

**2019 DRAFTING REQUEST**

**Bill**

For: **Administration-Budget** Drafter: **jkreye**  
 By: **Quinn** Secondary Drafters:  
 Date: **1/2/2019** May Contact:

Same as LRB:

Submit via email: **YES**  
 Requester's email:  
 Carbon copy (CC) to: **doasbostatlanguage@wisconsin.gov**  
**joseph.kreye@legis.wisconsin.gov**

**Pre Topic:**

DOA:.....Quinn, BB0163 -

**Topic:**

Manufacturing and agriculture credit limitation

**Instructions:**

See attached

**Drafting History:**

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/P1	jkreye 2/6/2019	csicilia 2/8/2019	dwalker 1/4/2019		State
/P2	jkreye 2/18/2019		dwalker 2/8/2019		State
/P3	jkreye 2/22/2019	csicilia 2/22/2019	lparisi 2/18/2019		State
/P4			dwalker 2/22/2019		State

FE Sent For:

**<END>**



State of Wisconsin  
2019 - 2020 LEGISLATURE

LRB-1172/P1

JK: [handwritten initials]

DOA:.....Quinn, BB0163 - Manufacturing and agriculture credit limitation  
**FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION**

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§

1 AN ACT ...; relating to: the budget.

*Analysis by the Legislative Reference Bureau*

**TAXATION**

**INCOME TAXATION**

on the basis  
of

6

9

Under current law, a person may claim an income and franchise tax credit based on the person's qualified production activities income from manufacturing or agriculture. To determine the eligible income to use as the basis for the credit, the person multiplies the person's qualified production activities income from manufacturing or agriculture by a factor that represents the value of the person's property used in manufacturing or agriculture. This bill limits the amount of the qualified production activities income from manufacturing that a person may use to determine the amount of the credit to \$300,000.

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:**

X

2 SECTION 1. 71.07 (5n) (d) 2. of the statutes is amended to read:

3 71.07 (5n) (d) 2. For Except as provided in subd. 2m., for purposes of

4 determining a claimant's eligible qualified production activities income under this

as the basis for claiming the credit

1 subsection, the claimant shall multiply the claimant's qualified production activities  
 2 income from property manufactured by the claimant by the manufacturing property  
 3 factor and qualified production activities income from property produced, grown, or  
 4 extracted by the claimant by the agriculture property factor.

**Cross-reference:** See also ch. HS 3, Wis. adm. code.

**History:** 1987 a. 312; 1987 a. 411 ss. 63, 79 to 82, 85, 86; 1987 a. 419, 422; 1989 a. 31, 44, 56, 100, 359; 1991 a. 39, 269, 292; 1993 a. 16, 112, 204, 471, 491; 1995 a. 27 ss. 3377m to 3393m, 9116 (5); 1995 a. 209, 227, 400, 453; 1997 a. 27, 41, 237, 299; 1999 a. 5, 9, 10, 32; 1999 a. 150 s. 672; 1999 a. 198; 2001 a. 16, 109; 2003 a. 72, 99, 135, 183, 255, 267, 326; 2005 a. 25, 49, 72, 74, 97, 177, 254, 361, 387, 479, 483, 487; 2007 a. 11, 20, 96, 97, 100; 2009 a. 2, 11, 28, 180, 185, 265, 267, 269, 276, 294, 295, 332, 401; 2011 a. 15, 32, 67, 212, 213, 232, 237; 2011 a. 260 s. 80; 2013 a. 20, 54, 62, 116, 145; 2013 a. 166 s. 77; 2015 a. 55, 186; 2015 a. 197 s. 51; 2015 a. 237, 312; 2017 a. 58, 59, 176, 197; 2017 a. 364 ss. 11 to 13, 48; 2017 a. 365 s. 111; 2017 a. 366, 368; s. 13.92 (1) (bm) 2.; s. 35.17 correction in (9r) (j).

