

IOWA RESEARCH ACTIVITIES CREDIT

1997

IA 128

CPK-002686

Name(s)	Social Security No.
Name of Partnership or S-Corporation (if applicable)	Federal ID No.

PART I COMPUTATION OF CREDIT FOR INCREASING RESEARCH ACTIVITIES

- 1. Basic research payments paid or incurred to qualified organizations in tax year 1. _____
- 2. Qualified organizations base amount 2. _____
- 3. Subtract line 2 from line 1 (not to be less than zero) 3. _____
- 4. Wages for services used in qualifying research 4. _____
- 5. Cost of supplies used in conducting qualified research 5. _____
- 6. Rental or lease costs of personal property used in conducting qualified research 6. _____
- 7. 65% of contract expenses 7. _____
- 8. Add lines 4 through 7 8. _____
- 9. Enter fixed-base percentage, but not more than 16% 9. _____
- 10. Enter average annual gross receipts 10. _____
- 11. Base amount — Multiply line 10 by the percentage on line 9 11. _____
- 12. Subtract line 11 from line 8 12. _____
- 13. Multiply line 8 by 50% 13. _____
- 14. Enter the smaller of line 12 or line 13 14. _____
- 15. Total allowable expenses — add line 3 and line 14 15. _____

PART II PERCENTAGE OF RESEARCH ACTIVITIES OCCURRING WITHIN IOWA

- 16. Basic research payments paid or incurred to qualified organizations in Iowa during tax year 16. _____
- 17. Iowa apportioned qualified organizations base amount 17. _____
- 18. Subtract line 17 from line 16 (not to be less than zero) 18. _____
- 19. Wages for qualifying research services performed in Iowa 19. _____
- 20. Cost of supplies used in conducting qualifying research in Iowa 20. _____
- 21. Rental or lease costs of personal property used in conducting qualified research in Iowa 21. _____
- 22. 65% of contract expenses for qualifying research performed in Iowa 22. _____
- 23. Add lines 19 through 22 23. _____
- 24. Total Iowa qualified research expenses (add lines 16 and 23) 24. _____
- 25. Total current year qualified research expenses (add lines 1 and 8) 25. _____
- 26. Divide line 24 by line 25 and enter percentage to 3 decimals 26. _____
- 27. Expenses allocable to Iowa (multiply line 15 by line 26) 27. _____
- 28. Credit for increasing research activities (multiply line 27 by 6.5%) 28. _____
- 29. Flow-through Iowa Research Activities Credit received from partnership, S corporation or estate or trust 29. _____
- 30. Total allowable Iowa Research Activities Credit (add lines 28 and 29 and enter on IA 1120, Schedule C-1; or on line 14, IA1120A; or line 66, IA 1040; or line 31, IA 1041) 30. _____

If you qualify for the additional research activities credits under Iowa Code section 15.335 please contact the Department.