

# 05hr\_SC-JCEDCA\_sb0103\_pt01



(FORM UPDATED: 08/11/2010)

## WISCONSIN STATE LEGISLATURE ... PUBLIC HEARING - COMMITTEE RECORDS

### 2005-06

(session year)

### Senate

(Assembly, Senate or Joint)

### Committee on ... Job Creation, Economic Development and Consumer Affairs (SC-JCEDCA)

### COMMITTEE NOTICES ...

- Committee Reports ... **CR**
- Executive Sessions ... **ES**
- Public Hearings ... **PH**

### INFORMATION COLLECTED BY COMMITTEE FOR AND AGAINST PROPOSAL

- Appointments ... **Appt** (w/Record of Comm. Proceedings)
- Clearinghouse Rules ... **CRule** (w/Record of Comm. Proceedings)
- Hearing Records ... bills and resolutions (w/Record of Comm. Proceedings)  
(**ab** = Assembly Bill)                      (**ar** = Assembly Resolution)                      (**ajr** = Assembly Joint Resolution)  
(**sb** = Senate Bill)                              (**sr** = Senate Resolution)                              (**sjr** = Senate Joint Resolution)
- Miscellaneous ... **Misc**

## Senate

### Record of Committee Proceedings

#### **Committee on Job Creation, Economic Development and Consumer Affairs**

##### **Senate Bill 103**

Relating to: the income and franchise tax credit for research and research facilities.

By Senators Kanavas, Darling, Stepp, Leibham, A. Lasee and Roessler; cosponsored by Representatives McCormick, Pettis, Sheridan, Musser, Vos, F. Lasee, Krawczyk, Van Roy, Gunderson, Albers, Hundertmark, Honadel, Townsend and Vrakas.

March 30, 2005      Referred to Committee on Job Creation, Economic Development and Consumer Affairs.

April 19, 2005      **PUBLIC HEARING HELD**

Present:    (5)    Senators Kanavas, Zien, Reynolds, Lassa and Decker.  
Absent:    (0)    None.

##### Appearances For

- Ted Kanavas, Madison — Senator
- Terri McCormick — Representative
- Mr. Marc Bentley, Madison — Wisconsin Engine Manufacturers
- Mr. Wayne T. Curtin, Milwaukee — Harley-Davidson Motor Company
- Ms. Cynthia A. Rooks, Brookfield — Harley-Davidson Motor Company
- Mr. Dino Xykis, Waukesha — Generac Power Systems
- Mr. Allen Gillette, Muskego — Generac Power Systems
- Mr. Daniel Debuchs, Greenfield — Consortium Start-up

##### Appearances Against

- None.

##### Appearances for Information Only

- Ms. Sherrie Gates-Hendrix, Madison — Department of Revenue

##### Registrations For

- Mr. Jim Hough, Madison — Wisconsin Economic Development Association
- Mr. Steve Baas, Milwaukee — Metropolitan Milwaukee Association of Commerce
- Mr. Richard Bossert, Butler — Inland Detroit Diesel-Allison Inc.
- Ms. Rose Malicki, Cedarburg — Briggs & Stratton Corporation
- Ms. Kim Suhs, Fon du Lac — Mercury Marine
- Mr. Donald Defoe, Springfield — Caterpillar
- Mr. James Buchen, Madison — Wisconsin Manufacturers and Commerce

- Ms. Jordan Lamb, Madison — Wisconsin Biotechnology and Medical Device Association

Registrations Against

- None.

May 20, 2005

**EXECUTIVE SESSION HELD**

Present: (5) Senators Kanavas, Zien, Reynolds, Lassa and Decker.

Absent: (0) None.

Moved by Senator Kanavas that **Senate Substitute Amendment 2** be recommended for adoption.

Ayes: (4) Senators Kanavas, Zien, Reynolds and Lassa.

Noes: (1) Senator Decker.

