ARIZONA FORM 304

Enterprise Zone Credit

2001

For taxable year beginning _____/_____/_____, and ending _____/_____/_____

Attach to your return

Name(s) as shown on Forms 140, 140PY, 140NR, 140X, 120, 120A, 120S, 120X, or 165	Your social security number or federal employer ID number

Enterprise Zone Credit for Qualified Employees and Dislocated Workers

Part I   Business Information

1 Business name **1**
2 Business location **2**

3 (a) State withholding number **3**
   (b) Federal employer identification number ....

Part II   Available Credit Carryover

		(a)	(b)	(c)	(d)	(e)	(f)
4	Carryover credit from taxable year ending						
5	Original credit amount						
6	Amount previously used						
7	Tentative carryover - *subtract line 6 from line 5*						
8	Amount unallowable						
9	Available carryover - *subtract line 8 from line 7*						
10	Total available carryover						

Part III   Total Available Credit for Qualified Employees and Dislocated Workers

11 Total available enterprise zone credit for qualified employees and dislocated workers - *from Part II, line 10, column (f). Enter amount here and on Part XII, line 45* **11**

Enterprise Zone Credit for Qualified Employment Positions

See instructions regarding Arizona Department of Commerce certification before claiming this credit

Part IV   Business Information

12 Business name **12**
13 Business location **13**

14 (a) State withholding number **14**
   (b) Federal employer identification number ....

15 Retail sales. Does more than 10 percent of the business conducted at the location consist of selling tangible personal property at retail?
   See instructions before answering this question. ☐ Yes   ☐ No
   If the answer to this question is yes, the business is not eligible for the enterprise zone credit for qualified employment positions.

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Part V   Net increase in Qualified Employment Positions

16	Average full time employment during the current taxable year...	16	
17	Average full time employment during the immediately preceding taxable year...................................	17	
18	Net increase in qualified employment positions - *subtract line 17 from line 16*	18	

Part VI   Maximum Number of Qualified Employment Positions

19	Qualified employment positions. *Enter the number of qualified employment positions created during the taxable year*	19	
20	Net increase in qualified employment positions. - *Enter the number of qualified employment positions from Part V, line 18*..	20	
21	Maximum number of new qualified employment positions for which the business may claim a credit before application of the 35 percent enterprise zone residency requirement. *Enter the smaller of line 19 or line 20*........................	21	
22a	Number of employees in qualified employment positions for which the credit is being claimed that are enterprise zone residents on the date of hire. *See instructions*..	22a	
22b	Divide the amount on line 22a by 35 percent (.35). Enter the quotient. *See instructions*	22b	
22c	Enter the smaller of line 21 or line 22b. This is the maximum number of qualified employment positions for which the credit may be claimed after application of the enterprise zone residency requirement....................................	22c	

Part VII   Credit Calculation for Qualified Employment Positions

23   Arizona residency. Are all of the employees in qualified employment positions Arizona residents?
See instructions before answering this question.   ☐ Yes   ☐ No
If the answer to this question is no, the business is not eligible for an enterprise zone credit for those qualified employment positions filled by employees who are not Arizona residents.

		(a)	(b)	(c)	(d)
		Number of qualified employment positions	Qualifying wages	%	Allowable credit
24	Employees in first year or partial year of employment in a qualified employment position		(Maximum of $2,000 per qualified employment position) $	25%	
25	Employees in the second year of continuous employment in a qualified employment position		(Maximum of $3,000 per qualified employment position) $	33 1/3%	
26	Employees in the third year of continuous employment in a qualified employment position		(Maximum of $3,000 per qualified employment position) $	50%	
27	Totals				

Part VIII   S Corporation Credit Election and Shareholder's Share of Credit

28 The S corporation has made an irrevocable election for the taxable year ending _____/_____/_____ to:
(CHECK ONLY ONE BOX)

☐   Claim the enterprise zone credit as shown on Part VII, line 27, column (d) (for the taxable year mentioned above);

      OR

☐   Pass the enterprise zone credit as shown on Part VII, line 27, column (d) (for the taxable year mentioned above) through to its shareholders.

_____ _____ _____
Signature   Title   Date

If passing the credit through to the shareholder, complete lines 29 through 31 separately for each shareholder.
Furnish each shareholder with a copy of the completed Form 304.

29 Name of shareholder _____
30 Shareholder's TIN _____
31 Shareholder's share of the amount on Part VII, line 27, column (d) _____

Part IX   Partner's Share of Credit

Complete lines 32 through 34 separately for each partner.
Furnish each partner with a copy of the completed Form 304.

32 Name of partner _____
33 Partner's TIN _____
34 Partner's share of the amount on Part VII, line 27, column (d) _____

Part X   Available Credit Carryover

		(a)	(b)	(c)	(d)	(e)	(f)
35	Carryover credit from taxable year ending						
36	Original credit amount						
37	Amount previously used						
38	Tentative carryover - *subtract line 37 from line 36*						
39	Amount unallowable						
40	Available carryover - *subtract line 39 from line 38*						
41	Total available carryover						

Part XI   Total Available Credit for Qualified Employment Positions

42	Current year's credit for qualified employment positions - *from Part VII, line 27, column (d).* S corporation shareholders - *from Part VIII, line 31.* Partners of a partnership - *from Part IX, line 34*..	**42**	
43	Available credit carryover - *from Part X, line 41, column (f)*..	**43**	
44	Total available enterprise zone credit for qualified employment positions - *add lines 42 and 43. Enter total here and on Part XII, line 46*...	**44**	

Part XII   Total Available Credit for Qualified Employees, Dislocated Workers, and Qualified Employment Positions

45	Total available credit for qualified employees and dislocated workers - *from Part III, line 11.*	**45**	
46	Total available credit for qualified employment positions. - *from Part XI, line 44*...	**46**	
47	Total available enterprise zone credit - *add lines 45 and 46. Enter total here and on Form 300, Part I, line 2 or Form 301, Part I, line 2*..	**47**	

Form 304-1 (2001) — New Hires

If the business has more than 25 new employees, complete additional Form(s) 304-1. (a) Employee name	(b) Social security number	(c) Date of hire	(d) Was employee an enterprise zone resident on date of hire? (See instructions) Yes/No	(e) Is this employee in a new qualified employment position? Yes/No
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Form 304-2 (2001)

Employees in Qualified Employment Positions

If the business has more than 12 employees in qualified employment positions, complete additional Form(s) 304-2. (a) Arizona resident employee names	(b) Social security number	(c) Check the appropriate box. This employee is a:			(d) Total wages paid to this employee during the current taxable year	(e) Maximum allowable wages: Enter the lesser of column (d) or the maximum allowed below.		
		1st year employee c1	2nd year employee c2	3rd year employee c3		year 1 $2,000 e1	year 2 $3,000 e2	year 3 $3,000 e3
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13 Total - Add lines 1 through 12. Enter the total here.								

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