

# Wisconsin Individual Income Tax

A Primer Prepared for  
WISCONSIN LEGISLATIVE COUNCIL  
SYMPOSIA SERIES ON STATE INCOME TAX REFORM INFORMATION

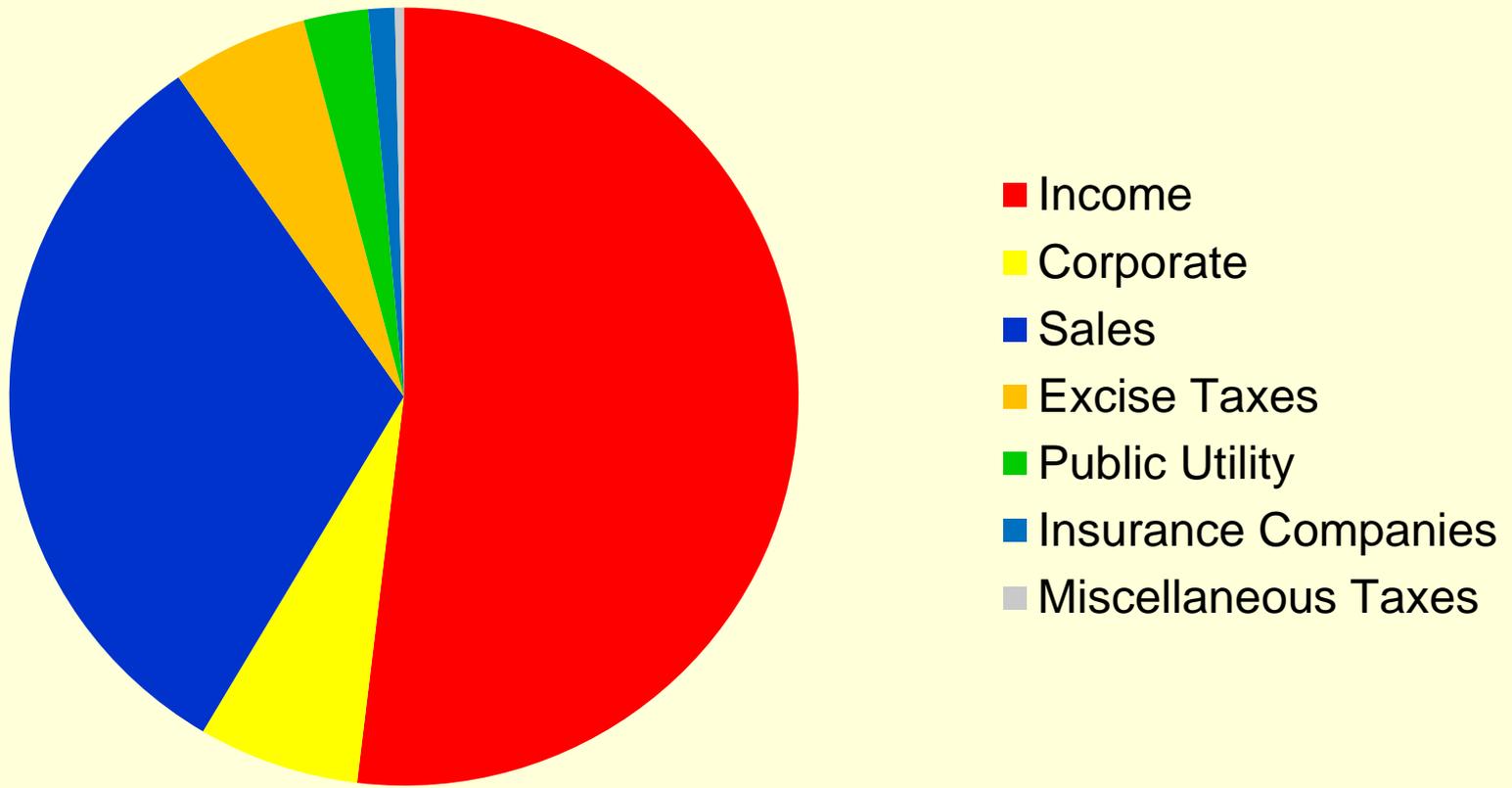
In this presentation, source information obtained from

- Department of Administration, Annual Fiscal Reports
- Department of Revenue, Division of Research and Policy
- Minnesota Department of Revenue, Institute for Taxation and Economic Policy
- U.S. Bureau Of the Census;
- National Federation of Tax Administrators
- U.S. Internal Revenue Service