ADOPTION OF SENATE SUBSTITUTE AMENDMENT 2 RECOMMENDED,  
Ayes 4, Noes 1

Moved by Senator Kanavas that **Senate Bill 103** be recommended for passage as amended.

Ayes: (4) Senators Kanavas, Zien, Reynolds and Lassa.

Noes: (1) Senator Decker.

PASSAGE AS AMENDED RECOMMENDED, Ayes 4, Noes 1

Jeremey Shepherd  
Committee Clerk

**SENATE BILL 103 (LRB -0346)**

An Act to renumber and amend 71.28 (4) (a), 71.28 (5) (a), 71.47 (4) (a) and 71.47 (5) (a); to amend 71.28 (4) (am) 1. and 71.47 (4) (am); and to create 71.28 (4) (ab), 71.28 (4) (ad) 2., 71.28 (5) (ab), 71.28 (5) (ad) 2., 71.47 (4) (ab), 71.47 (4) (ad) 2., 71.47 (5) (ab) and 71.47 (5) (ad) 2. of the statutes; relating to: the income and franchise tax credit for research and research facilities.

**2005**

03-08.	S.	Introduced by Senators <b>Kanavas, Darling, Stepp, Leibham, A. Lasee</b> and <b>Roessler</b> ; cosponsored by Representatives <b>McCormick, Pettis, Sheridan, Musser, Vos, F. Lasee, Krawczyk, Van Roy, Gunderson, Albers, Hundertmark, Honadel, Townsend</b> and <b>Vrakas</b> .	
03-08.	S.	Read first time and referred to committee on Job Creation, Economic Development and Consumer Affairs .....	110
03-23.	S.	Pursuant to Senate Rule 46(2)(c) withdrawn from the committee on Job Creation, Economic Development and Consumer Affairs and rereferred to the joint committee on Finance .....	136
03-30.	S.	Pursuant to Senate Rule 46(2)(c), withdrawn from the joint committee on Finance and rereferred to the committee on Job Creation, Economic Development and Consumer Affairs .....	140
03-30.	S.	Fiscal estimate received.	
04-13.	S.	Senate substitute amendment 1 offered by Senator Kanavas ( <b>LRB s0084</b> ) .....	175
04-18.	S.	Senate amendment 1 to Senate substitute amendment 1 offered by Senator Kanavas ( <b>LRB a0473</b> ) .....	177
04-19.	S.	Public hearing held.	
05-13.	S.	Senate substitute amendment 2 offered by Senator Kanavas ( <b>LRB s0100</b> ) .....	223
05-20.	S.	Executive action taken.	
05-27.	S.	Report adoption of Senate Substitute Amendment 2 recommended by committee on Job Creation, Economic Development and Consumer Affairs, Ayes 4, Noes 1 .....	234
05-27.	S.	Report passage as amended recommended by committee on Job Creation, Economic Development and Consumer Affairs, Ayes 4, Noes 1 .....	234
05-27.	S.	Available for scheduling.	
06-09.	S.	Pursuant to Senate Rule 46 (2)(c), withdrawn from committee on Senate Organization and rereferred to joint committee on Finance .....	250
11-30.	S.	Executive action taken.	
12-05.	S.	Report introduction and adoption of Senate Amendment 1 to Senate Substitute Amendment 2 recommended by joint committee on Finance, Ayes 14, Noes 0 ( <b>LRB a1193</b> ) .....	473
12-05.	S.	Report adoption of Senate Substitute Amendment 2 recommended by joint committee on Finance, Ayes 11, Noes 3 .....	473
12-05.	S.	Report passage as amended recommended by joint committee on Finance, Ayes 11, Noes 3 .....	473
12-05.	S.	Available for scheduling.	