X 5 **SECTION 2.** 71.07 (5n) (d) 2m. of the statutes is created to read:

6 71.07 (5n) (d) 2m. For taxable years beginning after December 31, 2018, for  
 7 purposes of determining a claimant's eligible qualified production activities income  
 8 from manufacturing under this subsection, the claimant shall multiply the  
 9 claimant's qualified production activities income, not exceeding \$300,000, from  
 10 property manufactured by the claimant by the manufacturing property factor

11 **SECTION 3.** 71.28 (5n) (d) 2. of the statutes is amended to read:

12 71.28 (5n) (d) 2. Except as provided in ~~subd.~~ subds. 2m. and 3., for purposes of  
 13 determining a claimant's eligible qualified production activities income under this  
 14 subsection, the claimant shall multiply the claimant's qualified production activities  
 15 income from property manufactured by the claimant by the manufacturing property  
 16 factor and qualified production activities income from property produced, grown, or  
 17 extracted by the claimant by the agriculture property factor.

**History:** 1987 a. 312; 1987 a. 411 ss. 88, 130 to 139; 1987 a. 422; 1989 a. 31, 44, 56, 100, 336, 359; 1991 a. 39, 292; 1993 a. 16, 112, 232, 491; 1995 a. 2; 1995 a. 27 ss. 3399r to 3404c, 9116 (5); 1995 a. 209, 227; 1997 a. 27, 41, 237, 299; 1999 a. 5, 9; 2001 a. 16; 2003 a. 72, 99, 135, 255, 267, 326; 2005 a. 25, 74, 97, 361, 387, 452, 479, 483, 487; 2007 a. 20, 96, 97, 100; 2009 a. 2, 11, 28, 180, 185, 265, 267, 269, 276, 294, 295, 332, 401; 2011 a. 3, 15, 32, 67, 212, 213, 232, 237; 2011 a. 260 s. 80; 2013 a. 20, 54, 62, 116, 145, 165; 2013 a. 166 ss. 26, 77; 2015 a. 55, 186, 237; 2017 a. 58, 59, 176, 197; 2017 a. 364 ss. 16 to 18, 48; 2017 a. 365 s. 111; 2017 a. 366; s. 13.92 (1) (bm) 2.

X 18 **SECTION 4.** 71.28 (5n) (d) 2m. of the statutes is created to read:

19 71.28 (5n) (d) 2m. For taxable years beginning after December 31, 2018, for  
 20 purposes of determining a claimant's eligible qualified production activities income  
 21 from manufacturing under this subsection, the claimant shall multiply the

Except as provided in subd. 3.g

1 claimant's qualified production activities income, not exceeding \$300,000, from  
2 property manufactured by the claimant by the manufacturing property factor

3 **SECTION 5.** 71.28 (5n) (d) 3. a. of the statutes is amended to read:

4 71.28 **(5n)** (d) 3. a. The eligible qualified production activities income  
5 determined under subd. 2. or 2m.

**History:** 1987 a. 312; 1987 a. 411 ss. 88, 130 to 139; 1987 a. 422; 1989 a. 31, 44, 56, 100, 336, 359; 1991 a. 39, 292; 1993 a. 16, 112, 232, 491; 1995 a. 2; 1995 a. 27 ss. 339f to 3404c, 9116 (5); 1995 a. 209, 227; 1997 a. 27, 41, 237, 299; 1999 a. 5, 9; 2001 a. 16; 2003 a. 72, 99, 135, 255, 267, 326; 2005 a. 25, 74, 97, 361, 387, 452, 479, 483, 487; 2007 a. 20, 96, 97, 100; 2009 a. 2, 11, 28, 180, 185, 265, 267, 269, 276, 294, 295, 332, 401; 2011 a. 3, 15, 32, 67, 212, 213, 232, 237; 2011 a. 260 s. 80; 2013 a. 20, 54, 62, 116, 145, 165; 2013 a. 166 ss. 26, 77; 2015 a. 55, 186, 237; 2017 a. 58, 59, 176, 197; 2017 a. 364 ss. 16 to 18, 48; 2017 a. 365 s. 111; 2017 a. 366; s. 13.92 (1) (bm) 2.

6

(END)



State of Wisconsin  
2019 - 2020 LEGISLATURE

LRB-1172/P1  
JK:cjs

*Handwritten initials and signature*

DOA:.....Quinn, BB0163 - Manufacturing and agriculture credit limitation

**FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION**

*in 2-b*

*inserts are from ASA1 to AB4*

*STV  
A-10  
stamp*

1. **AN ACT ...; relating to:** the budget.