# Income Tax Wisconsin's Largest Revenue Source

## Over Half GPR Taxes

### FY 11 GPR Taxes

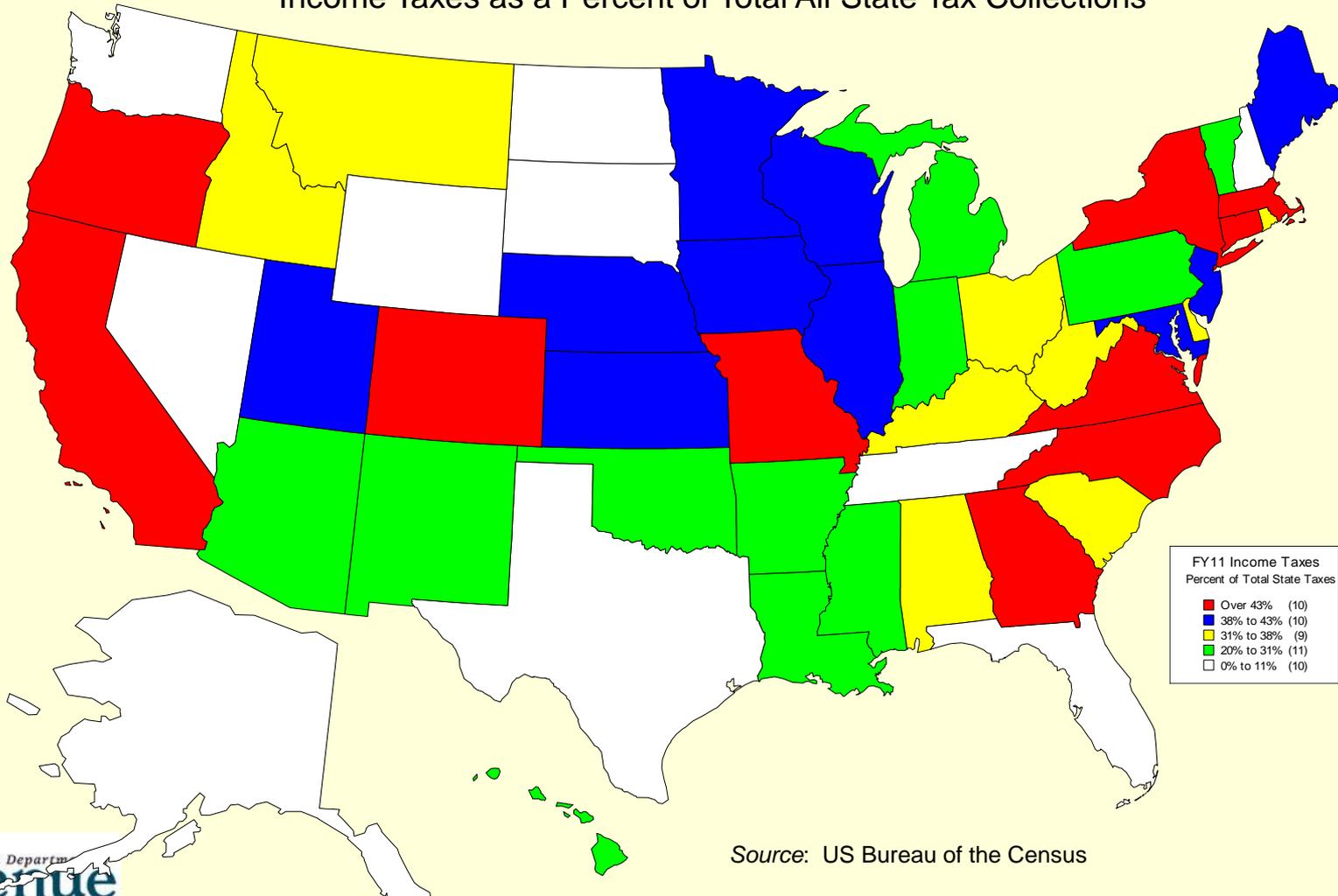


Source: Department of Administration, Annual Fiscal Reports

# State Reliance On Income Tax

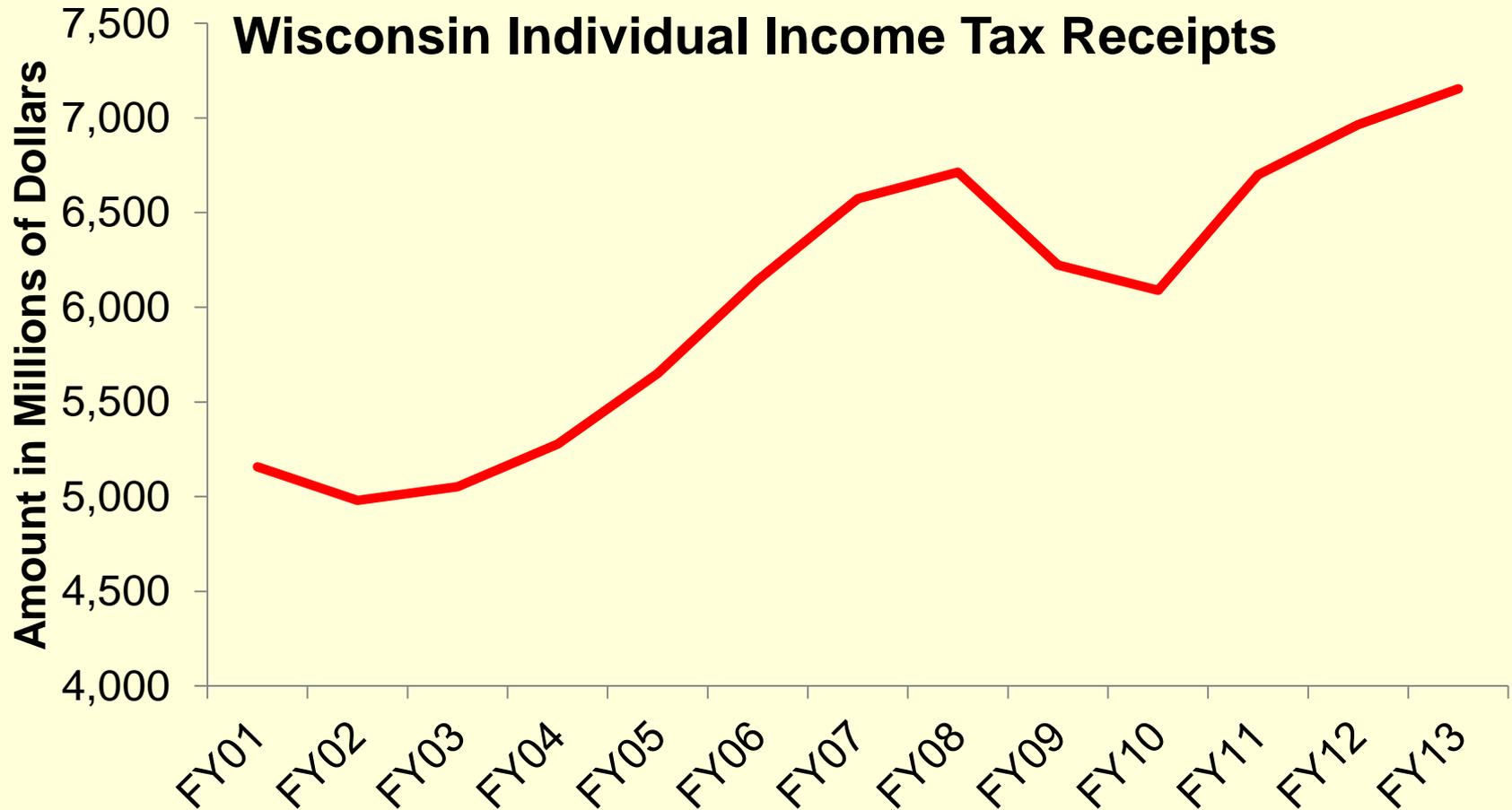
## Wisconsin 12<sup>th</sup> in the Nation

Income Taxes as a Percent of Total All State Tax Collections



Source: US Bureau of the Census

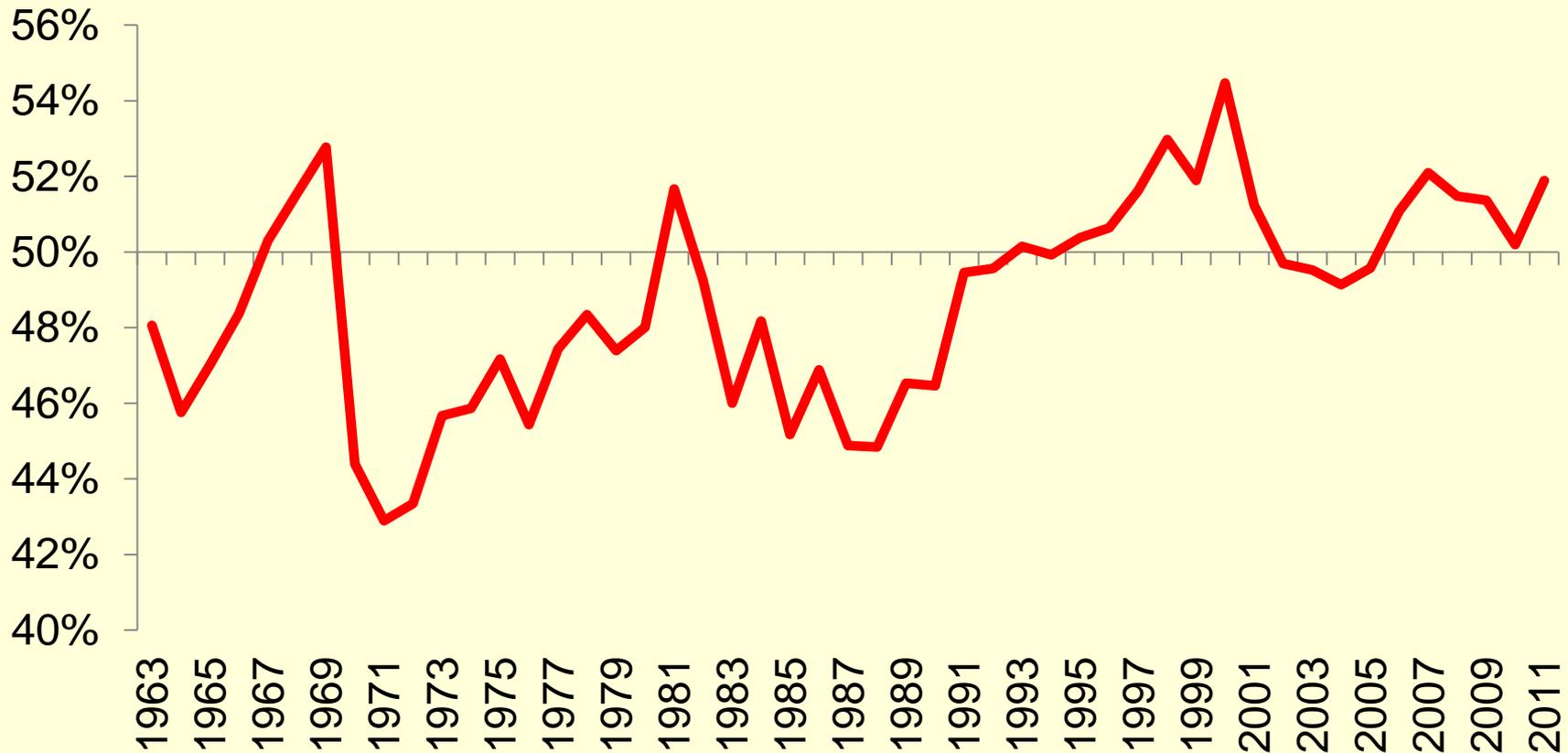
# Income Tax Collections Recovering



Source: Department of Administration, Annual Fiscal Reports

# Income Tax Share of General Fund Gradually Increasing

## Income Tax Share of GPR Tax Revenues



Source: Department of Administration, Annual Fiscal Reports

# Very Brief History of the Wisconsin Income Tax

# History, 1911 to 1978

- Thirteen Income Tax Brackets created in 1911
- Brackets increased to 16 in 1962
- Top Marginal Rate increased from 6.0% to 11.4%
- Lowest Marginal Rate increased from 1.0% to 3.1%

