

# TAX EXEMPTIONS, CREDITS, & INCENTIVES

*Wisconsin offers a number of tax incentives for corporations and other businesses to locate and expand their operations within the state. Major exemptions, credits and incentives are listed.*

## PROPERTY TAX EXEMPTIONS

- Machinery and Equipment used in Manufacturing
- Manufacturing, Merchant and Farm Inventories
- Computer Hardware and Software
- Tax Increment Districts Allowed for Cities, Villages and Towns

## SALES AND USE TAX EXEMPTIONS

- Manufacturing Machinery and Equipment
- Manufacturing Consumables
- Pollution Abatement, Waste Treatment & Recycling Equipment
- Production Fuel and Electricity

## TAX CREDITS

- Research Expenditure Credit
- Research Facilities Credit
- Engine Research Credits
- Film Production Credits (Effective 1/1/2008)
- Community Development Finance Authority Credit
- Supplement to the Federal Historical Rehabilitation Credit
- Dairy and Livestock Farm Investment Credits
- Development Opportunity Zone Program
- Economic Development Tax Credits
- Dairy Manufacturing Facility Investment Credits
- Meat Processing Facility Investment Credits
- Food Processing Plant and Food Warehouse Investment Credits
- Woody Biomass Credits

## OTHER SPECIAL TAX INCENTIVES AND TAX TREATMENT

- Single Sales Factor Apportionment (Fully Effective 1/1/2008)
- 60-percent Exclusion for Long-Term Capital Gains
- Special Capital Gains Treatment for Wisconsin Small Businesses
- Wisconsin law permits formation of Subchapter S Corporations
- Wisconsin law permits formation of limited liability companies (LLCs)
- Deduction for Corporate Dividends Received
- No inheritance and gift taxes

## VENTURE AND INVESTMENT CAPITAL

- Angel Investment Credit
- Early Stage Seed Investment Credit



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