

2015 Enterprise Zone Credit

CONTACTS FOR ENTERPRISE ZONE CREDIT

Arizona Commerce Authority

Website: www.azcommerce.com

Program Manager (602) 845-1200

Department of Revenue

•Tax forms and instructions •Information and assistance

Website: www.azdor.gov

Taxpayer assistance (602) 255-3381

From area codes 520 and 928, toll-free (800) 352-4090

General Instructions

Former A.R.S. §§ 43-1074 and 43-1161 provided nonrefundable individual and corporate income tax credits for net increases in qualified employment positions by a business located in a former enterprise zone.

NOTE: Former Arizona Revised Statutes (A.R.S.) §§ 43-1074 and 43-1161 are repealed effective from and after June 30, 2011. The last year that a taxpayer could establish an Enterprise Zone Credit was 2013.

All enterprise zone credits properly established can be carried forward for the remainder of their five-year carry forward period.

Specific Instructions

Complete the name and taxpayer identification number section at the top of the form. Indicate the period covered by the taxable year. Include the completed form and all supporting documentation with the tax return.

All returns, statements, and other documents filed with the department require a taxpayer identification number (TIN). The TIN for a corporation, S corporation, or a partnership is the taxpayer's employer identification number. The TIN for an individual is the taxpayer's social security number or an Internal Revenue Service individual taxpayer identification number. Taxpayers that fail to include their taxpayer identification number may be subject to a penalty.

Available Credit Carryover

The taxpayer who is utilizing the credit carryover should complete the table on the form only if its allowable enterprise zone tax credit for qualified employment positions for prior taxable years exceeded its Arizona income tax liability for those taxable years.

PARTNERSHIPS AND S CORPORATIONS THAT ELECTED TO PASS THE CREDIT THROUGH TO THEIR SHAREHOLDERS: A partnership or an S corporation that passed the credit through to its partners or shareholders must furnish each partner or shareholder with a statement indicating that the business is still located in the former enterprise zone.

Enter the taxable year(s) from which you are carrying over the credit on line 1 in columns (b) through (e). On line 2, enter the credit originally computed for that taxable year. On line 3, enter the amount of the credit from that taxable year already used. Subtract the amount on line 3 from the amount on line 2 and enter the difference on line 4.

On line 5, enter the amount of the credit that is unallowable because the business is no longer located at the location that formerly was in an enterprise zone. Subtract the amount entered on line 5 from line 4, and enter the difference on line 6.

Line 7 -

Add the amounts from columns (a) through (e) on line 6 and enter the total in column (e) on line 7. This is the total enterprise zone credit carryover available from prior taxable years.

Corporations and S corporations - enter the amount from line 7, column (e) on Form 300, Part 1, line 1, column (b).

Individuals - enter the amount from line 7, column (e) on Form 301, Part 1, line 1, column (b).