

## Appendix A – Tax Structure Wisconsin

---

Following is a description of the applicable tax categories that will be calculated for the Goodwill Wisconsin model:

- Sales Tax

The State of Wisconsin imposes a sales and use tax on the sales price of retailers who sell, license, lease, or rent tangible personal property, certain coins and stamps, certain leased property affixed to realty, or certain digital goods, or sell, license, perform, or furnish taxable services in Wisconsin. The sales tax rate for the State is 5.0%.

Taxable sales result from the spending of direct, indirect and induced employees supported by the company. Based on data from the latest U.S. Consumer Expenditure Survey, the projected level of taxable spending and resulting sales tax receipts is calculated.

State sales taxes will also be collected from other sources.

- Local supplies and purchases.** A direct sales tax can be determined if the user inputs local supplies and purchases that are taxable and purchased within the state.
- Direct sales.** Direct taxable sales (if any) can also be input to provide the sales tax collections at the State level on the Fiscal Impact of Operations table.

- State Income Tax

The State of Wisconsin collects taxes on personal income. The personal income tax rate varies from 4.6% for income less than \$10,200 to \$14,574.35 plus 7.75% of the amount over \$225,000 depending on income levels and is applied to the wages and earnings of direct, indirect and induced employment resulting from the operation of the company.

- Vehicle License Fee

The State of Wisconsin charges an annual vehicle license fee of \$75. This fee is applied to the projected employee count in the model.

- State Unemployment Tax

Unemployment insurance tax for employees is 4.1% on the first \$10,500 of earned income for new employers. This factor is applied to the projected wages and earnings of direct and indirect employees.

- Motor Fuel Tax

The State collects a motor vehicle fuel tax of \$0.309 per gallon of gasoline. The tax revenue is calculated based on the average vehicle traveling 15,000 miles per year at 20 miles per gallon. These factors are applied to the projected direct and indirect employee count supported by the company.