WISCONSIN INDIVIDUAL INCOME TAX RATES AND BRACKETS, 1911 - 1978

Tax Brackets	Tax Rates, Percent of Adjusted Gross Income								
	1911-1931	1932-1952	1953-1961	1962	1963-1964	1965	1966-1970	1971	1972-1978
\$0 - 1,000	1.00	1.00	1.00	2.00	2.30	2.50	2.70	2.80	3.10
\$1,001 - 2,000	1.25	1.25	1.25	2.25	2.55	2.75	2.95	3.10	3.40
\$2,001 - 3,000	1.50	1.50	1.50	2.50	2.80	3.00	3.20	3.30	3.60
\$3,001 - 4,000	1.75	2.00	2.50	3.50	3.80	4.00	4.20	4.30	4.80
\$4,001 - 5,000	2.00	2.50	3.00	4.00	4.30	4.50	4.70	4.90	5.40
\$5,001 - 6,000	2.50	3.00	3.50	4.50	4.80	5.00	5.20	5.40	5.90
\$6,001 - 7,000	3.00	3.50	4.00	5.00	5.30	5.50	5.70	5.90	6.50
\$7,001 - 8,000	3.50	4.00	5.00	6.00	6.30	6.50	6.70	6.90	7.60
\$8,001 - 9,000	4.00	4.50	5.50	6.50	6.80	7.00	7.20	7.50	8.20
\$9,001 - 10,000	4.50	5.00	6.00	7.00	7.30	7.50	7.70	8.00	8.80
\$10,001 - 11,000	5.00	5.50	6.50	7.50	7.80	8.00	8.20	8.50	9.30
\$11,001 - 12,000	5.50	6.00	7.00	8.00	8.30	8.50	8.70	9.00	9.90
\$12,001 - 13,000	6.00	7.00	7.50	8.50	8.80	9.00	9.20	9.50	10.50
\$13,001 - 14,000	6.00	7.00	8.00	9.00	9.30	9.50	9.70	10.00	11.10
\$14,001 - 15,000	6.00	7.00	8.50	9.50	9.80	10.00	10.00	10.40	11.40
More than \$15,000	6.00	7.00	8.50	10.00	10.00	10.00	10.00	10.40	11.40

# History 1979 to 1986

- Tax brackets reduced from 16 to 8
- Top rate reduced to 10.0%
- Indexing Adopted

WISCONSIN INDIVIDUAL INCOME TAX RATES AND BRACKETS, 1979 - 1985				
Tax Rates	Tax Brackets			
	1979	1980	1981	1982 – 1985
3.4	\$0 – 3,000	\$0 – 3,300	\$0 – 3,600	\$0 – 3,900
5.2	\$3,001 – 6,000	\$3,301 – 6,600	\$3,601 – 7,200	\$3,901 - \$7,700
7.0	\$6,001 – 9,000	\$6,601 – 9,900	\$7,201 – 10,900	\$7,701 – 11,700
8.2	\$9,001 – 12,000	\$9,901 – 13,200	\$10,901 – 14,500	\$11,701 – 15,500
8.7	\$12,001 – 15,000	\$13,201 – 16,500	\$14,501 – 18,100	\$15,501 – 19,400
9.1	\$15,001 – 20,000	\$16,501 – 22,000	\$18,101 – 24,100	\$19,401 – 25,800
9.5	\$20,001 – 40,000	\$22,001 – 44,000	\$24,101 – 48,200	\$25,801 – 51,600
10.0	More than \$40,000	More than \$44,000	More than \$48,200	More than \$51,600

# History 1986 to 1998

- Number of brackets reduced from 8 to 4 and then to 3
- Top marginal rate reduced in four steps from 10.0% to 7.9% to 6.93% to 6.77%
- Bottom marginal rate increased to 5.0% then reduced to 4.90% and to 4.77%.
- Married, joint returns adopted as a result of marital property reform

WISCONSIN INDIVIDUAL INCOME TAX RATES AND BRACKETS, 1986-1998					
Tax Brackets			Tax Rates		
Single	Married-Joint	Married -Separate	1986	1987-1997	1998
\$0 – 7,500	\$0 – 10,000	\$0 – 5,000	5.00	4.90	4.77
\$7,501 – 15,000	\$10,001 – 20,000	\$5,001 – 10,000	6.60	6.55	6.37
\$15,001 – 30,000	\$20,001 – 40,000	\$10,001 – 20,000	7.50	6.93	6.77
More than \$30,000	More than \$40,000	More than \$20,000	7.90	6.93	6.77

# History, 1999 to 2001

- Indexing restored in 1999
- Fourth bracket added for very high taxable income
- Rates reduced in two stages in 2000 and 2001.

INDIVIDUAL INCOME TAX RATES AND BRACKETS, 1999-2001

Tax Brackets			Tax Rates
Single	Married – Joint	Married – Separate	
1999			
\$0 – 7,620	\$0 – 10,160	\$0 – 5,080	4.77
\$7,621 – 15,240	\$10,161 – 20,320	\$5,081 – 10,160	6.37
More than \$15,240	More than \$20,320	More than \$10,160	6.77
2000			
\$0 – 7,790	\$0 – 10,390	\$0 – 5,200	4.73
\$7,791 – 15,590	\$10,391 – 20,780	\$5,201 – 10,390	6.33
\$15,591 – 116,890	\$20,781 – 155,850	\$10,391 – 77,930	6.55
More than \$116,890	More than \$155,850	More than \$77,930	6.75
2001			
\$0 – 8,060	\$0 – 10,750	\$0 – 5,380	4.60
\$8,061 – 16,130	\$10,751 – 21,500	\$5,381 – 10,750	6.15
\$16,131 – 116,330	\$21,501 – 155,100	\$10,751 – 77,550	6.50
More than \$116,330	More than \$155,100	More than \$77,550	6.75

# History, 2002 to 2009

- Brackets adjusted for inflation
- New top rate added in 2009
- Capital gains exclusion reduced to 30% from 60%
- Social security income completely exempted
- Adopted exclusion for health insurance premiums
- Adopted deduction for higher education tuition

2009 Tax Rates			
Taxable Income Brackets			Tax Rates
Single	Married, Joint	Married, Separate	
\$0 - \$10,220	\$0 - \$13,620	\$0 - \$6,810	4.60
10,220 - 20,440	13,620 - 27,250	6,810 - 13,620	6.15
20,440 - 153,280	27,250 - 204,370	13,620 - 102,190	6.50
153,280 - 225,000	204,370 - 300,000	102,190 - 150,000	6.75
Over 225,000	Over 300,000	Over 150,000	7.75

# Overview of Current Income Tax Structure

# 2012 Wisconsin Individual Income Tax Rates

Marginal Rate	Single, Head of Household		Married, Filing Jointly		Married, Filing Separately	
	Taxable Income		Taxable Income		Taxable Income	
	Over	But Not Over	Over	But Not Over	Over	But Not Over
4.60%	0	10,570	0	14,090	0	7,040
6.15%	10,570	21,130	14,090	28,180	7,040	14,090
6.50%	21,130	158,500	28,180	211,330	14,090	105,660
6.75%	158,500	232,600	211,330	310,210	105,660	155,510
7.75%	232,600	or over	310,210	or over	155,510	or over

