
Wisconsin Legislative Council

AMENDMENT MEMO



Memo published: February 26, 2024

Contact: Brian Larson, Senior Staff Attorney

2023 Senate Bill 374

Assembly Amendment 1

ENGROSSED 2023 SENATE BILL 374 (AS RECEIVED FROM SENATE)

Engrossed 2023 Senate Bill 374 (SB 374), as received from the Senate, establishes requirements for an income tax reciprocity agreement with Minnesota and specifies provisions that must be included any such agreement. As soon as possible after the Department of Revenue (DOR) reaches an agreement with Minnesota, the department must present it to the Governor, and the Governor must approve the agreement within 90 days in order for it to take effect. Also, SB 374 provides that any such agreement, and any revisions thereto, must be approved by a joint resolution of the Legislature.

SB 374 includes a nonstatutory provision directing DOR to conduct a study on the effects of instituting income tax reciprocity with Minnesota. DOR must conduct the study in conjunction with the Minnesota Department of Revenue according to procedures specified in the bill.

ASSEMBLY AMENDMENT 1

Assembly Amendment 1 (AA 1) to SB 374, as received from the Senate, provides that as soon as possible after reaching an agreement with Minnesota, DOR must give notice to the Legislature, as specified in the amendment.

Additionally, AA 1 provides that any income tax reciprocity agreement with Minnesota, and any revisions thereto, must be approved by the Joint Committee on Finance, pursuant to a 14-day passive review process, as specified in the amendment, as opposed to a joint resolution of the Legislature, as described above.

AA 1 also modifies the nonstatutory provision requiring DOR to conduct a study regarding the effects of income tax reciprocity. AA 1 specifies that the study must be conducted if agreed to by the Minnesota Department of Revenue, as opposed to “in conjunction with” the agency, as described above.

BILL HISTORY

On August 8, 2023, Senator Stafsholt introduced SB 374. On January 24, 2024, Senator Stafsholt offered SA 1. On January 25, 2024, the Senate Committee on Universities and Revenue recommended adoption of SA 1, on a vote of Ayes, 7; Noes, 1; and passage of SB 374, as amended, on a vote of Ayes, 5; Noes, 3. On February 13, 2024, the Senate adopted SA 1, on a voice vote, and passed SB 374, as amended, on a vote of Ayes, 21; Noes, 11. On February 22, 2024, Representative Zimmerman offered AA 1 to engrossed SB 374, and the Assembly adopted AA 1, on a voice vote, and concurred in SB 374, as amended, on a vote of Ayes, 89; Noes, 8.

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

BL:ksm