

 2004

## Wisconsin Research Credits

(Attach to Wisconsin Form 4, 4I, 4T, or 5)

Schedule **R**

Name

Federal Employer ID Number

Wisconsin Department  
of Revenue

### Part I Credit for Increasing Research Expenses

1 Enter Wisconsin research wage expenses . . . . .	<b>1</b>	
2 Enter Wisconsin research supplies expenses . . . . .	<b>2</b>	
3 Enter Wisconsin research computer rental expenses . . . . .	<b>3</b>	
4 Enter applicable percentage of Wisconsin contract research expenses . . . . .	<b>4</b>	
5 Enter expenses used to compute the federal orphan drug credit that qualify as Wisconsin research expenses . . . . .	<b>5</b>	
6 Add lines 1 through 5 . . . . .	<b>6</b>	
7 Wages included on line 6 that qualify for the Wisconsin development zones credit . . . . .	<b>7</b>	
8 Subtract line 7 from line 6. This is total Wisconsin research expenses . . . . .	<b>8</b>	

**Section A Regular Credit.** Complete this section only if you are claiming the regular credit – see instructions.  
(Skip this section and go to section B if you are electing the alternative incremental credit.)

9 Enter average annual Wisconsin gross receipts from the Worksheet on page 2, line 5 . . . . .	<b>9</b>	
10 Enter Wisconsin fixed-base percentage, but not more than 16% (0.16), from the Worksheet on page 2, line 19 . . . . .	<b>10</b>	
11 Multiply line 9 by the percentage on line 10. This is the base amount . . . . .	<b>11</b>	
12 Subtract line 11 from line 8. If zero or less, enter -0- . . . . .	<b>12</b>	
13 Multiply line 8 by 50% (0.50) . . . . .	<b>13</b>	
14 Enter the <b>smaller</b> of line 12 or line 13 . . . . .	<b>14</b>	
15 Multiply line 14 by 5% (0.05). This is the regular Wisconsin credit for increasing research expenses . . . . .	<b>15</b>	

**Section B Alternative Incremental Credit.** Complete this section only if you are claiming the alternative credit – see instructions.  
(Skip this section and go to line 29 if you completed section A.) **Caution:** The election to claim the alternative credit is irrevocable.

16 Enter average annual Wisconsin gross receipts from the Worksheet on page 2, line 5 . . . . .	<b>16</b>	
17 Multiply line 16 by 1% (0.01) . . . . .	<b>17</b>	
18 Subtract line 17 from line 8. If zero or less, enter -0- . . . . .	<b>18</b>	
19 Multiply line 16 by 1.5% (0.015) . . . . .	<b>19</b>	
20 Subtract line 19 from line 8. If zero or less, enter -0- . . . . .	<b>20</b>	
21 Subtract line 20 from line 18. If zero or less, enter -0- . . . . .	<b>21</b>	
22 Multiply line 16 by 2% (0.02) . . . . .	<b>22</b>	
23 Subtract line 22 from line 8. If zero or less, enter -0- . . . . .	<b>23</b>	
24 Subtract line 23 from line 20. If zero or less, enter -0- . . . . .	<b>24</b>	
25 Multiply line 21 by 2.65% (0.0265) . . . . .	<b>25</b>	
26 Multiply line 24 by 3.2% (0.032) . . . . .	<b>26</b>	
27 Multiply line 23 by 3.75% (0.0375) . . . . .	<b>27</b>	
28 Add lines 25, 26, and 27. This is the Wisconsin alternative incremental credit . . . . .	<b>28</b>	
29 Carryover of unused research expense credit . . . . .	<b>29</b>	
30 Add line 15 or line 28 to line 29. This is the available research expense credit . . . . .	<b>30</b>	

### Part II Credit for Research Facilities

31 Total qualified research facility expenditures . . . . .	<b>31</b>	
32 Multiply line 31 by 5% (0.05) . . . . .	<b>32</b>	
33 Carryover of unused research facilities credit . . . . .	<b>33</b>	
34 Add lines 32 and 33. This is the available research facilities credit . . . . .	<b>34</b>	

(over)

**WORKSHEET**

<b>Average Annual Wisconsin Gross Receipts</b>	<b>(a)</b> 2000	<b>(b)</b> 2001	<b>(c)</b> 2002	<b>(d)</b> 2003
<b>1</b> Total gross receipts .....				
<b>2</b> Out-of-state receipts included on line 1 .....				
<b>3</b> Subtract line 2 from line 1 .....				
<b>4</b> Add line 3, columns a through d .....				
<b>5</b> Divide amount on line 4 by 4. This is average annual Wisconsin gross receipts to enter on Schedule R, line 9 or line 16 .....				

<b>Wisconsin Fixed-Base Percentage</b>	<b>(a)</b> 1984	<b>(b)</b> 1985	<b>(c)</b> 1986	<b>(d)</b> 1987	<b>(e)</b> 1988
<b>6</b> Wisconsin research wage expenses .					
<b>7</b> Wisconsin research supplies expenses					
<b>8</b> Wisconsin research computer rental expenses .....					
<b>9</b> Wisconsin contract research expenses					
<b>10</b> Qualifying expenses used in federal orphan drug credit .....					
<b>11</b> Add lines 6 through 10 .....					
<b>12</b> Wages for Wisconsin development zones credit .....					
<b>13</b> Subtract line 12 from line 11 .....					
<b>14</b> Add line 13, columns a through e ....					
<b>15</b> Total gross receipts .....					
<b>16</b> Out-of-state receipts on line 15 .....					
<b>17</b> Subtract line 16 from line 15 .....					
<b>18</b> Add line 17, columns a through e .....					
<b>19</b> Divide line 14 by line 18. This is the Wisconsin fixed-base percentage to enter on Schedule R, line 10 .....					