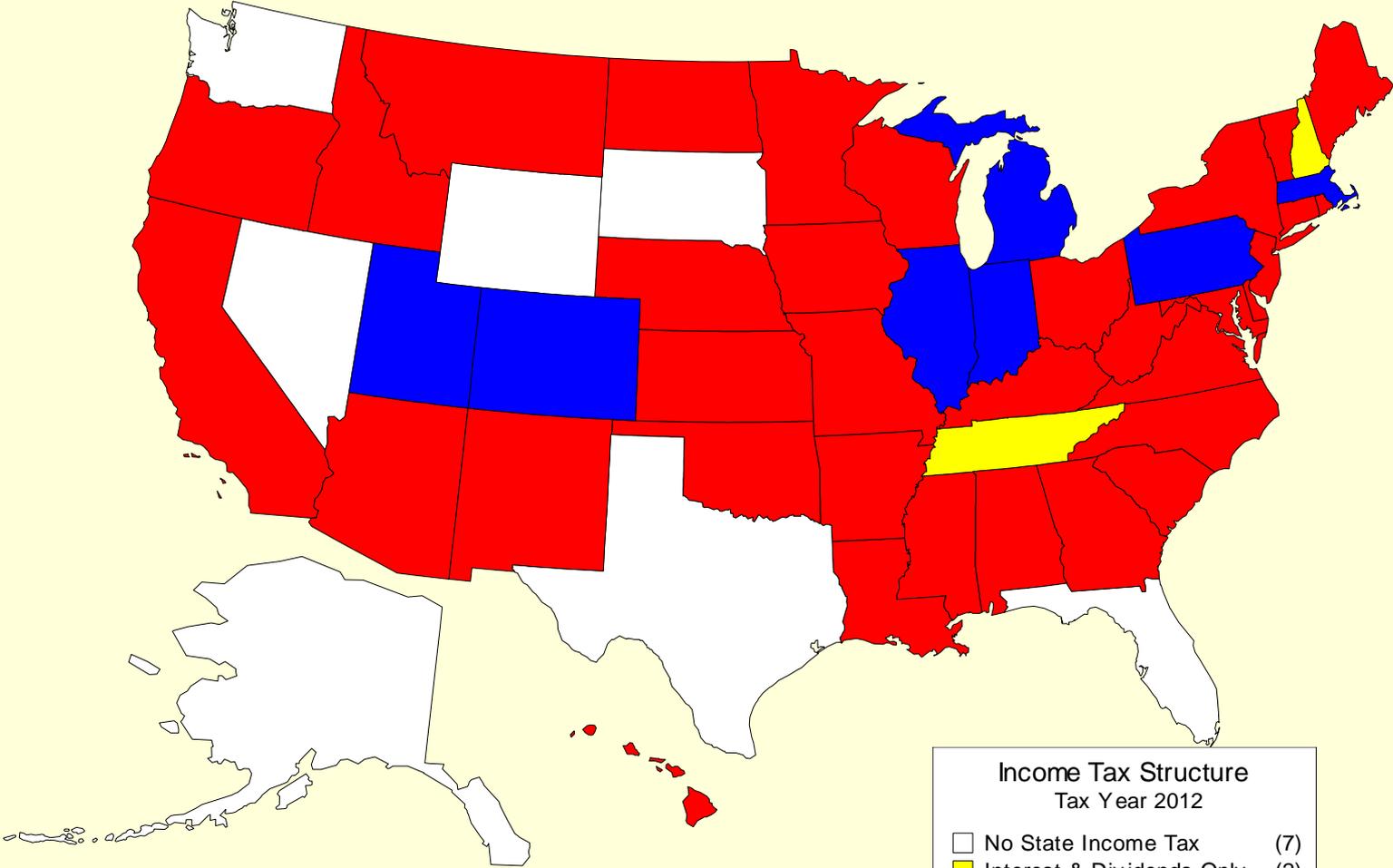
# Deductions and Exemptions

Deductions and Exemptions from Wisconsin Adjusted Gross Income	FY10 Fiscal Effect
Sliding Scale Standard Deduction s. 71.05 (22)	727,000,000
Personal Exemption and Additional Elderly Exemption s. 71.05 (23)	187,000,000

Personal Exemptions	
Self, Spouse, Dependents	\$700
Over 65 addition	\$250

Sliding Scale Standard Deduction				
Filing Status	Basic	Reduced by	of Income Over	No Deduction for Income Over
Single	\$9,760	12.000%	\$14,070	95,403
Married, Joint	\$17,580	19.778%	\$17,850	108,637
Married, Separate	\$8,350	19.778%	\$8,350	51,599

