Schedule

R-2

Wisconsin Department
of Revenue

Increased Wisconsin Research Credits
for Activities Related to Certain Energy Efficient Products

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

Read instructions before filling in this schedule

2013

Name	Identifying Number

Part I **Credit for Increasing Research Expenses**

1 Enter Wisconsin research wage expenses for qualifying activities . . . . **1** _____

2 Enter Wisconsin research supplies expenses for qualifying activities . . . . **2** _____

3 Enter Wisconsin research computer rental expenses for qualifying activities . . . . **3** _____

4 Enter applicable percentage of Wisconsin contract research expenses for qualifying activities . . . . . . **4** _____

5 Add lines 1 through 4 . . . . **5** _____

6 Enter wages included on line 5 that qualify for the Wisconsin development zones credit . . . . **6** _____

7 Subtract line 6 from line 5. This is the total Wisconsin research expenses for the qualifying activities . **7** _____

Section A Regular Credit. Complete this section only if you are claiming the regular credit.

- Skip this section and go to section B if you are electing the alternative incremental credit.
- Check (✓) if this is a one-time only change in election . . . . ⌐_⌐

8 Enter average annual Wisconsin gross receipts from the Worksheet on page 3, line 5 . . . . **8** _____

9 Enter Wisconsin fixed-base percentage, but not more than 16% (0.16) from the Worksheet on
page 3, line 18 . . . . **9** _ _ _ . _ _ _ _ %

10 Multiply line 8 by the percentage on line 9. This is the base amount. . . . . **10** _____

11 Subtract line 10 from line 7. If zero or less, enter zero (0). . . . . **11** _____

12 Multiply line 7 by 50% . . . . **12** _____

13 Enter the smaller of line 11 or line 12 . . . . **13** _____

14 Multiply line 13 by 10% (0.10). Continue with line 28. . . . . **14** _____

Section B Alternative Incremental Credit. Complete this section only if you are claiming the alternative incremental credit.

- Skip this section and go to line 28 if you completed Section A.
- Check (✓) if this is a one-time only change in election . . . . ⌐_⌐

15 Enter average annual Wisconsin gross receipts from the Worksheet on page 3, line 5 . . . . **15** _____

16 Multiply line 15 by 1% (0.01). . . . . **16** _____

17 Subtract line 16 from line 7. If zero or less, enter zero (0) . . . . **17** _____

18 Multiply line 15 by 1.5% (0.015) . . . . **18** _____

19 Subtract line 18 from line 7. If zero or less, enter zero (0). . . . . **19** _____

20 Subtract line 19 from line 17. If zero or less, enter zero (0). . . . . **20** _____

21 Multiply line 15 by 2% (0.02). . . . . **21** _____

22 Subtract line 21 from line 7. If zero or less, enter zero (0). . . . . **22** _____

23 Subtract line 22 from line 19. If zero or less, enter zero (0). . . . . **23** _____

IC-031ep

24   Multiply line 20 by 2.65% (0.0265) . . . . **24** _____

25   Multiply line 23 by 3.2% (0.032) . . . . **25** _____

26   Multiply line 22 by 3.75% (0.0375) . . . . **26** _____

27   Add lines 24, 25, and 26 . . . . **27** _____

28   Research expense credit passed through from other entities:

28a   Entity Name _____

     FEIN _____   Amount **28a** _____

28b   Entity Name _____

     FEIN _____   Amount **28b** _____

28c   Total pass through credits from additional schedule . . . . **28c** _____

28d   Total pass through credits (add lines 28a through 28c). . . . . **28d** _____

29   Total research credits (add line 14 **or** line 27 to line 28d) . . . . **29** _____

29a   Fiduciaries – Fill in the amount of credit allocated to beneficiaries . . . . **29a** _____

29b   Fiduciaries – Subtract line 29a from line 29 . . . . **29b** _____

30   Carryover of unused research expense credit. . . . . **30** _____

31   Add lines 29 and 30 (lines 29b and 30 if fiduciary). This is the available research expense credit. . . . . **31** _____

Part II   Credit for Research Facilities

32   Total qualified research facility expenditures for qualifying activities. . . . . **32** _____

33   Multiply line 32 by 10% (0.10) . . . . **33** _____

34   Research facilities credit passed through from other entities:

34a   Entity Name _____

     FEIN _____   Amount **34a** _____

34b   Entity Name _____

     FEIN _____   Amount **34b** _____

34c   Total pass through credits from additional schedule . . . . **34c** _____

34d   Total pass through credits (add lines 34a through 34c). . . . . **34d** _____

35   Total research credits (add the amounts on lines 33 and 34d) . . . . **35** _____

35a   Fiduciaries – Fill in the amount of credit allocated to beneficiaries . . . . **35a** _____

35b   Fiduciaries – Subtract line 35a from line 35 . . . . **35b** _____

36   Carryover of unused research facilities credit . . . . **36** _____

37   Add lines 35 and 36 (lines 35b and 36 if fiduciary). This is the available research facilities credit . . . . . **37** _____

WORKSHEET

Average Annual Wisconsin Gross Receipts	(a) 2009	(b) 2010	(c) 2011	(d) 2012
1 Total gross receipts				
2 Out-of-state receipts included on line 1				
3 Subtract line 2 from line 1				
4 Add line 3, columns a through d				
5 Divide amount on line 4 by 4. This is average annual Wisconsin gross receipts to enter on Schedule R-2, line 8 or line 15				

Wisconsin Fixed-Base Percentage

On lines 6-9 and 11 below, include only expenses for qualifying activities related to certain energy efficient products, as described in the instructions.

	(a) 1984	(b) 1985	(c) 1986	(d) 1987	(e) 1988
6 Wisconsin research wage expenses . .					
7 Wisconsin research supplies expenses					
8 Wisconsin research computer rental expenses					
9 Wisconsin contract research expenses					
10 Add lines 6 through 9					
11 Wages for Wisconsin development zones credit					
12 Subtract line 11 from line 10					
13 Add line 12, columns a through e					
14 Total gross receipts					
15 Out-of-state receipts on line 14					
16 Subtract line 15 from line 14					
17 Add line 16, columns a through e					

18 Divide line 13 by line 17. This is the Wisconsin fixed-base percentage to enter on Schedule R-2, line 9 . . . .   _ _ _._ _ _ _ %