

TAX 2

Filed December 12, 1967  
2:15 P.M.

STATE OF WISCONSIN        )  
                                  ) ss  
DEPARTMENT OF REVENUE    )

TO ALL TO WHOM THESE PRESENTS COME, GREETINGS:

I, JAMES R. MORGAN, Secretary of the Wisconsin Department of Revenue (formerly Commissioner of the Wisconsin Department of Taxation) and custodian of the official records of the Wisconsin Department of Revenue, do hereby certify that the annexed changes in the Rules of the Wisconsin Department of Revenue (amending paragraphs (2) and (3) of Rule TAX 2.42) have been approved by me and have been compared with the original on file in the department and are a true and correct copy of such original.

IN TESTIMONY WHEREOF, I have hereunto set my hand at the State Office Building, 1 West Wilson Street, in the City of Madison, Wisconsin, this 11th day of December, A. D. 1967.

  
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James R. Morgan, Secretary  
Wisconsin Department of Revenue

ORDER OF THE  
WISCONSIN DEPARTMENT OF REVENUE  
ADOPTING RULE CHANGE

Pursuant to the authority vested in the Wisconsin Department of Revenue by Section 71.11(24) of the statutes the said department hereby adopts the changes to paragraphs (2) and (3) of Rule TAX 2.42 as shown on the attached memorandum.

These rule changes shall be effective on the first day of the month following publication in the Wisconsin Administrative Register, pursuant to Section 227.026 of the statutes.

WISCONSIN DEPARTMENT OF REVENUE

By James R. Morgan  
James R. Morgan  
Secretary

Amend Rule TAX 2.42 by adding at the end of paragraph (2) thereof the following sentence:

Unless inconsistent with the best accounting practice in the trade or business, amounts realized on the sale of scrap produced in the manufacturing process shall be treated as a recovery of, and in reduction of, cost of manufacturing, for purposes of the cost of manufacturing factor.

Amend Rule TAX 2.42 by adding at the end of paragraph (3) thereof, the following sentence:

As used in Section 71.07(2)(c) of the statutes and in this regulation, the term "sales" shall extend to and include by-product sales, but shall not include scrap sales treated as a reduction of cost of manufacturing pursuant to paragraph (2) hereof.