**2006**

03-01.	S.	Placed on calendar 3-2-2006 by committee on Senate Organization.	
03-02.	S.	Read a second time .....	655
03-02.	S.	Senate amendment 1 to Senate substitute amendment 2 laid on table .....	655
03-02.	S.	Senate amendment 2 to Senate substitute amendment 2 offered by Senator Leibham ( <b>LRB a2604</b> ) .....	655
03-02.	S.	Senate amendment 2 to Senate substitute amendment 2 <b>adopted</b> .....	655
03-02.	S.	Senate amendment 3 to Senate substitute amendment 2 offered by Senator S. Fitzgerald ( <b>LRB a2611</b> ) .....	655
03-02.	S.	Senate amendment 3 to Senate substitute amendment 2 <b>adopted</b> .....	655
03-02.	S.	Senate substitute amendment 2 <b>adopted</b> .....	655
03-02.	S.	Ordered to a third reading .....	655
03-02.	S.	Rules suspended .....	655
03-02.	S.	Read a third time and <b>passed</b> , Ayes 21, Noes 11 .....	656
03-02.	S.	Ordered immediately messaged .....	670
03-02.	A.	Received from Senate .....	880
03-02.	A.	Read first time and referred to committee on Rules .....	880
03-02.	A.	Placed on calendar 3-7-2006 by committee on Rules.	
03-02.	A.	<b>Made</b> a special order of business at 11:36 A.M. on 3-7-2006 pursuant to Assembly Resolution 50 .....	899
03-07.	A.	Read a second time .....	932
03-07.	A.	Assembly amendment 1 offered by Representative Huebsch ( <b>LRB a2756</b> ) .....	932
03-07.	A.	Assembly amendment 1 <b>adopted</b> .....	932
03-07.	A.	Ordered to a third reading .....	932
03-07.	A.	Rules suspended .....	932
03-07.	A.	Read a third time and <b>concurred in</b> as amended, Ayes 75, Noes 19 .....	932
03-07.	A.	Ordered immediately messaged .....	932
03-08.	S.	Received from Assembly amended and concurred in as amended, Assembly amendment 1 adopted .....	720
03-08.	S.	Available for scheduling.	
03-08.	S.	Placed on calendar 3-9-2006 by committee on Senate Organization.	

03-09. S. Assembly amendment 1 **nonconcurred in** ..... 737

03-09. S. Ordered immediately messaged ..... 734

03-14. A. Received from Senate nonconcurred in Assembly amendment 1 ..... 972

03-14. A. Referred to committee on Rules ..... 973

04-25. A. Placed on the April 2006 Extraordinary Session call by the committee on Assembly Organization ..... 1044

04-25. A. Assembly adheres to its position on Assembly amendment 1, Ayes 57, Noes 36 ..... 1050

04-25. A. Ordered immediately messaged ..... 1051

04-26. S. Received from Assembly: Assembly adheres to its position on Assembly amendment 1 ..... 807

04-26. S. Available for scheduling.

04-26. S. Placed on calendar 4-27-2006 by committee on Senate Organization.

04-27. S. Senate recesses from its position on Assembly amendment 1, Ayes 18, Noes 14 ..... 807

04-27. S. Senate amendment 1 to Assembly amendment 1 offered by Senator Kanavas (**LRB a2937**) ..... 808

04-27. S. Senate amendment 1 to Assembly amendment 1 **adopted** ..... 808

04-27. S. Assembly amendment 1 **concurred in** as amended ..... 808

04-27. S. Ordered immediately messaged ..... 808

04-27. A. Received from Senate: Assembly amendment 1 concurred in as amended by Senate amendment 1 to Assembly amendment 1 ..... 1075

04-27. A. Senate amendment 1 to Assembly amendment 1 **concurred in** ..... 1075

04-27. A. Ordered immediately messaged ..... 1075

04-28. S. Received from Assembly concurred in ..... 817

05-17. S. Report correctly enrolled on 5-17-2006 ..... 866

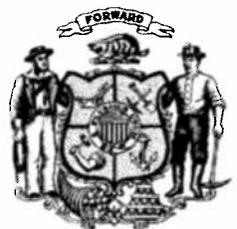
05-23. S. Presented to the Governor on 5-23-2006 ..... 866

