by the Senate Committee on Economic Development, Veterans and Military Affairs. The committee recommended adoption of the amendment on a vote of Ayes, 7; Noes, 0. The committee then recommended passage of the bill, as amended, also on a vote of Ayes, 7; Noes, 0.

PS:jal