

**CPITC-1**  
Rev. 10/15

**West Virginia Schedule CPITC-1**  
**Commercial Patent Incentives Tax Credit**  
(For periods AFTER January 1, 2015)

West Virginia  
State Tax  
Department

Business Name	ID Number
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TAX PERIOD						
BEGINNING				ENDING		
	MM	DD	YYYY		MM	DD

- ◆ Taxpayers desiring to claim the Commercial Patent Incentives Tax Credit for **Developing Patents in West Virginia for Direct Use in a Manufacturing Process or Product** must complete Parts A and B of this Schedule.
- ◆ Taxpayers desiring to claim the Commercial Patent Incentives Tax Credit for **Use of a Patent in a Manufacturing Process or Product in West Virginia** must complete Parts A and C of this Schedule.
- ◆ An owner Taxpayer desiring to claim Commercial Patent Incentives Tax Credit allocated by a Pass-Through Entity subsidiary must complete Parts A and D of this Schedule.

Under penalties of perjury, I declare that I have examined this credit claim form (including accompanying schedules and statements) and to the best of my knowledge it is true and complete.

Signature of Taxpayer	Name of Taxpayer (type or print)	Title	Date
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Person to contact concerning this return	Telephone Number
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Signature of Preparer other than Taxpayer	Address	Date
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**PART A Commercial Patent Incentives Tax Credit Summary**

1. Current year Commercial Patent Incentives Tax Credit for Developing Patents in West Virginia for Direct Use in a Manufacturing Process or Product from attached Part B, line 9 (Total if more than one qualifying patent). Amounts not supported by attached Part B will be denied.....	1	\$	
2. Current year Commercial Patent Incentives Tax Credit for Use of a Patent in a Manufacturing Process or Product in West Virginia from attached Part C, line 5 (total if more than one qualifying patent). Amounts not supported by attached Part C will be denied.....	2	\$	
3. Current year Commercial Patent Incentives Tax Credit Assignment received from a Pass-Through Entity for which the Taxpayer has an ownership interest. Enter the amount from Total line of Part D. Amounts not supported by attached Part D will be denied.....	3	\$	
4. Unused, Unallocated Commercial Patent Incentives Tax Credit from prior years. Enter the amount from the total line on Part E. Amounts not supported by a completed Part E will be denied.....	4	\$	
5. Total Commercial Patent Incentives Tax Credit available this tax year (add lines 1 through 4).....	5	\$	
6. Adjusted Personal Income Tax			
a. Personal Income Tax – Before application of any tax credits.....	6a	\$	
b. Other tax credits applied to reduce Personal Income Tax.....	6b	\$	
c. Adjusted Personal Income Tax (subtract the amount on line 6b from the amount on 6a). If zero or less, enter zero.....	6c	\$	
7. Commercial Patent Incentives Credit for application against the Personal Income Tax (enter the smaller of the amount on line 5 and the amount on line 6c here and on the Tax Credit Recap Schedule).....	7	\$	
8. Available Commercial Patent Incentives Tax Credit after application against the Personal Income Tax (subtract line 7 from line 5).....	8	\$	

**Continued on the next page...**

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Part A - Continued

Table with 3 columns: Description, Line Number, and Amount. Rows include Adjusted Corporation Net Income Tax (9a, 9b, 9c), Commercial Patent Incentives Credit (10), Available Commercial Patent Incentives Tax Credit (11), Commercial Patent Incentives Tax Credit remaining (12), and Unused, unallocated Commercial Patent Incentives Tax Credit (13).

PART B Tax Incentive for Developing Patents in West Virginia for Direct Use in a Manufacturing Process or Product - Credit Qualification and Credit Calculation

\*\*See the instructions for additional documentation requirements for claimants of the Tax Incentive for Developing Patents in West Virginia for direct use in a manufacturing process or product\*\*

Table with 3 columns: Description, Line Number, and Amount. Rows include: 1. Information on patents developed in West Virginia (1a-1h); 2. Total Royalties, License Fees, or other Consideration from sale, lease, or licensing (2).

If the development of the patent described above occurred only in West Virginia, skip to line 6 and enter the amount from line 2. If some of the development of the patent described above occurred outside West Virginia continue with line 3.

Continued on the next page...

Business Name

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**Part B – Continued**

3. Direct costs of developing the patent described above that were incurred in West Virginia.....	3	\$
4. Direct costs of developing the patent described above that were incurred in all locations.....	4	\$
5. West Virginia development cost ratio (Divide line 3 by line 4 and enter here).....	5	0.
6. West Virginia allocation of patent royalties, license fees, and other consideration (Multiply the amount on line 2 by the decimal value on line 5.....	6	\$

**If any of the credit amount allowed for the tax year previous to the current year was reinvested in the current tax year, complete lines 7a through 7f to determine the allowable credit percentage for the current tax year. If none of the credit allowed for the previous tax year was reinvested as indicated in Lines 7b through 7d) or there was no credit schedule completed for the prior tax year, skip to line 8 and enter 0.20 (20%).**

