

Instructions for 2009 Schedule CR

Further information on these credits can be found on the schedule referred to on the applicable line of Schedule CR. For example, information on the film production services credit will be found on Schedule FP.

IMPORTANT The various schedules also indicate what items must be enclosed with the tax return when claiming the credits. Be sure to enclose:

- Schedule CR,
- the appropriate listed schedule, and
- any additional required information. For example, programs administered by the Wisconsin Department of Commerce require certification by that department before claiming credits. Such certification must be enclosed with the return.

Part I – Credits for Individuals, Fiduciaries, and Corporations

A. Nonrefundable Credits (claimed before alternative minimum tax)

(**Note** Corporations, individuals, and fiduciaries should complete this section to claim the film production investment credit certified under 2008 law and a carryforward of unused 2008 credit. Individuals and fiduciaries also use this section to claim the health insurance risk-sharing plan assessments credit from a pass-through entity and a carryforward of unused 2008 credit. For individuals and fiduciaries filing Form 2, these credits cannot offset alternative minimum tax.)

Line 1 *Individuals and fiduciaries* – enter the health insurance risk-sharing plan assessments credit from Schedule 2K-1, 3K-1 or 5K-1. Also include on line 1 any carryforward of unused 2008 credit. (**Caution** *Estates and trusts*: Prorate the health insurance risk-sharing plan assessments credit from Schedule 2K-1, 3K-1 or 5K-1 between the estate or trust itself and its beneficiaries in proportion to the income allocable to each. Show only the estate's or trust's portion of the credit on line 1. Show the beneficiaries' portion of the credit to the left of line 1. Label it "Beneficiaries' portion" and show the credit for each beneficiary on Schedule 2K-1.)

Line 2 Enter the amount of any film production company investment credit from line 16 of Schedule FP.

Line 3 Add the amounts on lines 1 and 2. Enter the total on line 3. *Individuals* – Enter the amount from line 3 on line 25 of Form 1 or line 51 of Form 1NPR. *Estates and trusts* – Enter the amount from line 3 on line 8 of Form 2 or line 17 of Form 4T. **Enclose Schedule CR and the appropriate schedule for each credit you are claiming with your Form 1, 1NPR, 2, or 4T.** *Corporations* – Enter the amount from line 3 on line 23 of Schedule CR.

B. Nonrefundable Credits

Line 4 Enter the amount of film production services credit from line 11 of Schedule FP.

Line 5 Enter the amount of manufacturer's sales tax credit carryforward from Schedule MS, line 3.

Line 6 Enter the amount of manufacturing investment credit from Schedule MI, line 6. The Department of Commerce administers the manufacturing investment program.

Line 7 Enter the amount of dairy and livestock farm investment credit from Schedule DI, line 9. The credit is based on amounts paid for modernization or expansion of dairy and livestock farms in Wisconsin.

Line 8 Enter the amount of ethanol and biodiesel fuel pump credit from Schedule EB, line 7. This credit is based on the cost to install or retrofit pumps located in Wisconsin that dispense motor vehicle fuel consisting of at least 85% ethanol or at least 20% biodiesel fuel.

Line 9 Enter the amount of development zones credit from Schedule DC, lines 7, 15, and 23. The Wisconsin Department of Commerce administers the development zones program.

Line 10 Enter the amount of technology zone credit from Schedule TC, line 8. The Department of Commerce administers the technology zone program.

Line 11 Enter the amount of economic development tax credit from Schedule ED, line 3. The Wisconsin Department of Commerce administers the economic development tax credit.

Line 12 Enter the amount of early stage seed investment credit from Schedule VC, line 12. The Department of Commerce administers the early stage seed investment program.

Line 13 Only individuals may claim the angel investment credit. Enter the amount of angel investment credit from Schedule VC, line 6. The Department of Commerce administers the angel investment program.

Line 14 Enter the amount of Internet equipment credit from Schedule IE, line 5. The Department of Commerce administers the Internet equipment program.

Line 15 Add the amounts on lines 4 through 14 and enter the total on line 15. *Individuals* – Enter the amount from line 15 on line 31 of Form 1 or line 57 of Form 1NPR. *Estates and trusts* – Enter the amount from line 15 on line 13 of Form 2 or line 17 of Form 4T. (**Note** For trusts filing Form 4T that have credit amounts on both lines 3 and 15 of Schedule CR, add the amounts on lines 3 and 15 and fill in the total on line 17 of Form 4T.) **Enclose Schedule CR and the appropriate schedule for each credit you are claiming with your Form 1, 1NPR, or 2.** *Corporations* – Enter the amount from line 15 on line 24 of Schedule CR.

C. Refundable Credits

Line 16 Enter the amount of enterprise zone jobs credit from Schedule EC, line 3. The Department of Commerce administers the enterprise zone program.

Line 17 Enter the amount of dairy manufacturing facility investment credit from Schedule DM, line 13. The Department of Commerce administers the dairy manufacturing facility investment credit program.

Line 18 Enter the amount of dairy cooperatives credit from line 14 of Schedule DM. The Department of Commerce administers the dairy cooperatives credit.

Line 19 Enter the amount of meat processing facility investment credit from Schedule MP, line 7. The Wisconsin Department of Commerce administers the meat processing facility investment credit.

Line 20 Enter the amount of film production services credit from Schedule FP, line 3. The Department of Commerce administers the film production services credit.

