



WISCONSIN LEGISLATIVE COUNCIL ACT MEMO

2017 Wisconsin Act 367
[2017 Senate Bill 798]

Sales Tax Rebate and Holiday

2017 Wisconsin Act 367 creates a one-time sales and use tax rebate as well as an August 2018 sales and use tax holiday.

SALES AND USE TAX REBATE

The Act creates a one-time sales and use tax rebate of \$100 per qualifying child, to be paid by September 1, 2018. Under the Act, a qualifying child is an individual who was under the age of 18 for all of 2017; is the claimant's dependent; is a U.S. citizen; and who was a resident of Wisconsin on December 31, 2017.

An individual is eligible to claim the credit if he or she is a full-time resident, part-time resident, or nonresident; has a qualifying child; and applies for the credit by June 30, 2018 by submitting an online application as prescribed by the Department of Revenue (DOR). A part-time resident or nonresident claimant must verify with DOR that he or she paid at least \$100 per eligible child in Wisconsin sales and use taxes in order to qualify for the credit, and a qualifying child may be claimed by only one claimant.

SALES AND USE TAX HOLIDAY

In addition to the creation of the one-time sales and use tax rebate, the Act also creates a sales and use tax holiday from August 1 to August 5, 2018. Items exempt from sales and use tax during the tax holiday include:

- Clothing with a sales price no more than \$75 per item.
- Computers, purchased for personal use, with a sales price no more than \$750.
- School computer supplies, purchased for personal use, with a sales price no more than \$250 per item.

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>.

- School supplies with a sales price no more than \$75 per item.

Items that are specified to remain taxable during the holiday include sports or recreational equipment, protective equipment, clothing accessories, school art supplies, and school instructional materials.

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