*Analysis by the Legislative Reference Bureau*

**TAXATION**

**INCOME TAXATION**

Under current law, a person may claim an income and franchise tax credit on the basis of the person's qualified production activities income from manufacturing or agriculture. This bill limits to \$300,000 the amount of qualified production activities income from manufacturing that a person may use as the basis for claiming the credit.

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:**

2. **SECTION 1.** 71.07 (5n) (d) 2. of the statutes is amended to read:  
3. 71.07 (5n) (d) 2. For Except as provided in subd. 2m., for purposes of  
4. determining a claimant's eligible qualified production activities income under this

*insert A*

*insert 1-2*

*X*

**SECTION 1**

1 subsection, the claimant shall multiply the claimant's qualified production activities  
 2 income from property manufactured by the claimant by the manufacturing property  
 3 factor and qualified production activities income from property produced, grown, or  
 4 extracted by the claimant by the agriculture property factor.

5 **SECTION 2.** 71.07 (5n) (d) 2m. of the statutes is created to read:

6 71.07 (5n) (d) 2m. For taxable years beginning after December 31, 2018, for  
 7 purposes of determining a claimant's eligible qualified production activities income  
 8 from manufacturing under this subsection, the claimant shall multiply the  
 9 claimant's qualified production activities income, not exceeding \$300,000, from  
 10 property manufactured by the claimant by the manufacturing property factor

11 **SECTION 3.** 71.28 (5n) (d) 2. of the statutes is amended to read:

12 71.28 (5n) (d) 2. Except as provided in ~~subd.~~ subds. 2m. and 3., for purposes of  
 13 determining a claimant's eligible qualified production activities income under this  
 14 subsection, the claimant shall multiply the claimant's qualified production activities  
 15 income from property manufactured by the claimant by the manufacturing property  
 16 factor and qualified production activities income from property produced, grown, or  
 17 extracted by the claimant by the agriculture property factor.

18 **SECTION 4.** 71.28 (5n) (d) 2m. of the statutes is created to read:

19 71.28 (5n) (d) 2m. Except as provided in subd. 3., for taxable years beginning  
 20 after December 31, 2018, for purposes of determining a claimant's eligible qualified  
 21 production activities income from manufacturing under this subsection, the  
 22 claimant shall multiply the claimant's qualified production activities income, not  
 23 exceeding \$300,000, from property manufactured by the claimant by the  
 24 manufacturing property factor

25 **SECTION 5.** 71.28 (5n) (d) 3. a. of the statutes is amended to read:

Amend  
2-10





**Insert A**

Currently, a person may claim a tax credit on the basis of the person's income from manufacturing or agriculture. This bill limits to \$300,000 the amount of income from manufacturing that a person may use as the basis for claiming the credit. The bill also provides that the aggregate amount of the credits based on manufacturing income that may be claimed by all partners of a partnership, all members of a limited liability company, and all shareholders of a tax-option corporation may not exceed \$22,500 in any taxable year.

**Insert 1 - 2**

X

1           **SECTION 1.** 71.07 (5n) (c) 1. of the statutes is amended to read:

2           71.07 **(5n)** (c) 1. Partnerships, limited liability companies, and tax-option  
3 corporations may not claim the credit under this subsection, but the eligibility for,  
4 and the amount of, the credit are based on their share of the income described under  
5 par. (b). A partnership, limited liability company, or tax-option corporation shall  
6 compute the amount of credit that each of its partners, members, or shareholders  
7 may claim and shall provide that information to each of them. Partners, members  
8 of limited liability companies, and shareholders of tax-option corporations may  
9 claim the credit in proportion to their ownership interests. For taxable years  
10 beginning after December 31, 2018, the aggregate amount of the credits based on  
11 income from manufacturing that may be claimed by all partners of a partnership, all  
12 members of a limited liability company, and all shareholders of a tax-option  
13 corporation may not exceed \$22,500 in any taxable year.

