

**DATE:** 1/11/19

**TO:** All Legislators

**FROM:** Senator Dan Feyen  
Senator Janet Bewley  
Representative Adam Neylon  
Representative Chris Taylor

**RE:** Co-Sponsorship of LRB-0202/1 & LRB 1357/1 relating to: eliminating tax breaks for companies moving out of Wisconsin.

**DEADLINE:** Friday, January 18<sup>th</sup>, 2019 at 5 pm

We all want to see American jobs stay in America, and we all want to see Wisconsin companies thrive and stay here in Wisconsin. However, under current law, a business may deduct from its Wisconsin income or franchise taxes all expenses that the business paid to move operations out of Wisconsin or the country. LRB 0202/1 & LRB 1357/1 ensure that any company choosing to leave Wisconsin for another state, or choosing to leave the country altogether, would not receive a tax break for those moving expenses.

We all agree providing tax breaks for companies that move out of Wisconsin or the United States doesn't benefit the taxpayers of Wisconsin. Wisconsinites should not be subsidizing moving expenses for companies moving Wisconsin jobs to other states and other countries. We hope you will join us in eliminating this practice.

To be added as a cosponsor please contact Sen. Feyen's office at [Sen.Feyen@legis.wi.gov](mailto:Sen.Feyen@legis.wi.gov) or 6-5300 or Rep. Neylon's office at [Rep.Neylon@legis.wi.gov](mailto:Rep.Neylon@legis.wi.gov) or 6-5120. All co-sponsors will be added to the Senate and Assembly versions of the bill unless otherwise specified.

### **Analysis by the Legislative Reference Bureau**

Under current law, a business may deduct from its income or franchise tax liability all expenses that the business paid to move its operations from one location to another, including expenses paid to relocate outside the state. Under this bill, a business may not deduct expenses paid to move outside the state or outside the United States.