



WISCONSIN LEGISLATIVE COUNCIL ACT MEMO

2017 Wisconsin Act 197
[2017 Senate Bill 75]

**Business Tax Credit for College
Savings Account Contributions**

Under current law, an individual may deduct up to \$3,200 per beneficiary, per year, in taxable income for contributions to a college savings account.

2017 Wisconsin Act 197 creates a nonrefundable business income and franchise tax credit for an amount equal to 25% of the amount an employer pays into an employee's college savings account. The credit applies to corporations, partnerships, limited liability companies, and tax-option corporations.

Effective date: April 5, 2018 (applicable to taxable years beginning January 1, 2018).

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DWS:mcm;ksm

This memo provides a brief description of the Act. For more detailed information, consult the text of the law and related legislative documents at the Legislature's Web site at: <http://www.legis.wisconsin.gov>.