



# 2011 IA 3468 Investment Tax Credit Worksheet

Name(s)

SSN or FEIN

Tax Credit Certificate Number

1. Qualifying new investment for eligible businesses.....1. \_\_\_\_\_
2. Calculated credit. Multiply line 1 by the applicable percentage.....2. \_\_\_\_\_

## Instructions

An Investment Tax Credit can be taken by eligible businesses for qualifying new investments. The Economic Development Authority (formerly the Department of Economic Development) may approve eligible businesses for an investment tax credit under the following programs:

- Enterprise Zone Program
- Housing Enterprise Zone Program
- High Quality Job Creation Program
- High Quality Jobs Program

The credit is determined by multiplying the qualifying new investment by 10%, except for the High Quality Job Creation Program or the High Quality Jobs Program which have various rates of 1% to 10% depending on the amount of qualifying investment and number of jobs created or retained.

New investment includes the cost of machinery and equipment purchased for use in the operation of the eligible business, and the cost of improvements to real property. New investment also includes the cost of land and any buildings and structures located on the land. The credit can be taken in the year the qualifying asset is placed in service. For businesses qualified on or after July 1, 2005, under the Enterprise Zone Program, High Quality Job Creation Program, or High Quality Jobs Program the investment tax credit is amortized over a 5-year period. For the Housing Enterprise Zone Program, the credit can be taken in the year the home is ready for occupancy.

Any credit in excess of the tax liability for the tax year may be credited to the tax liability for the following seven tax years or until depleted, whichever is earlier.

Provide the tax credit certificate number included on the taxpayer's qualifying program certificate issued by the Economic Development Authority.

**The IA 148 Tax Credits Schedule  
must be completed.**

## Computation of Investment Tax Credit

**Line 1.** Enter the total amount of qualifying new investment for eligible businesses.

**Line 2.** Multiply amount on line 1 by the applicable percentage.

If the taxpayer is a C corporation, the amount in Line 2 should be placed in Column D of the IA148 Tax Credits Schedule. Use Tax Credit Code 07 (06 in the case of the Housing Investment Tax Credit) in Column A. Place the tax credit certificate number in Column B of the IA148. Any carryforward from prior year(s) with the same tax credit certificate number should be placed in Column C of the same line on the IA148. Any carryforward from prior year(s) with a different tax credit certificate number should be placed in Column C on a separate line. Use the IA148 Tax Credits Schedule to determine the allowable credit that can be claimed in the current tax year and any carryforward for future tax years or expired credits.

If the taxpayer has received the credit from a pass-through entity, place the current year amount of the credit reported on the taxpayer's K-1 in Column D of the IA148 Tax Credits Schedule. Use Tax Credit Code 07 (06 in the case of the Housing Investment Tax Credit). Place the tax credit certificate number provided by the pass-through entity in Column B of the IA148. Any carryforward from prior year(s) from the same pass-through entity with the same tax credit certificate number should be placed in Column C of the same line on the IA148. Any carryforward from prior year(s) with a different tax credit certificate number should be placed in Column C on a separate line. If an Investment Tax Credit has been received from more than one pass-through entity, each credit should be placed on a separate line in Part I of the IA148. Provide the name and FEIN of the pass-through entity for each of these credits in Part IV of the IA148. Use the IA148 Tax Credits Schedule to determine the allowable credit that can be claimed in the current tax year and any carryforward for future tax years or expired credits.

Please retain this worksheet in your files. Do not mail.