7. Portion of previous tax year credit amount reinvested in current tax year:

a. Commercial Patent Incentives Tax Credit for Developing Patents In West Virginia for direct use in a manufacturing process or product from prior year. This amount is from Schedule CPITC-1, Part B, line 9 of the previous tax year..	7a	
b. Amount from line 7a reinvested in depreciable property purchased for purposes of developing additional patents in West Virginia.....	7b	
c. Amount from line 7a reinvested in improving upon a patent developed in West Virginia.....	7c	
d. Amount from line 7a contributed to a stipend to retain a graduate or post-doctoral student in West Virginia integral to the development of the patents or related technology.....	7d	
e. Sum of lines 7b, 7c, and 7d.....	7e	
f. Ratio of directed reinvestment of the previous year's credit amount to the total previous year credit amount. Divide the amount on line 7e by the amount on line 7a.....	7f	0.
8. Credit percentage for Commercial Patent Incentives Tax Credit for Developing Patents In West Virginia for direct use in a manufacturing process or product. If the value on Line 7f is greater than 0.80 (80%), enter 0.30 (30%) here, otherwise enter 0.20 (20%) here.....	8	0.
9. Amount of Commercial Patent Incentives Tax Credit for Developing Patents in West Virginia for direct use in a manufacturing process and product for the current tax year. Multiply the amount on line 6 by the decimal value on line 8. Enter the resulting product here and on Part A, line 1.....	9	0.

Business Name

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**Tax Incentive for Use of a Patent in a Manufacturing Process of Product in West Virginia that was Developed in West Virginia**

**\*\*See the instructions for additional documentation requirements for claimants of the Tax Incentive for Use of a Patent in a Manufacturing Process or Product in West Virginia.\*\***

1. Information on patents used in a manufacturing process or product in West Virginia for which a tax credit is to be claimed:

a. Patent Number	1a	
b. Patent Owner	1b	
c. Development Location(s)	1c	
d. Date Patent was first sold, leased, or licensed to a third party.....	1d	/ /
e. Location (s) where the patent was first used in a manufacturing process or product in West Virginia.....	1e	

2. Net profit attributable to the use of the patent described above..... 2 \$

**If any of the credit amount allowed for the tax year previous to the current year was reinvested in the current tax year, complete lines 3a through 3e to determine the allowable credit percentage for the current tax year. If none of the credit allowed for the previous year was reinvested as indicated in lines 3b through 3c, or there was no credit schedule completed for the prior tax year, skip to line 4 and enter 0.20 (20%).**

3. Portion of previous tax year credit amount reinvested in current tax year:

a. Commercial Patent Incentives Tax Credit for Use of a Patent in a Manufacturing Process or Product in West Virginia that was Developed in West Virginia from prior year. This amount is from form CPITC-1 Part C, line 5 of the previous tax year.....	3a	
b. Amount from line 3a reinvested in capital improvements to add product lines in West Virginia.....	3b	
c. Amount from line 3a reinvested in capital improvements to increase productivity in West Virginia.....	3c	
d. Sum of lines 3b and 3c.....	3d	
e. Ratio of directed reinvestment of the previous year's credit amount to the total previous year credit amount. Divide the amount on line 3d by the amount on line 3a.....	3e	0.

4. Credit percentage for Commercial Patent Incentives Tax Credit for Use of a Patent in a Manufacturing Process or Product in West Virginia. If the value on Line 3e is greater than 0.80 (80%), enter 0.30 (30%) here, otherwise enter 0.20 (20%) here..... 4 0.

5. Amount of Commercial Patent Incentives Tax Credit for Use of a Patent in a Manufacturing Process or Product in West Virginia for the current tax year. Multiply the amount on line 2 by the decimal value on line 4. Enter the resulting product here and on Part A, line 2..... 5 \$



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**PART E** Unused, Unallocated Commercial Patent Incentives Tax Credit From Prior Years

1	2	3	4	5	6
# of years period to current tax period	Tax Period Ending (MM/DD/YYYY)	Original Amount of Commercial Patent Incentives Tax Credit (CPITC)* for indicated Tax Period	CPITC used to reduce tax liability in previous years	CPITC allocated to owners in previous years	CPITC unused and unallocated (subtract the amounts in columns 4 and 5 from the amount in column 3)
9	/ /	\$	\$	\$	\$
8	/ /	\$	\$	\$	\$
7	/ /	\$	\$	\$	\$
6	/ /	\$	\$	\$	\$
5	/ /	\$	\$	\$	\$
4	/ /	\$	\$	\$	\$
3	/ /	\$	\$	\$	\$
2	/ /	\$	\$	\$	\$
1	/ /	\$	\$	\$	\$

**Total \$**

\*The Original amount of Commercial Patent Incentives Tax Credit must have been established on a form CPITC-1 for the indicated tax year.

**PART F** Unused Commercial Patent Incentives Tax Credit Allocated to Owners

Owner Name	Owner EIN/SSN	Owner %	Credit Allocated
		%	\$
		%	\$
		%	\$
		%	\$
		%	\$
		%	\$
		%	\$
		%	\$
		%	\$