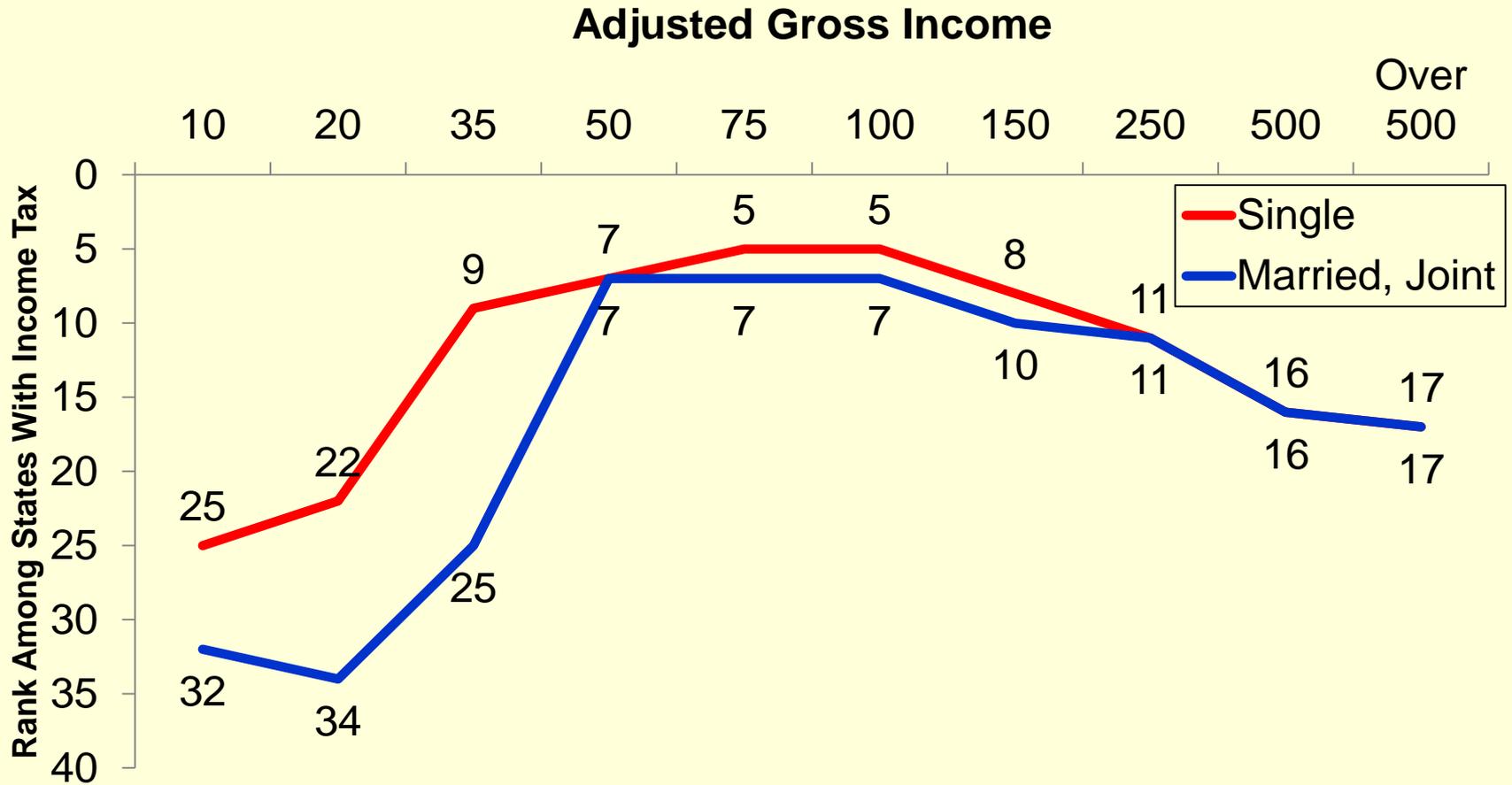
# State Income Tax Structures



Source: Federation of Tax Administrators

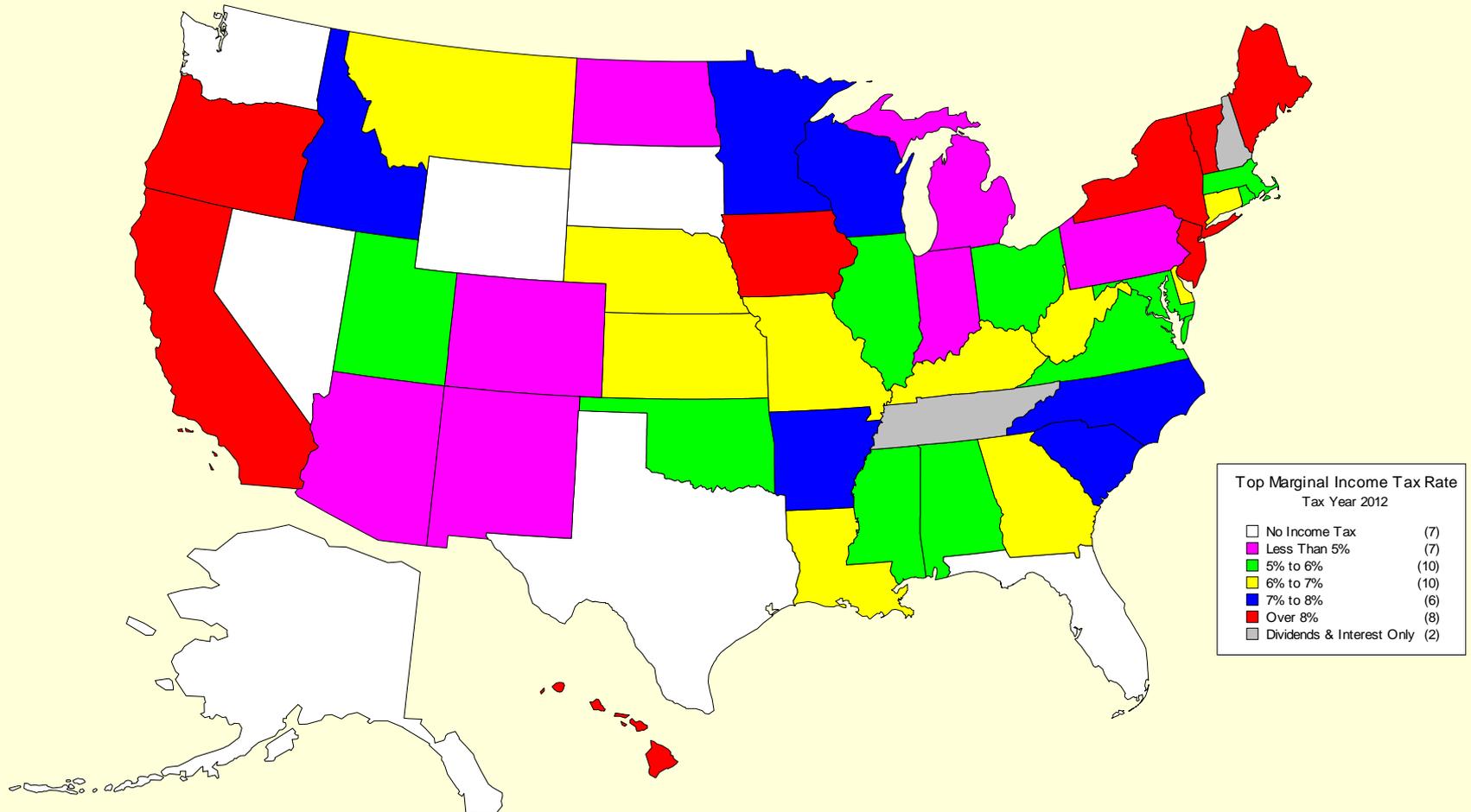
Income Tax Structure	
Tax Year 2012	
□ No State Income Tax	(7)
■ Interest & Dividends Only	(2)
■ Single Marginal Rate	(7)
■ Increasing Marginal Rates	(34)

# Wisconsin Income Tax Rank by Income Class, 2008



Source: Minnesota Department of Revenue, 2008

# Wisconsin Ranks 11<sup>th</sup> in Top Marginal Rate



# Comparing Wisconsin's Average Effective Tax Rates

Wisconsin Income Tax Burden by Income Class							
	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Top 20% Next 15%	Next 4%	TOP 1%
Duocile	Under	\$20,000	\$35,000	\$57,000	\$88,000	\$159,000	Over
Income Range	\$20,000	\$35,000	\$57,000	\$88,000	\$159,000	\$388,000	\$388,000
Avg. Effective Rate	-0.10%	2.20%	3.50%	4.10%	4.60%	4.60%	5.20%
Avg. Income in Class	\$12,700	\$27,600	\$46,300	\$70,900	\$110,700	\$227,100	\$1,116,000

Average Income Tax Burden of All States by Income Class							
	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Top 20% Next 15%	Next 4%	TOP 1%
Duocile	Under	\$18,000	\$33,000	\$54,000	\$90,000	\$185,000	Over
Income Range	\$18,000	\$33,000	\$54,000	\$90,000	\$185,000	\$476,000	\$476,000
Avg. Effective Rate	0.20%	1.40%	2.20%	2.60%	3.10%	3.50%	3.90%
Avg. Income in Class	\$10,700	\$25,500	\$42,900	\$69,900	\$122,400	\$277,900	\$1,768,000

Source: Who Pays?, November 2009, Institution for Taxation and Economic Policy

# Calculating the Income Tax

# Basic Calculation of Wisconsin Income Tax

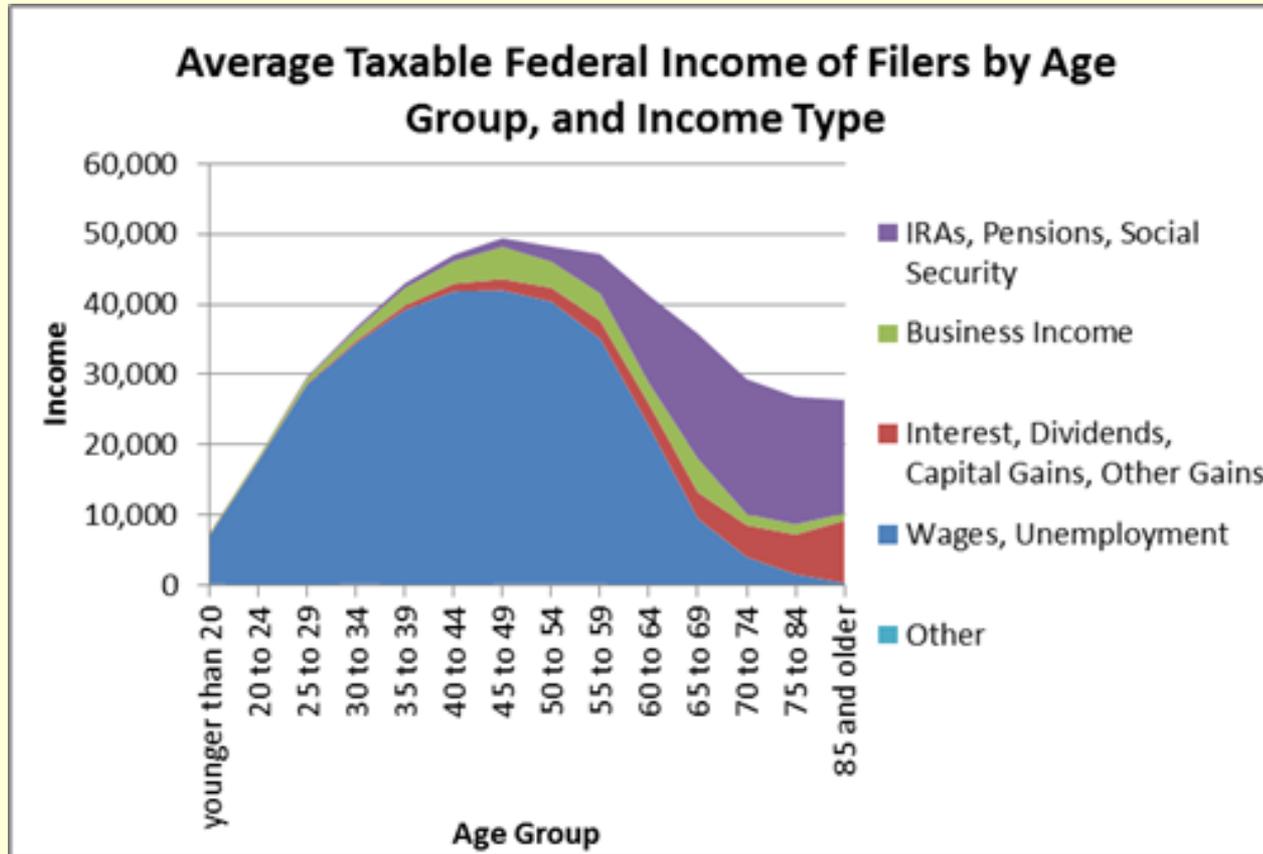
Step 1	Start	Federal Adjusted Gross Income
Step 2	Apply	Wisconsin Modifications
Step 3	Result	Wisconsin Adjusted Gross Income
Step 4	Apply	Exemptions and Deductions
Step 5	Result	Wisconsin Taxable Income
Step 6	Apply	Tax Rates
Step 7	Result	Gross Tax
Step 8	Apply	Tax Credits
Step 9	Result	Net Wisconsin Tax

