LRB-3413/1 JK:jlg:mrc

## 1999 ASSEMBLY BILL 761

February 17, 2000 - Introduced by Representatives Powers, Brandemuehl, Goetsch, Ladwig, Olsen, Musser and Pettis. Referred to Committee on Ways and Means.

- 1 AN ACT to amend 71.07 (6) (am) 2. c. and 71.07 (6) (am) 2. d. of the statutes;
- 2 **relating to:** the married persons individual income tax credit.

## Analysis by the Legislative Reference Bureau

Under current law, married persons that file a joint individual income tax return receive a tax credit equal to a percentage of one spouse's earned income. For taxable years beginning after December 31, 1999, and ending before January 1, 2001, the tax credit is 2.75% of the earned income of the spouse with the lower earned income, but not more than \$385. For taxable years beginning after December 31, 2000, the tax credit is 3% of the earned income of the spouse with the lower earned income, but not more than \$420.

Under this bill, for taxable years beginning after December 31, 1999, and ending before January 1, 2001, the tax credit for married persons that file a joint individual income tax return is 2.75% of the earned income of the spouse with the lower earned income or 2.75% of \$10,000, whichever is greater, but not more than \$385. For taxable years beginning after December 31, 2000, the tax credit is 3% of the earned income of the spouse with the lower earned income or 3% of \$10,000, whichever is greater, but not more than \$420.

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:

## ASSEMBLY BILL 761

12

1	<b>SECTION 1.</b> 71.07 (6) (am) 2. c. of the statutes is amended to read:
2	71.07 (6) (am) 2. c. For taxable years beginning after December 31, 1999, and
3	before January 1, 2001, 2.75% of the earned income of the spouse with the lower
4	earned income or 2.75% of \$10,000, whichever is greater, but not more than \$385.
5	<b>Section 2.</b> 71.07 (6) (am) 2. d. of the statutes is amended to read:
6	71.07 (6) (am) 2. d. For taxable years beginning after December 31, 2000, $3%$
7	of the earned income of the spouse with the lower earned income or 3% of \$10,000,
8	whichever is greater, but not more than \$420.
9	Section 3. Initial applicability.
10	(1) Married persons credit. This act first applies to taxable years beginning
11	on January 1, 2000.

(END)