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# Wisconsin Legislative Council

## ACT MEMO

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**2023 Wisconsin Act 101**  
[2023 Assembly Bill 1023]

**Child and Dependent Care Tax  
Credit**

Under state law in effect through tax year 2023, if a full-time Wisconsin resident is eligible to claim the federal child and dependent care tax credit, that individual may also claim a state child and dependent care tax credit in an amount equal to 50 percent of the federal credit claimed for the same taxable year.

Beginning with tax year 2024, 2023 Wisconsin Act 101 increases the state child and dependent care tax credit in two ways. First, the act increases the amount of the state credit to 100 percent of the federal credit. Second, for purposes of calculating the state credit, the act specifies the eligible work-related expense limits as \$10,000 for one qualifying dependent and \$20,000 for two or more qualifying dependents, in lieu of lower amounts allowed under current federal law.

**Effective date:** March 6, 2024.

For a full history of the bill, visit the Legislature's [bill history page](#).

SG:jal