05-26. S. Report **approved** by the Governor on 5-25-2006. 2005 Wisconsin Act 452 ..... 875

06-02. S. Published 6-9-2006 ..... 877



# WISCONSIN STATE LEGISLATURE



**Shepherd, Jeremy**

---

**From:** Curtin, Wayne [Wayne.Curtin@harley-davidson.com]  
**Sent:** Tuesday, March 29, 2005 2:13 PM  
**To:** Sen.Kanavas  
**Cc:** bentleygov@charter.net  
**Subject:** R&D Tax Credit Bill

Senator Kanavas,

I had our Director of Taxes, Cindy Rooks, take a look at the bill you have introduced on R&D tax credits (SB 103). Below are a few concerns she had and we wanted to forward them on to you. We are very supportive of this legislation, but wanted to make sure you had a chance to look into these concerns.

I will be in Madison tomorrow morning for a Joint Finance Committee hearing, so if you'd like to further discuss this you can reach me on my cell phone 414.688.2675 and I'll come by and meet you.

Thanks  
 Wayne Curtin  
 Director, Government Affairs  
 Harley-Davidson Motor Company

1. The current WI R&D credit provides for the use of one of two methods. It appears that this Bill only changes the one method and not the alternative method.
  - a. Is that intentional?
  - b. I would assume the taxpayer must continue to use either of the methods for all of its claim – i.e. the taxpayer cannot use one method for its qualifying small engine expenditures and the alternative method for the remainder of the expenditures.
  - c. If a taxpayer is currently utilizing the alternative method, the taxpayer must receive approval from the Dept. of Revenue to change. Should a one-time ability to make a change without DOR approval be included with this Bill?
  
2. The additional credit is for the qualifying expenditures for the design of the vehicle which is very broad and the research related to manufacturing of internal combustion engines which is more narrow. Since most of Harley-Davidson's Wisconsin manufacturing operations are associated with the engine, the limitation on manufacturing is not a detriment at this time but could impact future expansion.
  
3. The additional credit is for the design of the vehicle, how does this impact the design of additional parts and accessories for the vehicle? It would be helpful to clarify that it includes the base vehicle plus parts and accessories.

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*GOES INTO EFFECT, SHOULD HAVE TO GO BACK TO DOR*
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03/30/2005

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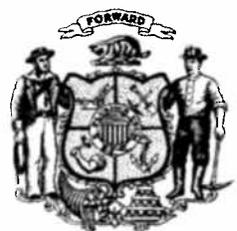
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# WISCONSIN STATE LEGISLATURE





# State of Wisconsin • DEPARTMENT OF REVENUE

2135 RIMROCK RD. • P.O. BOX 8933 • MADISON, WISCONSIN 53708-8933  
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**Jim Doyle**  
Governor

**Michael L. Morgan**  
Secretary of Revenue

## Senate Job Creation, Economic Development and Consumer Affairs Committee Hearing, April 19, 2005

### **SB 103 - Income/Franchise Tax Credit for Research and Research Facilities (Senator Kanavas and Representative McCormick)**

#### *Description of Current Law and Proposed Change*

Under current law, two tax credits are available for research and development (R&D) activities in the state: one credit covers R&D noncapital expenditures and the other credit applies to investments in R&D facilities. Both credits are for 5% of eligible expenses. The credits are nonrefundable and unused credit amounts may be carried forward for use in offsetting tax liability over the next 15 years. The research expenditure credit is for noncapital expenditures related to research activities conducted in Wisconsin. The research facilities credit applies to capital investments to construct and equip new research facilities or expand existing facilities located in Wisconsin.

