2015 DRAFTING REQUEST

Bill						
Received	: 1/5/2016			Received By:	mshovers	
For:	Governo	r 6-9709		Same as LRB:	-4143	
May Con	tact: Mike Wa	ngner, @ DOR		By/Representing:	Waylon	
C-1-14	Tr I 1	x, Individual - dedct/sbtrct		Drafter:	mshovers	
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				Extra Copies:		
Submit vi Requester Carbon co	r's email: opy (CC) to:	YES waylon.hu	lburt@wisconsi	n.gov		
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Topic:			-			
Create a	subtract modifi	cation (deduction) for student loan	interest that exceeds	s the federal cap	
Instructi	ions:					
See attacl	hed					***
Drafting	History:					•
Vers.	<u>Drafted</u>	Reviewed	Proofed	Submitted	Jacketed	Required
/1	mshovers 1/5/2016	kfollett 1/5/2016	- अम्बिक्ट <u>स्ट</u>	srose 1/5/2016	srose 1/5/2016	State Tax

FE Sent For:

<**END>**

2015 DRAFTING REQUEST

Bill				
Received:	1/5/2016		Received By:	mshovers
For:	Governor 6-9709		Same as LRB:	-4143
May Contact:	Mike Wagner, @ DOR		By/Representing:	Waylon
Cubicate	Ton Indial 1 1 1 4		Drafter:	mshovers
Subject:	Tax, Individual - dedct/	sbtret	Addl. Drafters:	
			Extra Copies:	
Submit via em Requester's en Carbon copy (nail: waylon.h u	urlburt@wiscons	in.gov	
Pre Topic:	. 4			
No specific pr	e topic given			
Topic:				
Create a subtra	act modification (deduction	n) for student loar	n interest that exceeds	the federal cap
Instructions:				
See attached				
Drafting Hist	ory:			
Vers. <u>Draf</u>	ted <u>Reviewed</u>	Proofed	Submitted	Jacketed Required
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FE Sent For:	,	<end></end>		for /

Shovers, Marc

From:

Hurlburt, Waylon - GOV < Waylon. Hurlburt@wisconsin.gov >

Sent:

Tuesday, January 05, 2016 3:00 PM

To:

Rose, Stefanie; Shovers, Marc

Subject:

FW: Draft review: LRB -4143/P2

Attachments:

15-4143/P2.pdf

Please jacket for Assembly and a version for the Senate. Thank you.

From: LRB.Legal [mailto:lrblegal@legis.wisconsin.gov]

Sent: Tuesday, January 05, 2016 1:24 PM

To: Hurlburt, Waylon - GOV

Subject: Draft review: LRB -4143/P2

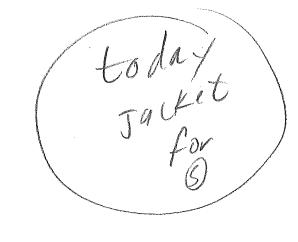
Following is the PDF version of draft LRB -4143/P2.



State of Misconsin 2015 - 2016 LEGISLATURE

_ 4267/ LRB-4143/P2\ MES:kjf

PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION



AN ACT to create 71.05 (6) (b) 53. of the statutes; relating to: creating an

individual income tax deduction for certain interest paid on qualified education loans.

Analysis by the Legislative Reference Bureau

This bill creates an individual income tax subtract modification, or deduction, for interest paid by a claimant on certain qualified education loans, to the extent that the claimant has not already deducted such interest from his federal taxes. Under federal law, a deduction for qualified education loan interest exists but the deduction is capped at \$2,500 per year, and the maximum deduction amount is phased down to zero as the claimant's income rises to the annual income limit that is set under federal law.

Because this bill relates to an exemption from state or local taxes, it may be referred to the Joint Survey Committee on Tax Exemptions for a report to be printed as an appendix to the bill.

For further information see the **state** fiscal estimate, which will be printed as an appendix to this bill.

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

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71.05 (6) (b) 53. Interest paid by a claimant in the year to which the claim
relates on a qualified education loan, as that term is used in section 221 of the
Internal Revenue Code, calculated as follows:
a. Determine the amount that would be allowed as a deduction under section
221 of the Internal Revenue Code if it were calculated without regard to the
limitation under section 221 (b) (1) of the Internal Revenue Code.
b. From the amount calculated under subd. 53. a., subtract the amount the

b. From the amount calculated under subd. 53. a., subtract the amount the claimant deducted from gross income for a qualified education loan, in the year to which the claim relates, in the claimant's calculation of federal adjusted gross income.

SECTION 2. Initial applicability.

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

(END)