**Insert 2 - 10**

X

14           **SECTION 2.** 71.28 (5n) (c) of the statutes is amended to read:

15           71.28 **(5n)** (c) *Limitations.* Partnerships, limited liability companies, and  
16 tax-option corporations may not claim the credit under this subsection, but the  
17 eligibility for, and the amount of, the credit are based on their share of the income

1 described under par. (b). A partnership, limited liability company, or tax-option  
2 corporation shall compute the amount of credit that each of its partners, members,  
3 or shareholders may claim and shall provide that information to each of them.  
4 Partners, members of limited liability companies, and shareholders of tax-option  
5 corporations may claim the credit in proportion to their ownership interests. For  
6 taxable years beginning after December 31, 2018, the aggregate amount of the  
7 credits based on income from manufacturing that may be claimed by all partners of  
8 a partnership, all members of a limited liability company, and all shareholders of a  
9 tax-option corporation may not exceed \$22,500 in any taxable year.

## Kreye, Joseph

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**From:** Quinn, Brian D - DOA  
**Sent:** Saturday, February 16, 2019 6:37 PM  
**To:** Kreye, Joseph  
**Subject:** MAC Limit - 1172/P2

Joe,

On this one I got a note that was passed along from DOR that beneficiaries and fiduciaries should be included for the limit and I can't remember if I sent that on to you or not yet.

If not, can you include limitations on beneficiaries and fiduciaries in a new draft?

Thanks!

-Brian Q.



State of Wisconsin  
2019 - 2020 LEGISLATURE

LRB-1172/P2

JK:cjs

Stays

13

DOA:.....Quinn, BB0163 - Manufacturing and agriculture credit limitation

**FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION**

sub, sub # 1. Manufacturing and agriculture credit limitation

1 AN ACT ...; relating to: the budget.

*Analysis by the Legislative Reference Bureau*

**TAXATION**

**INCOME TAXATION**

Currently, a person may claim a tax credit on the basis of the person's income from manufacturing or agriculture. This bill limits to \$300,000 the amount of income from manufacturing that a person may use as the basis for claiming the credit. The bill also provides that the aggregate amount of the credits based on manufacturing income that may be claimed by all partners of a partnership, all members of a limited liability company, and all shareholders of a tax-option corporation may not exceed \$22,500 in any taxable year.

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:***

2 SECTION 1. 71.07 (5n) (c) 1. of the statutes is amended to read:

3 71.07 (5n) (c) 1. Partnerships, limited liability companies, and tax-option  
4 corporations may not claim the credit under this subsection, but the eligibility for,

1 and the amount of, the credit are based on their share of the income described under  
2 par. (b). A partnership, limited liability company, or tax-option corporation shall  
3 compute the amount of credit that each of its partners, members, or shareholders  
4 may claim and shall provide that information to each of them. Partners, members  
5 of limited liability companies, and shareholders of tax-option corporations may  
6 claim the credit in proportion to their ownership interests. For taxable years  
7 beginning after December 31, 2018, the aggregate amount of the credits based on  
8 income from manufacturing that may be claimed by all partners of a partnership, all  
9 members of a limited liability company, and all shareholders of a tax-option  
10 corporation may not exceed \$22,500 in any taxable year.

11 **SECTION 2.** 71.07 (5n) (d) 2. of the statutes is amended to read:

12 71.07 (5n) (d) 2. ~~For~~ Except as provided in subd. 2m., for purposes of  
13 determining a claimant's eligible qualified production activities income under this  
14 subsection, the claimant shall multiply the claimant's qualified production activities  
15 income from property manufactured by the claimant by the manufacturing property  
16 factor and qualified production activities income from property produced, grown, or  
17 extracted by the claimant by the agriculture property factor.

18 **SECTION 3.** 71.07 (5n) (d) 2m. of the statutes is created to read:

19 71.07 (5n) (d) 2m. For taxable years beginning after December 31, 2018, for  
20 purposes of determining a claimant's eligible qualified production activities income  
21 from manufacturing under this subsection, the claimant shall multiply the  
22 claimant's qualified production activities income, not exceeding \$300,000, from  
23 property manufactured by the claimant by the manufacturing property factor

24 **SECTION 4.** 71.28 (5n) (c) of the statutes is amended to read:

*, including a beneficiary or fiduciary,*

1           71.28 (5n) (c) *Limitations*. Partnerships, limited liability companies, and  
2 tax-option corporations may not claim the credit under this subsection, but the  
3 eligibility for, and the amount of, the credit are based on their share of the income  
4 described under par. (b). A partnership, limited liability company, or tax-option  
5 corporation shall compute the amount of credit that each of its partners, members,  
6 or shareholders may claim and shall provide that information to each of them.  
7 Partners, members of limited liability companies, and shareholders of tax-option  
8 corporations may claim the credit in proportion to their ownership interests. For  
9 taxable years beginning after December 31, 2018, the aggregate amount of the  
10 credits based on income from manufacturing that may be claimed by all partners of  
11 a partnership, all members of a limited liability company, and all shareholders of a  
12 tax-option corporation may not exceed \$22,500 in any taxable year.