The bill would increase both credits from 5% of eligible expenses to 10% for specified types of R&D activities. Under the bill, research related to manufacturing internal combustion engines for vehicles, including expenses related to designing vehicles powered by the engines, would be eligible for the increased credits. The bill defines a "vehicle" to include any vehicle or frame in or on which an engine is mounted for use in stationary or mobile applications. Vehicles specifically include any truck, tractor, motorcycle, snowmobile, or generator, but do not include automobiles, buses or aircraft.

Under the bill, the term "frame" specifically includes: (1) every part of the motorcycle, except the tires; (2) control systems, fuel and drive trains of a truck, excluding comfort features in the cab or tires; and (3) control modules, fuel train, fuel scrubbing process, fuel mixers, generators, heat exchangers, exhaust trains and similar components related to generators.

#### *Fairness/Tax Equity*

- The bill would arbitrarily allow increased tax credits to some manufacturers, while denying them to similar manufacturers, based on their intended customers. For example, qualified research for a stereo system installed on a motorcycle could be eligible for the credit, while research related to the same stereo system components, but intended for installation in an automobile would not be eligible for credit. Qualified research by a manufacturer may have uses besides those that qualify for the credit, which complicates claiming and auditing the credit.

#### *Impact on Economic Development*

- The credit could encourage research and development activities of certain engine and vehicle manufacturers in the state.
- However, if it is determined that the increased credit would encourage research and development activities in the state, then providing it to all corporations should be considered.

10% for everyone =

100% — \$5M 2

How many?

Providing the credit to all corporations would not substantially increase the fiscal effect and would eliminate the appearance of a narrowly carved out tax benefit for a few favored businesses.

*Administrative Impact/Fiscal Effect*

- Based on information in the 2001 corporate sample compiled by the Department, it is estimated that increasing the credit for these manufacturers would reduce state revenues by \$2.5 million annually. However, the actual fiscal effect could be higher or lower than the estimate. The estimate also assumes that all of the research expenditures of eligible corporations that qualify for either research credit would qualify for the increased credit. If all of the expenditures did not qualify, the actual fiscal effect would be less than the estimate.

If a credit of 10%, rather than 5%, were available to all corporations, it would reduce state revenues by an estimated \$5 million per year.

- Since qualified research by a manufacturer may have uses besides those that qualify for the additional credit, auditing the credit would require the Department to determine all potential applications of the product being researched, perhaps years before the product was fully developed and actually sold to qualified consumers.
- The Department recommends that the definition of "vehicle" be more specific, based on the author's intent. It is not clear if the credit is to apply to vans, sport utility vehicles, motor homes, all terrain vehicles and boats. It should be stated in the definition if the items are to be excluded.
- In addition, it appears that there may be a conflict between the use of the phrase "manufacturing internal combustion engines" and the definition of "qualified research expenses" as defined in the Internal Revenue Code. Under the IRC, qualified research does not include manufacturing activities. However, it may include research related to improving a production process. The word "manufacturing" could be replaced with "designing and improving production processes."

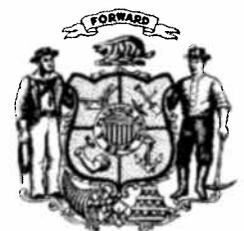
Prepared by: Pam Walgren (608) 266-7817

April 18, 2005

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# WISCONSIN STATE LEGISLATURE





# TERRI McCORMICK

WISCONSIN STATE REPRESENTATIVE

CHAIR, COMMITTEE ON ECONOMIC DEVELOPMENT  
VICE-CHAIR, COMMITTEE ON JUDICIARY  
COMMITTEE ON PUBLIC HEALTH  
COMMITTEE ON INSURANCE

56<sup>TH</sup> ASSEMBLY DISTRICT

## TESTIMONY FOR PUBLIC HEARING

APRIL 19, 2005

1:00PM

ROOM 330 SW

### SENATE COMMITTEE ON JOB CREATION, ECONOMIC DEVELOPMENT, AND CONSUMER AFFAIRS

Thank you Senator Kanavas, and members of the committee for holding this public hearing on Senate Bill 103. I am the co-author of its companion bill in the Assembly, Assembly Bill 243.