# Sources of Taxable Income by Type

<b>WISCONSIN Federal Tax Year 2010 Returns</b>	<b>Number of Returns</b>	<b>Amount \$K</b>
<b>Number of returns</b>	<b>2,741,669</b>	
Number of joint returns	1,126,712	
Number with paid preparer's signature	1,495,846	
<b>Number of exemptions</b>	<b>5,367,822</b>	
Number of dependent exemptions	1,691,663	
<b>Adjusted gross income (AGI)</b>		<b>143,791,953</b>
Total income	2,721,193	145,856,616
Salaries and wages in AGI	2,280,175	105,367,647
Taxable interest: Number	1,275,757	2,180,397
Ordinary dividends	651,065	2,578,562
Qualified dividends	587,710	1,901,349
State and local income tax refunds	719,944	797,322
Business or profession net income (less loss)	344,071	3,523,494
Net capital gain (less loss) in AGI	454,216	3,882,202
Taxable individual retirement arrangements distributions	319,156	4,353,304
Taxable pensions and annuities in AGI	538,044	9,800,511
Unemployment compensation	434,390	2,710,191
Taxable social security benefits in AGI	337,785	3,851,932
Partnership/S-corp net income (less loss)	140,924	6,607,489

Source: IRS, Statistics of Income

# Sources of Income Vary by Age



Average Effective Tax Rate on Retirement Income: 2.5%

Average Effective Tax Rate on Non-Retirement Income: 4.4%

# It Gets Complicated in Applying Modifications and Tax Credits

Step 1 Start Federal Adjusted Gross Income

Step 2 Apply Wisconsin Modifications 34 Possible Additions, 39 Possible Subtractions

Step 3 Result Wisconsin Adjusted Gross Income

Step 4 Apply Exemptions and Deductions

Step 5 Result Wisconsin Taxable Income

Step 6 Apply Tax Rates

Step 7 Result Gross Tax

Step 8 Apply Tax Credits Over 30 Credits With More in the Pipeline

Step 9 Result Net Wisconsin Tax

# Wisconsin Income Tax

## Adjustments to Federal Income Reducing Tax Liability

Modifications to Federal Adjusted Gross Income	FY10 Fiscal Effect
Social Security Benefits: Additional State Deduction s. 71.05 (6)(b)21	235,000,000
Capital Gains Deduction s. 71.05 (6)(b)9	68,800,000
Public Pensions s. 71.05 (1)(a), (am) and (an)	51,500,000
Health Insurance Premiums of the Self-Employed and Certain Employees: s. 71.05 (6)(b)	34,100,000
Higher Education Tuition Expenses s. 71.05 (6)(b)28	24,300,000
Unemployment Compensation s. 71.05 (6)(b)8	16,000,000
Interest on U.S. Obligations s. 71.05 (6)(b)1	10,700,000
Prepaid Tuition and College Savings Plans s. 71.05 (6)(b)23 and 31 to 33	8,550,000
Long-Term Care Insurance Expenses s. 71.05 (6)(b)26	6,080,000
Active Duty Military Pay for Reserves or National Guard s. 71.05 (6)(b)34	1,790,000
Gains on Sales of Business Assets to Related Persons s. 71.05 (6)(b)25	910,000
Low Income Retirement Income Exclusion s. 71.05 (1)(ae)	739,000
Adoption Expenses s. 71.05 (6)(b)22	273,000
Disability Income s. 71.05 (6)(b)4	26,000
Capital Gains from Qualified Small Business Stock s. 71.05 (6)(b)6	Not available
Net Long-Term Capital Losses (Pre-1982) s. 71.05 (14)	Minimal
State Legislators' Per Diem Expenses s. 71.05 (1)(b)	Minimal
Viatical Settlement Contracts s. 71.05 (1)(f)	Minimal
Payments to Victims of Nazi Persecution s. 71.05 (6)(b)30	Minimal
Human Organ Donation Expenses s. 71.05 (10)(i)	Minimal

Source: WI Department of Revenue, Summary of Tax Exemption Devices

# Wisconsin's Income Tax Credits

Wisconsin Income Tax Credits	FY10 Amount
School Property Tax Credit s. 71.07 (9)	387,000,000
Itemized Deductions Credit s. 71.07 (5)	316,000,000
Married Couple Credit s. 71.07 (6)	264,000,000
Income Tax Paid to Other States/Income Tax Reciprocity ss. 71.07 (7), 71.10 (7), (7e)	257,000,000
Earned Income Credit s. 71.07 (9e)	128,000,000
Homestead Credit ss. 71.07 (4), 71.51 to 71.55	128,000,000
Farmland Preservation Credit ss. 71.07 (3) , 71.57 to 71.61	14,200,000
Farmland Tax Relief Credit s. 71.07 (3m)	13,900,000
Veterans' and Surviving Spouses' Property Tax Credit s. 71.07(6e)	9,250,000
Dairy and Livestock Farm Investment Credit s. 71.07(3n)	6,350,000
Angel Investment Credit s. 71.07(5d)	3,620,000
Development Zone Credits s. 71.07 (2dm) and (2dx)	3,218,000
Early Stage Seed Investment Credit s. 71.07(5b)	1,830,000
Historic Preservation Credits s. 71.07 (9m) and (9r)	1,580,000
Armed Forces Member Credit s. 71.07 (6m)	1,340,000
Technology Zone Credit s. 71.07(3g)	886,000
Dairy Manufacturing Facility Investment Credits s. 71.07(3p)	508,000
Manufacturing Investment Credit s. 71.07(3t)	393,000
Film Production Services Credit s. 71.07(5f)	286,000
Claim of Right Credit s. 71.07 (1)	232,000
Working Families Credit s. 71.07 (5m)	189,000
Manufacturing Sales Tax Credit s. 71.07 (3s)	184,000
Economic Development Credit s. 71.07(2dy)	37,000
Meat Processing Facility Investment Credit s. 71.07(3r)	30,000
Ethanol and Biodiesel Fuel Pump Credit s. 71.07(5j)	23,000
Health Insurance Risk-Sharing Plan Credit s. 71.07(5g)	Minimal
Film Production Company Investment Credit s. 71.07(5h)	Minimal
Internet Equipment Credit s. 71.07(5e)	Minimal

Source: WI Department of Revenue, Summary of Tax Exemption Devices

# PROFILE OF WISCONSIN INCOME TAXPAYERS, 2010

# Income Taxpayers by Filing Status

**DISTRIBUTION OF TAX FILERS, WAGI AND NET TAX LIABILITY BY FILING STATUS, TAX YEAR 2010**

Filing Status	Tax filers		Wisconsin Adjusted Gross Income (WAGI)			Total Net Tax Liability*		Average Tax Rate** (%)
	Count	%	Total (\$ million)	%	Average (\$)	Total (\$ million)	%	
Single	1,215,836	42.5%	31,083.9	23.0%	25,566	1,266.7	20.9%	4.1%
Dependent Filers	189,327	6.6	1,172.1	0.9	6,191	11.0	0.2	0.9
Head of Household	270,725	9.5	8,075.6	6.0	29,830	287.5	4.7	3.6
Married Filing Jointly	1,168,148	40.8	94,448.0	69.7	80,853	4,473.2	73.7	4.7
Married Filing Separately	18,381	0.6	649.7	0.5	35,344	33.5	0.6	5.2
<b>Total</b>	<b>2,862,417</b>	<b>100.0%</b>	<b>135,429.3</b>	<b>100.0%</b>	<b>47,313</b>	<b>6,071.8</b>	<b>100.0%</b>	<b>4.5%</b>

\* Total net tax liability includes alternative minimum tax and nonrefundable credits, but not refundable credits.

\*\*Net tax as percentage of WAGI.

Source: WI Department of Revenue, Individual Income Tax Aggregate Statistics.