Line 21 Enter the amount of film production company investment credit from Schedule FP, line 6. The Department of Commerce administers the film production company investment credit.

Line 22 Add the amounts on lines 16 through 21 and enter the total on line 22. *Individuals* – Enter the amount from line 22 on line 51 of Form 1 or line 76 of Form 1NPR. *Estates and trusts* – Enter the amount from line 22 on line 25 of Form 2 or line 28 of

Form 4T. **Enclose Schedule CR and the appropriate schedule for each credit you are claiming with your Form 1, 1NPR, or 2. Corporations** – Enter the amount from line 22 on line 41 of Schedule CR.

Part II – Credits for Corporations Only

A. Nonrefundable Credits

Line 23 Enter the amount, if any, from line 3 of Schedule CR.

Line 24 Enter the amount, if any, from line 15 of Schedule CR.

Line 25 Enter the amount of health insurance risk-sharing plan assessments credit from Schedule HI, line 6.

Line 26 Enter the amount of research expense credit from Schedule R, line 30. Corporations that increase qualified research expenses in Wisconsin may claim a credit.

Lines 27 and 28 Enter the increased credits from Schedules R-1 and R-2, line 29. Corporations that increase qualified research expenses in Wisconsin attributable to certain activities may claim the increased research credits. These activities include qualified research related to internal combustion engines and qualified research related to certain energy efficient products.

Line 29 Enter the amount of development zones research credit carryforward.

Line 30 Enter the research facilities credit from Schedule R, line 34. Corporations that incur expenses to construct and equip new research facilities in Wisconsin or to expand existing facilities in Wisconsin may claim a credit.

Lines 31 and 32 Enter the increased research facilities credits from Schedules R-1 and R-2, line 33. Corporations that incur expenses to construct and equip new research facilities in Wisconsin for certain research activities may claim the increased research credits. These activities include qualified research related to internal combustion engines and qualified research related to certain energy efficient products.

Line 33 Enter the available community development finance credit. Corporations that make contributions to the Wisconsin Housing and Economic Development Authority and, in the same year, purchase common stock in the Wisconsin Community Development Finance Company may claim a credit. The credit is nonrefundable and is equal to 75% of the purchase price of the stock, but may not exceed 75% of the amount that was contributed to the Wisconsin Community Development Finance Authority. Any unused credit may be offset against tax liabilities of the subsequent years, up to 15 years.

Line 34 Enter the amount of development zones jobs credit carryforward.

Line 35 Enter the amount of development zones sales tax credit carryforward.

Line 36 Enter the amount of development zones location credit carryforward.

Line 37 Enter the amount of development zones day care credit carryforward.

Line 38 Enter the amount of development zones environmental remediation credit carryforward.

Line 39 Enter the amount of supplement to the federal historical rehabilitation tax credit from Schedule HR, line 7. Corporations that rehabilitate certified historic structures located in Wisconsin and used for business purposes may claim a credit. The Wisconsin Historical Society administers the historic preservation program.

Line 40 Add lines 23 through 39. This is the total available non-refundable credits. Enter the total on line 40 and on line 15 of Form 4, line 9 of Form 4T, or line 9 of Form 5. **Enclose Sched-**

ule CR and the appropriate schedule for each credit you are claiming.

B. Refundable Credits

Line 41 Enter the amount, if any, from line 22 of Schedule CR.

Line 42 Enter the farmland preservation credit from Schedule FC, line 18. Corporations organized under the laws of Wisconsin that own and operate Wisconsin farmland subject to agricultural use restrictions in the form of a zoning ordinance or a farmland preservation agreement, as provided in Chapter 91, Wis. Stats., may claim a credit.

Line 43 Enter the farmland tax relief credit from Schedule FT, line 6. Corporations organized under the laws of Wisconsin that own farmland located in Wisconsin may claim a credit.

Line 44 Add lines 41 through 43. This is the total available refundable credits. Enter the total on line 44 and on line 23 of Form 4, line 28 of Form 4T, or line 17 of Form 5. **Enclose Schedule CR and the appropriate schedule for each credit you are claiming.**

Individuals, Fiduciaries, and Corporations

For purposes of determining the carryover (if any) of each nonrefundable credit, the credit must be applied against gross tax in the order indicated below.

Individuals and Fiduciaries

Credits are to be applied in the order shown on lines 1-2 and 4-14 of Schedule CR.

Corporations

Credits are to be applied in the following order:

1. Manufacturer's sales tax credit carryforward
2. Manufacturing investment credit
3. Dairy and livestock farm investment credit
4. Research expense credits
5. Development zones research credit carryforward
6. Research facilities credit
7. Health insurance risk-sharing plan assessments credit
8. Ethanol and biodiesel fuel pump credit
9. Community development finance credit
10. Development zones jobs credit carryforward
11. Development zones sales tax credit carryforward
12. Development zones investment credit, including development opportunity zone investment credit
13. Development zones location credit carryforward
14. Economic development tax credit
15. Development opportunity zone or agricultural or airport development zone capital investment credit
16. Development zones day care credit carryforward
17. Development zones environmental remediation credit carryforward
18. Development zones credit
19. Technology zone credit
20. Early stage seed investment credit
21. Supplement to federal historic rehabilitation tax credit
22. Film production investment credit carryforward
23. Film production services credit carryforward
24. Internet equipment credit