This is my 2<sup>nd</sup> session chairing the Economic Development Committee for the WI State Assembly. From the beginning of my first round table at the WI Manufacturing Matters Conference – I have had quite an education from small and large manufacturers alike as to the needs and obstacles that stand in front of business and job growth in our state.

Last session we passed the nationally recognized “Small Business Regulation Reform and Capital Investment” legislation. As a result, we have earned a reputation as a state that cares about business development and job growth.

Last week, the Assembly passed two omnibus bills authored by Rep. Jean Hundertmark called the “Jobs Creation Package.” These bills, expanding on the successes of last session, have further demonstrated a growing focus of our state to RECHARGE our state’s economy.

SB 103 and AB 243 seek to build on these successes by providing greater incentives for research and development.

Currently, Wisconsin offers a tax credit equal to 5% of expenses related to research and development. This applies to all research and development, whether it be in manufacturing, biotech, information technology, agriculture, or any other field.

Senate Bill 103, and Assembly Bill 243, will increase this credit from 5% to 10% for small engine manufacturers. This would apply to manufacturers of

all-terrain vehicles, boats, personal watercrafts, automobiles, vans, SUVs, motor homes, buses, or aircraft.

The bill would also provide that the 10% credit be available for expenses related to the design of vehicles that are powered by such engines.

This bill is a necessary step to maintaining and improving Wisconsin's strong manufacturing base and attracting new research and development investment from out of state companies.

In the United States, manufacturing accounts for nearly two-thirds of all R&D. But, Wisconsin's investment in R&D is only about 50% of the national average. In a state that depends on its manufacturing base, we need to provide greater incentives for this development.

Engine manufacturing in particular, is a critical part of Wisconsin's economy. With such well known companies as Harley-Davidson, Mercury Marine, Oshkosh Truck, John Deere, and Ariens, we need to ensure that these companies are able to grow and continue to provide good jobs to the people of Wisconsin.

You will be hearing from a number of these companies today, and I will leave it to them to explain exactly how this bill will impact their operations, but be assured that there is a direct link between R&D and job growth. R&D leads to new technologies, which leads to new products, which leads to new jobs. It's as simple as that.

According to the Progressive Policy Institute's 2002 State New Economy Index:

***One of the top economic success factors is "How effectively they can spur home-grown technological innovation and entrepreneurship."***

*Economies prosper as a result of locally based companies developing new product and service innovations. In the old economy – many states relied on industrial recruitment to attract branch plants and facilities from more innovative states.*

*In the new economy – tomorrow's jobs will come from fast-growing entrepreneurial firms and not from the small number of business relocations we've seen in recent years.*

*As a result – states need to shift their focus from the “hunting and gathering” of industrial recruitment to “gardening” by promoting growth from within.*

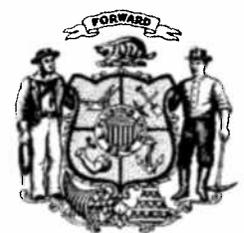
***Overall WI ranks 40<sup>th</sup> in The State New Economy Index, behind states like Kansas, Nebraska, Oklahoma, Tennessee and not much ahead of states like Kentucky, North and South Dakota, and Louisiana.***

This bill will show the manufacturing sector that Wisconsin is serious about growing the economy generally and manufacturing specifically.

Thank you for the opportunity to testify in support of SB 103. I urge the members of the committee to vote in favor of this much needed legislation. I would be happy to take any questions the committee may have.



