

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

File with Wisconsin Form 1, 1NPR, 2, 3, 4, 4T, 5S, or 6

Read instructions before filling in this schedule

Name Identifying Number

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 2, line 5 8
9 Enter Wisconsin fixed-base percentage, but not more than 16% (0.16) from the Worksheet on page 2, 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 2, 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

| | | | |
|------------|---|-------------------|-------|
| 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 _____ | | |

WORKSHEET

| Average Annual Wisconsin Gross Receipts | (a) 2010 | (b) 2011 | (c) 2012 | (d) 2013 |
|--|--------------------|--------------------|--------------------|--------------------|
| 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 | | | | | _____ % |