# Filing Status Tax Years 2009 and 2010

## INDIVIDUAL INCOME TAX RETURNS: COMPARING TAX YEARS 2009 AND 2010 (dollar amounts in millions)

	Tax Year 2009	Tax Year 2010	Percent Change
Count of Tax Returns	2,831,473	2,862,417	1.1%
Single	1,195,734	1,215,836	1.7%
Dependent filers	194,283	189,327	-2.6%
Head of Household	261,526	270,725	3.5%
Married Filing Jointly	1,160,896	1,168,148	0.6%
Married Filing Separately	19,034	18,381	-3.4%
Wisconsin Adjusted Gross Income (WAGI)	128,591.98	135,429.29	5.3%

Source: WI Department of Revenue, 2010 Aggregate Statistics

# Average Tax Liability 2009 & 2010

## INDIVIDUAL INCOME TAX RETURNS: COMPARING TAX YEARS 2009 AND 2010 (dollar amounts in millions)

	Tax Year 2009	Tax Year 2010	Percent Change
Count of Tax Returns	2,831,473	2,862,417	1.1%
Wisconsin Adjusted Gross Income (WAGI)	128,591.98	135,429.29	5.3%
Standard Deduction: # of Returns	2,364,607	2,359,375	-0.2%
Amount	17,554.28	17,127.32	-2.4%
Personal Exemptions: # of returns	2,026,628	2,075,191	2.4%
Amount	3,114.03	3,168.75	1.8%
Taxable Income: # of returns	2,045,669	2,096,496	2.5%
Amount	109,657.02	116,366.62	6.1%
Gross Income Tax (before credits): # of returns	2,041,202	2,091,381	2.5%
Amount	6,807.78	7,272.91	6.8%
Net Income Tax: # of returns	1,929,667	1,974,254	2.3%
Amount	5,727.83	6,066.23	5.9%
Alternative Minimum Tax: # of returns	4,451	5,010	12.6%
Amount	5.33	5.61	5.1%
Total Tax Liability: # of returns	1,930,377	1,975,156	2.3%
Percent of total returns filed	68.2%	69.0%	
Amount	5,733.17	6,071.84	5.9%
Aver. Tax Rate (as % of WAGI)	4.46%	4.48%	

Source: WI Department of Revenue, 2009 and 2010 Aggregate Statistics

# Taxpayer Income Distribution 2010

WAGI CLASS	TAXFILERS		WIS.ADJUSTED GROSS INC.(WAGI)		
	Count	%	Total Amount (\$)	%	Aver. (\$)
Less than \$0	56,854	2.0%	(1,233,396,666)	-0.9%	(21,694)
Under \$20k	1,084,358	37.9%	8,582,427,576	6.3%	7,915
\$20k to \$30k	334,202	11.7%	8,320,462,647	6.1%	24,897
\$30k to \$50k	491,293	17.2%	19,232,541,563	14.2%	39,147
\$50k to \$70k	318,452	11.1%	18,916,650,182	14.0%	59,402
\$70k to \$100k	292,139	10.2%	24,332,143,222	18.0%	83,290
\$100k to \$200k	231,221	8.1%	30,064,569,963	22.2%	130,025
\$200k to \$500k	42,801	1.5%	12,259,830,196	9.1%	286,438
\$500k to \$1M	7,563	0.3%	5,101,136,949	3.8%	674,486
Over \$1M	3,534	0.1%	9,852,923,496	7.3%	2,788,037
Total	2,862,417	100.0%	135,429,289,128	100.0%	47,313

# Net Tax Liability 2010 by Income Class

WAGI CLASS	TOTAL NET TAX LIABILITY (NET TAX + MINIMUM TAX)					AVERAGE TAX RATE
	Count	%	Amount (\$)	%	Aver.(\$)	(%)
Less than \$0	148	0.0%	176,993	0.0%	1,196	0.0%
Under \$20k	295,780	15.0%	61,157,052	1.0%	207	0.7%
\$20k to \$30k	302,158	15.3%	181,814,709	3.0%	1,198	2.2%
\$30k to \$50k	485,110	24.6%	666,291,369	11.0%	2,820	3.5%
\$50k to \$70k	316,747	16.0%	794,633,488	13.1%	2,509	4.2%
\$70k to \$100k	291,268	14.7%	1,139,648,399	18.8%	3,913	4.7%
\$100k to \$200k	230,422	11.7%	1,544,839,574	25.4%	6,704	5.1%
\$200k to \$500k	42,465	2.1%	715,789,655	11.8%	16,856	5.8%
\$500k to \$1M	7,531	0.4%	336,046,594	5.5%	44,622	6.6%
Over \$1M	3,527	0.2%	631,437,737	10.4%	179,030	6.4%
Total	1,975,156	100.0%	6,071,835,570	100.0%	3,074	4.5%

# Distribution Effects of Selected Income Tax Credits

# Itemized Deduction Credit

**DISTRIBUTION OF ITEMIZED DEDUCTIONS CREDIT BY WAGI CLASS, TAX YEAR 2010**

WAGI Class	Tax Filers	Itemized Deductions Credit							
	Count	Total Claimed		Used Credit		Amount of Used Credit			% Used Amounts to claimed amounts
		Count	Amount (\$)	Count	% of filers in income class	(\$)	%	Average (\$)	
Less than \$0	56,854	4,311	4,011,496	0	0.0%	0	0.0%	-	0.0%
\$0 - <5,000	423,941	23,019	17,999,751	9,221	2.2	133,427	0.0	14	0.7
\$5,000 - <10,000	262,331	9,326	2,781,528	5,468	2.1	226,257	0.1	41	8.1
\$10,000 - <15,000	209,319	7,023	3,308,399	5,721	2.7	436,062	0.1	76	13.2
\$15,000 - <20,000	188,767	7,674	3,182,015	6,776	3.6	1,025,610	0.3	151	32.2
\$20,000 - <25,000	172,118	7,960	3,044,573	7,954	4.6	1,591,648	0.5	200	52.3
\$25,000 - <30,000	162,084	9,610	3,462,560	9,610	5.9	2,339,848	0.8	243	67.6
\$30,000 - <40,000	277,661	26,859	7,864,766	26,859	9.7	6,324,202	2.1	235	80.4
\$40,000 - <50,000	213,632	39,067	9,202,233	39,067	18.3	8,652,866	2.9	221	94.0
\$50,000 - <70,000	318,452	107,499	26,354,773	107,499	33.8	25,980,368	8.6	242	98.6
\$70,000 - <100,000	292,139	204,319	67,632,902	204,319	69.9	67,327,996	22.2	330	99.5
\$100,000 - <200,000	231,221	222,128	121,521,550	222,128	96.1	121,455,206	40.1	547	99.9
\$200,000 - <500,000	42,801	41,723	39,801,705	41,723	97.5	39,750,006	13.1	953	99.9
\$500,000 - 1,000,000	7,563	7,294	11,802,008	7,294	96.4	11,802,008	3.9	1,618	100.0
\$1,000,000 and over	3,534	3,351	15,849,213	3,351	94.8	15,849,213	5.2	4,730	100.0
<b>TOTAL</b>	<b>2,862,417</b>	<b>721,163</b>	<b>337,819,472</b>	<b>696,990</b>	<b>24.3%</b>	<b>302,894,717</b>	<b>100.0%</b>	<b>435</b>	<b>89.7%</b>

Source: WI Department of Revenue, 2009 and 2010 Aggregate Statistics

# School Property Tax / Rent Credit

## Part 1 of 2

### DISTRIBUTION OF SCHOOL PROPERTY TAX/RENT CREDIT BY WAGI CLASS, TAX YEAR 2010

WAGI Class	Tax Filers	School Property Tax/Rent Credit							
	Count	Property Tax Credit Claimed			Rent Credit Claimed			Total Credit Claimed	
		Count	Amount (\$)	Average (\$)	Count	Amount (\$)	Average (\$)	Count	Amount (\$)
Less than \$0	56,854	16,177	3,735,895	231	3,786	596,153	157	19,684	4,332,048
\$0 - <5,000	423,941	65,665	15,326,417	233	67,842	8,936,065	132	130,986	24,262,482
\$5,000 - <10,000	262,331	48,452	11,400,915	235	62,996	7,907,450	126	109,593	19,308,365
\$10,000 - <15,000	209,319	47,241	11,078,134	235	71,443	9,466,620	133	116,661	20,544,754
\$15,000 - <20,000	188,767	53,078	12,513,209	236	70,923	10,290,317	145	121,618	22,803,526
\$20,000 - <25,000	172,118	54,534	12,793,593	235	67,523	10,342,247	153	119,392	23,135,840
\$25,000 - <30,000	162,084	62,508	14,924,597	239	61,079	9,875,365	162	120,753	24,799,962
\$30,000 - <40,000	277,661	133,614	32,759,275	245	94,287	16,354,568	173	222,198	49,113,843
\$40,000 - <50,000	213,632	129,982	32,954,011	254	57,261	10,727,256	187	182,524	43,681,267
\$50,000 - <70,000	318,452	239,351	63,646,423	266	55,237	11,239,008	203	287,963	74,885,431
\$70,000 - <100,000	292,139	254,317	71,230,472	280	25,151	5,446,065	217	274,727	76,676,537
\$100,000 - <200,000	231,221	213,950	62,297,441	291	9,325	2,079,739	223	220,724	64,377,180
\$200,000 - <500,000	42,801	38,919	11,472,338	295	1,086	261,664	241	39,749	11,734,002
\$500,000 - 1,000,000	7,563	6,709	1,990,428	297	126	31,045	246	6,810	2,021,473
\$1,000,000 and over	3,534	2,983	886,746	297	47	12,116	258	3,026	898,862
<b>TOTAL</b>	<b>2,862,417</b>	<b>1,367,480</b>	<b>359,009,894</b>	<b>263</b>	<b>648,112</b>	<b>103,565,678</b>	<b>160</b>	<b>1,976,408</b>	<b>462,575,572</b>

Source: WI Department of Revenue, Individual Income Tax Aggregate Statistics.