13           **SECTION 5.** 71.28 (5n) (d) 2. of the statutes is amended to read:

14           71.28 (5n) (d) 2. Except as provided in ~~subd.~~ subds. 2m. and 3., for purposes of  
15 determining a claimant's eligible qualified production activities income under this  
16 subsection, the claimant shall multiply the claimant's qualified production activities  
17 income from property manufactured by the claimant by the manufacturing property  
18 factor and qualified production activities income from property produced, grown, or  
19 extracted by the claimant by the agriculture property factor.

20           **SECTION 6.** 71.28 (5n) (d) 2m. of the statutes is created to read:

21           71.28 (5n) (d) 2m. Except as provided in subd. 3., for taxable years beginning  
22 after December 31, 2018, for purposes of determining a claimant's eligible qualified  
23 production activities income from manufacturing under this subsection, the  
24 claimant shall multiply the claimant's qualified production activities income, not

1 exceeding \$300,000, from property manufactured by the claimant by the  
2 manufacturing property factor (v)

3 **SECTION 7.** 71.28 (5n) (d) 3. a. of the statutes is amended to read:

4 71.28 (5n) (d) 3. a. The eligible qualified production activities income  
5 determined under subd. 2. or 2m.

6 (END)



State of Wisconsin  
2019 - 2020 LEGISLATURE

LRB-1172/P3  
JK:cjs

DOA:.....Quinn, BB0163 - Manufacturing and agriculture credit limitation

**FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION**

1 **AN ACT ...; relating to:** the budget.

*Analysis by the Legislative Reference Bureau*

**TAXATION**

**INCOME TAXATION**

**1. Manufacturing and agriculture credit limitation**

Currently, a person may claim a tax credit on the basis of the person's income from manufacturing or agriculture. This bill limits to \$300,000 the amount of income from manufacturing that a person may use as the basis for claiming the credit. The bill also provides that the aggregate amount of the credits based on manufacturing income that may be claimed by all partners of a partnership, all members of a limited liability company, and all shareholders of a tax-option corporation may not exceed \$22,500 in any taxable year.

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:**

2 **SECTION 1.** 71.07 (5n) (c) 1. of the statutes is amended to read:



1           71.07 (5n) (c) 1. Partnerships, limited liability companies, and tax-option  
2 corporations may not claim the credit under this subsection, but the eligibility for,  
3 and the amount of, the credit are based on their share of the income described under  
4 par. (b). A partnership, limited liability company, or tax-option corporation shall  
5 compute the amount of credit that each of its partners, members, or shareholders  
6 may claim and shall provide that information to each of them. Partners, members  
7 of limited liability companies, and shareholders of tax-option corporations may  
8 claim the credit in proportion to their ownership interests. For taxable years  
9 beginning after December 31, 2018, the aggregate amount of the credits based on  
10 income from manufacturing that may be claimed by all partners of a partnership, all  
11 members of a limited liability company, and all shareholders of a tax-option  
12 corporation may not exceed \$22,500 in any taxable year.

13           **SECTION 2.** 71.07 (5n) (d) 2. of the statutes is amended to read:

14           71.07 (5n) (d) 2. For Except as provided in subd. 2m., for purposes of  
15 determining a claimant's eligible qualified production activities income under this  
16 subsection, the claimant shall multiply the claimant's qualified production activities  
17 income from property manufactured by the claimant by the manufacturing property  
18 factor and qualified production activities income from property produced, grown, or  
19 extracted by the claimant by the agriculture property factor.

