[2017 Wisconsin Act 368](https://docs.legis.wisconsin.gov/2017/related/acts/368.pdf) allows tax-option (S) corporations to elect to be taxed at the entity level for taxable years beginning on or after January 1, 2018.  More information for corporations that want to make this election is found on the cover page to the [2018 Form 5S](https://www.revenue.wi.gov/TaxForms2017through2019/2018-Form5S.pdf), Wisconsin Tax-Option (S) Corporation Franchise or Income Tax Return. Additional information concerning this new law will be in the January 2019 Wisconsin Tax Bulletin.

To make the election on the Form 5S, check box 7 has been added to section A on the form.  The Schedule 5-K1 is also changing to reflect the election.  A new schema package has been published for Business to reflect this.

Software providers who are supporting the 5S for 2018 should be aware that we've added test #62 to test the new checkboxes on both the 5S and 5-K1.    Providers will be expected to successfully complete this test prior to e-filing.

A new schedule is also being developed for the tax computation for corporation who make this election on the Form 5S. We do not expect this schedule to be ready until spring.  As such, it is our expectation that taxpayers submit their 5S electronically and include the new schedule as a .pdf attachment.  The tax computed on this new schedule will be added to line 7 (additional tax) on page 1 of the Form 5S.

The changes are effective for partnerships for tax year 2019.  As such, there are no changes for the Form 3 or 3-K1 at this time.