

WISCONSIN VS MINNESOTA TAX RATES

A side-by-side comparison of tax rates in the State of Wisconsin and Minnesota

Wisconsin Taxes

Corporate Income

Base: Net Income
Rate: 7.9%
(plus a recycling surcharge equal to 3.00% of tax due before credits)*
Apportionment: 100% sales

Alternative Minimum Tax

None

Personal Income

Rates: 4.60% to 7.75%
(the recycling surcharge also applies to net business income of individuals at the rate of 0.2%).*

Property

Base: Real property and tangible personal property (exemptions for machinery and equipment used in manufacturing; manufacturing, merchant and farm inventories; and computer hardware and software)

Sales & Use

State rate:	5.00% **
County option rate:	0.50%
Stadium Taxes:	0.10% / 0.50% (Metro-Milwaukee / Brown County)
Premier Resort:	0.5%/1.0% (Bayfield, Eagle River/WI Dells, Village of Lake Delton)
Combined rates:	5.00% - 6.60%

Unemployment Compensation

Base: \$13,000
Rates: 0.27% - 9.80%
New Employers: 3.6% to 4.10%
New Construction: 6.60%

Minnesota Taxes

Corporate Income

Base: Net Income
Rate: 9.8%
Apportionment: 100% sales (eff. 2014)

Alternative Minimum Tax

Base: Alt. minimum taxable income
Rate: 5.8%

Personal Income

Rates: 5.35% - 7.85%

Property

Base: Real property and a few select types of personal property, e.g. certain electric generating and transmission equipment.

Sales & Use

State rate:	6.875% **
County option rate:	0.01% to 9.00%
Local option rate:	0.25% to 0.50%
Combined rates:	6.875% to 7.875%

Unemployment Compensation

Base: \$28,000
Rates: 0.5% to 9.4%
New Employers: 2.91%

* Surcharge limited to maximum of \$9,800 and a minimum of \$25. The surcharge is generally imposed on taxpayers engaged in trade or business with gross receipts of at least \$4,000,000 for the taxable year.

** Wisconsin has sales tax exemptions for agricultural equipment, manufacturing equipment and consumables, pollution control equipment and production fuel and electricity. Minnesota has a refund mechanism for purchases of qualifying capital equipment and an exemption for farm machinery.

Source: All States Tax Handbook; Tax Foundation; WI Department of Revenue; various reports



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