20           **SECTION 3.** 71.07 (5n) (d) 2m. of the statutes is created to read:

21           71.07 (5n) (d) 2m. For taxable years beginning after December 31, 2018, for  
22 purposes of determining a claimant's eligible qualified production activities income  
23 from manufacturing under this subsection, the claimant, including a beneficiary or  
24 fiduciary, shall multiply the claimant's qualified production activities income, not

1 exceeding \$300,000, from property manufactured by the claimant by the  
2 manufacturing property factor.

3 **SECTION 4.** 71.28 (5n) (c) of the statutes is amended to read:

4 71.28 (5n) (c) *Limitations.* Partnerships, limited liability companies, and  
5 tax-option corporations may not claim the credit under this subsection, but the  
6 eligibility for, and the amount of, the credit are based on their share of the income  
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12 taxable years beginning after December 31, 2018, the aggregate amount of the  
13 credits based on income from manufacturing that may be claimed by all partners of  
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15 tax-option corporation may not exceed \$22,500 in any taxable year.

16 **SECTION 5.** 71.28 (5n) (d) 2. of the statutes is amended to read:

17 71.28 (5n) (d) 2. Except as provided in subd. subds. 2m. and 3., for purposes of  
18 determining a claimant's eligible qualified production activities income under this  
19 subsection, the claimant shall multiply the claimant's qualified production activities  
20 income from property manufactured by the claimant by the manufacturing property  
21 factor and qualified production activities income from property produced, grown, or  
22 extracted by the claimant by the agriculture property factor.

23 **SECTION 6.** 71.28 (5n) (d) 2m. of the statutes is created to read:

24 71.28 (5n) (d) 2m. Except as provided in subd. 3., for taxable years beginning  
25 after December 31, 2018, for purposes of determining a claimant's eligible qualified

1 production activities income from manufacturing under this subsection, the  
2 claimant shall multiply the claimant's qualified production activities income, not  
3 exceeding \$300,000, from property manufactured by the claimant by the  
4 manufacturing property factor.

5 **SECTION 7.** 71.28 (5n) (d) 3. a. of the statutes is amended to read:

6 71.28 **(5n)** (d) 3. a. The eligible qualified production activities income  
7 determined under subd. 2. or 2m.

8 (END)



State of Wisconsin  
2019 - 2020 LEGISLATURE

LRB-1172/P4

JK:cjs

DOA:.....Quinn, BB0163 - Manufacturing and agriculture credit limitation

**FOR 2019-2021 BUDGET -- NOT READY FOR INTRODUCTION**

1 **AN ACT ...; relating to:** the budget.

---

*Analysis by the Legislative Reference Bureau*

**TAXATION**

**INCOME TAXATION**

***1. Manufacturing and agriculture credit limitation***

Currently, a person may claim a tax credit on the basis of the person's income from manufacturing or agriculture. This bill limits to \$300,000 the amount of income from manufacturing that a person may use as the basis for claiming the credit.

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

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

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3 71.07 (5n) (d) 2. ~~For~~ Except as provided in subd. 2m., for purposes of  
4 determining a claimant's eligible qualified production activities income under this  
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1 income from property manufactured by the claimant by the manufacturing property  
2 factor and qualified production activities income from property produced, grown, or  
3 extracted by the claimant by the agriculture property factor.

4 **SECTION 2.** 71.07 (5n) (d) 2m. of the statutes is created to read:

5 71.07 **(5n)** (d) 2m. For taxable years beginning after December 31, 2018, for  
6 purposes of determining a claimant's eligible qualified production activities income  
7 from manufacturing under this subsection, the claimant, including a beneficiary or  
8 fiduciary, shall multiply the claimant's qualified production activities income, not  
9 exceeding \$300,000, from property manufactured by the claimant by the  
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18 **SECTION 4.** 71.28 (5n) (d) 2m. of the statutes is created to read:

19 71.28 **(5n)** (d) 2m. Except as provided in subd. 3., for taxable years beginning  
20 after December 31, 2018, for purposes of determining a claimant's eligible qualified  
21 production activities income from manufacturing under this subsection, the  
22 claimant shall multiply the claimant's qualified production activities income, not  
23 exceeding \$300,000, from property manufactured by the claimant by the  
24 manufacturing property factor.

25 **SECTION 5.** 71.28 (5n) (d) 3. a. of the statutes is amended to read:

