

Richard A. Champagne, Chief and General Counsel
Legal 608-266-3561 • Information 608-266-0341



One East Main Street, Suite 200 • P.O. Box 2037
Madison, WI 53701-2037 • www.legis.state.wi.us/lrb

LRB
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MEMORANDUM

DATE February 14, 2018

SUBJECT Technical memorandum to **2017 AB 933** (LRB-1551/6) by DOR

TO Representative Thiesfeldt

FROM Marc Shovers, Senior Legislative Attorney, (608) 266-0129
Aaron Gary, Senior Legislative Attorney, (608) 261-6926

We received the attached technical memorandum relating to your bill. This copy is for your information and your file. If you wish to discuss this memorandum or the necessity of revising your bill or preparing an amendment, please contact me.

MEMORANDUM

February 13, 2018

TO: Marc Shovers
Aaron Gary
Legislative Reference Bureau

FROM: Bob Schmidt
Department of Revenue

SUBJECT: Technical Memorandum on Assembly Bill 933: Relating to Creating an Income Tax Deduction for Interest and Principal Paid, and an Add Back for Certain Federal Deductions Taken, on Student Loans and Requiring Lenders to Provide Additional Principal and Interest Information to Persons from whom Student Loan Payments are Received

The Department has the following concerns related to the bill:

- Student's Spouse. If the subtraction should not be eligible to be claimed by the student and the student's spouse, language should be added to 71.05 (6) (b) 53. stating this:

"Subject to the limit specified in this subdivision, any amount of interest or principal or both paid by a claimant, other than the student borrower or his or her spouse, directly to the lender..."
- Grammar Change on line 14 on page 2 of the draft: Instead of "proceeds of which *are* used to pay tuition..." use "proceeds of which *were* used to pay tuition..."

If you have any questions regarding this technical memorandum, please contact Brad Caruth at (608) 261-8984 or bradley.caruth@revenue.wi.gov.

cc: Representative Thiesfeldt