# School Property Tax / Rent Credit

## Part 2 of 2

WAGI Class	Total Credit Used		Amount of Used Credit			% Used Amounts to claimed amounts
	Count	% of filers in income class	Amount (\$)	% of Total Used	Average (\$)	
Less than \$0	0	0.0%	0	0.0%	-	0.0%
\$0 - <5,000	2,566	0.6	41,628	0.0	16	0.2
\$5,000 - <10,000	4,966	1.9	149,497	0.0	30	0.8
\$10,000 - <15,000	70,550	33.7	5,972,393	1.5	85	29.1
\$15,000 - <20,000	99,794	52.9	15,229,290	3.9	153	66.8
\$20,000 - <25,000	118,211	68.7	21,028,802	5.4	178	90.9
\$25,000 - <30,000	120,143	74.1	24,545,946	6.3	204	99.0
\$30,000 - <40,000	221,615	79.8	48,908,637	12.5	221	99.6
\$40,000 - <50,000	182,309	85.3	43,609,340	11.2	239	99.8
\$50,000 - <70,000	287,790	90.4	74,830,437	19.2	260	99.9
\$70,000 - <100,000	274,687	94.0	76,663,812	19.7	279	100.0
\$100,000 - <200,000	220,712	95.5	64,373,633	16.5	292	100.0
\$200,000 - <500,000	39,744	92.9	11,732,268	3.0	295	100.0
\$500,000 - 1,000,000	6,810	90.0	2,021,473	0.5	297	100.0
\$1,000,000 and over	3,026	85.6	898,862	0.2	297	100.0
<b>TOTAL</b>	<b>1,652,923</b>	<b>57.7%</b>	<b>390,006,018</b>	<b>100.0%</b>	<b>236</b>	<b>84.3%</b>

Source: WI Department of Revenue, Individual Income Tax Aggregate Statistics.

# Married Couple Credit

## DISTRIBUTION OF MARRIED COUPLE CREDIT BY WAGI CLASS, TAX YEAR 2010

WAGI Class	Married Joint Filers	Married Couple Credit							% Used / Claimed
		Total Claimed		Used Credit					
		Count	Amount (\$)	Count	% of filers	Amount (\$)	% of Total	Average (\$)	
Less than \$0	13,702	1,381	324,314	21	0.2%	5,628	0.0%	268	1.7%
\$0 - <5,000	57,774	2,661	247,614	268	0.5	17,762	0.0	66	7.2
\$5,000 - <10,000	36,862	4,559	361,123	389	1.1	28,478	0.0	73	7.9
\$10,000 - <15,000	40,166	7,099	740,926	530	1.3	56,438	0.0	106	7.6
\$15,000 - <20,000	38,692	9,073	1,241,740	1,014	2.6	101,272	0.0	100	8.2
\$20,000 - <25,000	38,404	11,202	1,808,418	6,347	16.5	622,250	0.2	98	34.4
\$25,000 - <30,000	45,069	14,531	2,760,974	14,230	31.6	2,250,659	0.9	158	81.5
\$30,000 - <40,000	94,439	39,489	9,638,950	39,364	41.7	9,538,502	3.7	242	99.0
\$40,000 - <50,000	95,988	53,353	16,606,470	53,326	55.6	16,592,497	6.4	311	99.9
\$50,000 - <70,000	204,558	145,412	55,110,640	145,390	71.1	55,101,336	21.3	379	100.0
\$70,000 - <100,000	243,828	199,925	84,905,342	199,919	82.0	84,901,981	32.8	425	100.0
\$100,000 - <200,000	210,911	177,133	77,838,365	177,131	84.0	77,837,636	30.1	439	100.0
\$200,000 - <500,000	38,179	25,181	10,231,507	25,181	66.0	10,231,507	4.0	406	100.0
\$500,000 - 1,000,000	6,577	3,194	1,191,215	3,194	48.6	1,191,215	0.5	373	100.0
\$1,000,000 and over	2,999	1,215	447,952	1,215	40.5	447,952	0.2	369	100.0
<b>TOTAL</b>	<b>1,168,148</b>	<b>695,408</b>	<b>263,455,550</b>	<b>667,519</b>	<b>57.1%</b>	<b>258,925,113</b>	<b>100.0%</b>	<b>388</b>	<b>98.3%</b>

Source: WI Department of Revenue, Individual Income Tax Aggregate Statistics.

# Working Families Tax Credit

## DISTRIBUTION OF WORKING FAMILIES TAX CREDIT BY WAGI CLASS, TAX YEAR 2010

WAGI CLASS	TAXFILERS		WORKING FAMILIES TAX CREDIT						% Used
	Count	Total Claimed		Used Credit					
		Count	Amount (\$)	Count	as % of filers in income class	Amount (\$)	%	Aver.\$	
Less than \$0	56,854	-	-	-	-	-	-	-	-
\$0 - <5,000	423,941	117	16,082	92	0.0%	8,853	4.7%	96	55.0%
\$5,000 - <10,000	262,331	298	45,616	260	0.1%	36,890	19.5%	142	80.9%
\$10,000 - <15,000	209,319	164	70,205	149	0.1%	64,403	34.0%	432	91.7%
\$15,000 - <20,000	188,767	446	84,586	442	0.2%	79,083	41.8%	179	93.5%
\$20,000 - <25,000	172,118	-	-	-	-	-	-	-	-
\$25,000 - <30,000	162,084	-	-	-	-	-	-	-	-
\$30,000 - <40,000	277,661	-	-	-	-	-	-	-	-
\$40,000 - <50,000	213,632	-	-	-	-	-	-	-	-
\$50,000 - <70,000	318,452	-	-	-	-	-	-	-	-
\$70,000 - <100,000	292,139	-	-	-	-	-	-	-	-
\$100,000 - <200,000	231,221	-	-	-	-	-	-	-	-
\$200,000 - <500,000	42,801	-	-	-	-	-	-	-	-
\$500,000 - 1,000,000	7,563	-	-	-	-	-	-	-	-
\$1,000,000 and over	3,534	-	-	-	-	-	-	-	-
<b>TOTAL</b>	<b>2,862,417</b>	<b>1,025</b>	<b>216,489</b>	<b>943</b>	<b>0.0%</b>	<b>189,229</b>	<b>100.0%</b>	<b>201</b>	<b>87.4%</b>

Source: WI Department of Revenue, 2010 Aggregate Statistics

# Summary of Selected Credits, 2010

	Count	Used Credit		
		Pct of All Filers	Total Amount (\$)	Average Credit (\$)
All Taxfilers	2,862,417			
Amed Forces Credit	5,265	0.18%	1,408,079	267
Manufacturer's Sales Tax Credit	20	0.00%	53,872	2,694
Seed Investment Credit	598	0.02%	1,542,367	2,579
Development Zone Credit	147	0.01%	2,394,720	16,291
Dairy Investment Credit	6,458	0.23%	12,034,023	1,863
Angel Investment Credit	349	0.01%	2,770,143	7,937
Seed Investment Credit	259	0.01%	1,008,676	3,895
Technnology Zone Credit	66	0.00%	456,618	6,918
Internet Equipment Credit	7	0.00%	4,243	606
HIRSP Assessments Credit	ND			
Film Production Company Investment Credit	ND			
Film Production Services Credit	6	0.00%	19,913	3,319
Manufacturing Investment Credit	210	0.01%	480,832	2,290
Ethanol and Biodiesel Fuel Pump Credit	32	0.00%	40,904	1,278
Economic Development Tax Credit	132	0.00%	1,695,025	12,841

ND—Not Disclosed

Source: WI Department of Revenue, 2010 Aggregate Statistics