

# 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: \$27,000  
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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