AN ACT to amend 71.05 (6) (b) 19. c. and 71.05 (6) (b) 19. d.; and to create 71.05 (6) (b) 19. cm. and 71.05 (6) (b) 19. dm. of the statutes; relating to: modifying the medical care insurance subtraction for self-employed individuals.
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:

SECTION 1. 71.05 (6) (b) 19. c. of the statutes is amended to read:

71.05 (6) (b) 19. c. For taxable years beginning before January 1, 2020, for a person who is a nonresident or a part-year resident of this state, modify the amount calculated under subd. 19. b. by multiplying the amount by a fraction the numerator of which is the person’s net earnings from a trade or business that are taxable by this state and the denominator of which is the person’s total net earnings from a trade or business.

SECTION 2. 71.05 (6) (b) 19. cm. of the statutes is created to read:

71.05 (6) (b) 19. cm. For taxable years beginning after December 31, 2019, for a person who is a nonresident or a part-year resident of this state, modify the amount calculated under subd. 19. b. by multiplying the amount by a fraction the numerator of which is the person’s wages, salary, tips, unearned income, and net earnings from a trade or business that are taxable by this state and the denominator of which is the person’s total wages, salary, tips, unearned income, and net earnings from a trade or business. In this subd. 19. cm., for married persons filing separately “wages, salary, tips, unearned income, and net earnings from a trade or business” means the separate wages, salary, tips, unearned income, and net earnings from a trade or business of each spouse, and for married persons filing jointly “wages, salary, tips, unearned income, and net earnings from a trade or business” means the total wages, salary, tips, unearned income, and net earnings from a trade or business of both spouses.
SECTION 3. 71.05 (6) (b) 19. d. of the statutes is amended to read:

71.05 (6) (b) 19. d. Reduce For taxable years beginning before January 1, 2020, reduce the amount calculated under subd. 19. b. or c. to the person’s aggregate net earnings from a trade or business that are taxable by this state.

SECTION 4. 71.05 (6) (b) 19. dm. of the statutes is created to read:

71.05 (6) (b) 19. dm. For taxable years beginning after December 31, 2019, reduce the amount calculated under subd. 19. b. or cm. to the person’s aggregate wages, salary, tips, unearned income, and net earnings from a trade or business that are taxable by this state.

(END)