# WISCONSIN STATE LEGISLATURE





**Wisconsin  
Manufacturers  
& Commerce**

**Memo**

**TO:** Members of the Senate Committee on Job Creation, Economic Development and Consumer Affairs

**FROM:** James Buchen, Vice President, Government Relations

**DATE:** April 19, 2005

**RE:** 2005 Senate Bill 103

Wisconsin Manufacturers & Commerce (WMC) supports Senate Bill 103 that expands the corporate income and franchise tax credit for R & D from 5 percent of qualified expenses to 10 percent for research related to manufacturing internal combustion engines and related vehicles powered by these engines.

Wisconsin's R&D credit supports technological innovations that enable companies to create and preserve quality Wisconsin jobs and to raise the standard of living for all Wisconsinites. In our increasingly technology-driven economy, those states that are most active in R & D are best positioned to become tomorrow's leaders.

Nationwide, manufacturing makes up 17 percent of the economy, but it accounts for 62 percent of all of the R & D performed in the U. S. While Wisconsin has one of the most manufacturing-based economies in the nation, we are significantly below the national average in R & D spending as a percentage of Gross State Output.\*

Wisconsin is the leader in the manufacture of small engines and SB 103 specifically provides a needed incentive to keep those Wisconsin companies and their jobs, in our state. Wisconsin is also home to many companies that manufacture lawn and garden equipment and large diesel engines used in construction and mining, ships, generators, and various stationary applications. All of these companies and the jobs that go with them will benefit from the expanded R & D credit.

A growing number of countries recognize how important R&D spending is to future economic growth and now offer more generous R&D tax incentives than the United States. Canada, for example, offers a flat 20-percent credit, among other tax incentives, for R&D performed in Canada and has aggressively sought to entice U.S. companies to locate R&D activities north of the border.

Wisconsin's future is inextricably linked to the ability of companies to make a sustained, reliable commitment to long-term research and SB 103 provides that commitment to manufacturers of engines.

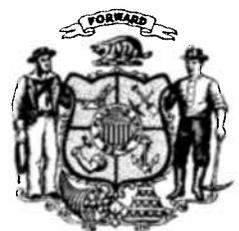
For these reasons, WMC urges the committee to support SB 103.

501 East Washington Avenue  
Madison, WI 53703-2944  
P.O. Box 352  
Madison, WI 53701-0352  
Phone: (608) 258-3400  
Fax: (608) 258-3413  
[www.wmc.org](http://www.wmc.org)

\* Source: National Science Foundation



# WISCONSIN STATE LEGISLATURE





# TED KANAVAS

STATE SENATOR

Date ?

## TALKING POINTS ON SB 103

Relating to: the income and franchise tax credit for research and research facilities

- We live in an innovation-based economy. Manufacturers, which have prospered, have found that they ensure their place in the supply-chain with their ability to change and adapt.
- Their products add value, either as raw materials or as finished goods. Intellectual property, like special metal formulas or specialized manufacturing processes, is fused with their products. We must continue to foster this type of research and development if we are truly going to help Wisconsin companies compete in the global marketplace.
- Representative McCormick and I simply offered this legislation to help engine manufacturers compete in an ever changing global marketplace.
- **Senate substitute amendment 1 to SB 103** – I drafted this sub at the request of Harley Davidson and others, who had concerns over the accounting measures and definitions in the original bill. The sub is still a work a progress but the main parts of the bill:
  - provide that if a corporation claims both the 5% research tax credit *and* the 10% credit for research on designing internal combustion engines, the corporation may use a different computation method for the 10% research credit, and may choose to change the computation method once for each credit with the Department of Revenue's approval.
  - include all-terrain vehicle, boat, personal watercraft, automobile, van, sports utility vehicle, motor home, bus, or aircraft in the definition of "vehicle."
  - add research for improving production processes for such engines and vehicles, as activities eligible for the 10% credit.
- **Senate amendment 1 to Senate Substitute Amendment 1 simply corrects a drafting error.**
- I would appreciate the committees support of Wisconsin's engine manufactures through your support of SB 103 as amended.

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