

**Meat Processing Facility
Investment Credit**

2010

Wisconsin Department
of Revenue

File with Wisconsin Form 1, 1NPR, 2, 3, 4, 4T, 5, or 5S

Read instructions before filling in this schedule

Name	Identifying Number
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- 1 Fill in the amount paid in 2010 for the following items if used exclusively for meat processing, as shown in your application to the Wisconsin Department of Commerce:
 - a Building construction, including livestock handling, product intake, storage and warehouse facilities **1a** _____
 - b Building additions **1b** _____
 - c Upgrades to utilities, including water, electric, heat, refrigeration, freezing, and waste facilities **1c** _____
 - d Livestock intake and storage equipment. **1d** _____
 - e Processing and manufacturing equipment, including cutting equipment, mixers, grinders, sausage stuffers, meat smokers, curing equipment, cooking equipment, pipes, motors, pumps and valves **1e** _____
 - f Packaging and handling equipment, including sealing, bagging, boxing, labeling, conveying, and product movement equipment **1f** _____
 - g Warehouse equipment, including storage and curing racks **1g** _____
 - h Waste treatment and waste management equipment, including tanks, blowers, separators, dryers, digesters, and equipment that uses waste to produce energy, fuel, or industrial products. **1h** _____
 - i Computer software and hardware used for managing the claimant's meat processing operation, including software and hardware related to logistics, inventory management, production plant controls, and temperature monitoring controls. **1i** _____
 - j Other (list) _____
_____ **1j** _____
- 2 Add lines 1a through 1j. **2** _____
- 3 Amount of credit as allocated by the Wisconsin Department of Commerce for amount on line 2 **3** _____
- 4 Enter meat processing facility investment credit passed through from other entities . . **4** _____
- 5 Add lines 3 and 4 **5** _____
- 6 **a** Maximum credit **6a** \$200,000
- b** Enter credit computed for 2009 (from 2009 Schedule MP, line 7) **6b** _____
- c** Subtract line 6b from line 6a. **6c** _____
- 7 Fill in the smaller of line 5 or line 6c. This is your 2010 meat processing facility investment credit (see instructions) **7** _____
 - a** Fiduciaries - Enter amount of credit from line 7 allocated to beneficiaries **7a** _____
 - b** Fiduciaries - Subtract line 7a from line 7. **7b** _____

Instructions for 2010 Schedule MP

General Instructions

Purpose of Schedule MP

Use Schedule MP to claim the meat processing facility investment credit. This credit is for taxpayers who have invested to modernize or expand meat processing facilities in Wisconsin and who have been certified by the Wisconsin Department of Commerce. The credit is available for taxable years beginning after December 31, 2008 and before January 1, 2017.

For information on how to become certified by the Department of Commerce, visit the Department of Commerce web site at www.commerce.wi.gov or write to the Wisconsin Department of Commerce, P.O. Box 7970, Madison, WI 53707-7970.

Who is Eligible to Claim the Credit

Any individual, estate, trust, partnership, limited liability company (LLC), corporation, or tax-exempt organization that has invested in modernizing or expanding a meat processing facility in Wisconsin and is certified by the Department of Commerce may be eligible.

Tax-option (S) corporations, partnerships, and LLCs treated as partnerships cannot claim the credit at the entity level. However, the credit attributable to the entity's business operations passes through to the entity's shareholders, partners, or members.

The maximum meat processing facility investment credit available to all claimants for taxable years beginning in 2010 and thereafter is \$700,000.

Maximum Credit

The aggregate maximum meat processing facility investment credit allowed for all property acquired and placed into service after December 31, 2008 and before January 1, 2017, is **\$200,000**.

For tax-option (S) corporations, partnerships, and LLCs treated as partnerships, each shareholder, partner, or member may claim a credit in proportion to his or her ownership interest, except that the aggregate amount of credits claimed by all persons who own and operate the facility may not exceed **\$200,000**.

Caution: Credit is Income

The credit that you compute on Schedule MP is income and must be reported on your Wisconsin franchise or income tax return as income in the year computed.

Specific Instructions

Line 1. Fill in on lines 1a through 1j the cost of constructing, improving, or acquiring buildings or facilities, or acquiring equipment, related to the claimant's meat processing operation. The property must have been acquired and placed in service during the taxable years. The property must be used exclusively for meat processing.

"Meat processing" means processing livestock into meat products or processing meat products for sale commercially.

"Used exclusively" means used to the exclusion of all other uses except for use not exceeding 5 percent of total use.

Note: The amounts you enter in line 1 should match the amounts in your application to the Wisconsin Department of Commerce.

Line 3. Enter the amount of credit allocated to you by the Wisconsin Department of Commerce based on the amounts you entered above.

Line 4. If applicable, fill in the amount of meat processing facility investment credit passed through from tax-option (S) corporations (from Schedule 5K-1), partnerships and LLCs treated as partnerships (from Schedule 3K-1), and estates and trusts (from Schedule 2K-1).

Line 7. Enter the smaller of line 5 or line 6c on line 7. Fiduciaries must complete lines 7a and 7b.

Enter the amount of credit from line 7 on line 22 of Schedule CR. See the following exceptions:

- If the claimant is a combined group member, enter the amount of credit on Form 4M instead of Schedule CR.
- Tax-option (S) corporations, partnerships, and LLCs treated as partnerships should prorate the amount of credit on line 7 among the shareholders, partners, or members based on their ownership interest. Show the credit for each shareholder on Schedule 5K-1 and for each partner or member on Schedule 3K-1.

Line 7a: Fiduciaries - Prorate the credit from line 7 between the entity and its beneficiaries in proportion to the income allocable to each. Show the beneficiaries' portion of the credit on line 7a. Show the credit for each beneficiary on Schedule 2K-1.

Line 7b: Fiduciaries - Show only the entity's portion of the credit on line 7b. Enter the amount of credit from line 7b on line 22 of Schedule CR.

If the amount of credit exceeds the tax otherwise due, the amount of the claim not used to offset the tax due will be refunded to the claimant.

Required Attachments to Return

File your completed Schedule MP with your Wisconsin franchise or income tax return. Also include a copy of your Department of Commerce certification to claim the credit. Shareholders of tax-option (S) corporations, partners of partnerships, members of LLCs treated as partnerships, and beneficiaries of estates or trusts must file a copy of Schedule 5K-1, 3K-1, or 2K-1, as appropriate, with Schedule MP instead of the certification.

Additional Information

For more information, you may:

- E-mail your question to corp@revenue.wi.gov
- Call (608) 266-2772 [TTY: Call the Wisconsin Telecommunications Relay System at 711]
- Send a FAX to (608) 267-0834
- Write to the Audit Bureau, Wisconsin Department of Revenue, Mail Stop 5-144, PO Box 8906, Madison, WI 53708-8906.