

Name	Federal Employer ID Number
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**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.)  
Check (✓)  if this is a one-time only change in election.

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 zero (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.)  
Check (✓)  if this is a one-time only change in election.

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 zero (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 zero (0). . . . .	<b>20</b>	
21 Subtract line 20 from line 18. If zero or less, enter zero (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 zero (0). . . . .	<b>23</b>	
24 Subtract line 23 from line 20. If zero or less, enter zero (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 <u>or</u> 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>	

**WORKSHEET**

<b>Average Annual Wisconsin Gross Receipts</b>	<b>(a) 2006</b>	<b>(b) 2007</b>	<b>(c) 2008</b>	<b>(d) 2009</b>
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, line 9 or line 16 . . . . .				

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

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