

**2006 Nonrefundable Corporate Tax Credits and Recapture**

Obtain additional information or assistance, tax forms and instructions, and copies of tax rulings and tax procedures by contacting one of the numbers listed below:

Phoenix	(602) 255-3381
From area codes 520 and 928, toll-free	(800) 352-4090
Form Orders	(602) 542-4260
Recorded Tax Information	
Phoenix	(602) 542-1991
From area codes 520 and 928, toll-free	(800) 845-8192
Hearing impaired TDD user	
Phoenix	(602) 542-4021
From area codes 520 and 928, toll-free	(800) 397-0256

Obtain tax rulings, tax procedures, tax forms and instructions, and other tax information by accessing the department's Internet home page at [www.azdor.gov](http://www.azdor.gov).

**General Instructions**

Form 300 may only be used by corporate taxpayers. Individual taxpayers must use Form 301 to claim tax credits.

Corporate taxpayers use this form to summarize their total available nonrefundable tax credits, to determine the application of the available nonrefundable tax credits, and to calculate their tax liability related to recapture of tax credits.

**Specific Instructions**

Enter the taxpayer name and employer identification number as shown on Form 120, 120A, 120S, or 120X. Indicate the period covered by the taxable year.

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

**Part I - Nonrefundable Tax Credits**

Complete Part I to determine the total amount of available nonrefundable tax credits. The available tax credit amount for a particular credit is the total of the current taxable year's credit and any unused credit carryovers from prior taxable years. On lines 1 through 17, enter the available tax credit amount for each of the credits listed.

**Line 1 - Defense Contracting Credits**

Enter the amount from Form 302, Part VIII, line 32.

**Line 2 - Enterprise Zone Credit**

Enter the amount from Form 304, Part X, line 36.

**Line 3 - Environmental Technology Facility Credit**

Enter the amount from Form 305, Part VII, line 42.

**Line 4 - Military Reuse Zone Credit**

Enter the amount from Form 306, Part IX, line 44.

**Line 5 - Credit for Increased Research Activities**

Enter the amount from Form 308, Part VII, line 51.

**Line 6 - Pollution Control Credit**

Enter the amount from Form 315, Part V, line 32.

**Line 7 - Credit for Taxes Paid for Coal Consumed in Generating Electrical Power**

Enter the amount from Form 318, Part IV, line 14.

**Line 8 - Credit for Solar Hot Water Heater Plumbing Stub Outs and Electric Vehicle Recharge Outlets**

Enter the amount from Form 319, Part VII, line 32.

**Line 9 - Credit for Employment of TANF Recipients**

Enter the amount from Form 320, Part VIII, line 31.

**Line 10 - Agricultural Pollution Control Equipment Credit**

Enter the amount from Form 325, Part V, line 32.

**Line 11 - Neighborhood Electric Vehicle (NEV) Credit**

Enter the amount from Form 328, Part I, line 1.

**Line 12 - Credit for Donation of School Site**

Enter the amount from Form 331, Part V, line 25.

**Line 13 - Credit for Healthy Forest Enterprises**

Enter the amount from Form 332, Part VIII, line 44.

**Line 14 - Credit for Employing National Guard Members**

Enter the amount from Form 333, Part VI, line 22.

**Line 15 - Credit for Motion Picture Production Costs**

Enter the amount from Form 334, Part VII, line 32.

**Line 16 - Credit for Corporate Contributions to School Tuition Organizations**

Enter the amount from Form 335, Part IV, line 24

**Line 17 - Credit for Solar Energy Devices – Commercial and Industrial Applications**

Enter the amount from Form 336, Part IX, line 46.

**Line 18 - Total Available Nonrefundable Tax Credits**

Add lines 1 through 17. Enter the total. This is the total amount of all nonrefundable tax credits available for use by the taxpayer.

**Part II - Application of Nonrefundable Tax Credits**

Complete Part II to figure any recapture. Also complete Part II to determine which tax credits you will claim and the portion of the available tax credit amount from Part I that you will claim for a particular tax credit.

**Note for corporate partners:** Partnerships with corporate partners must notify those partners if a credit that the partnership passed through must be recaptured. The partnership should provide the amount of recapture to its partners. Each relevant credit form has a section devoted to this purpose. The corporate partners must then include any of these recapture amounts in the amount of recapture it computes on Form 300.

**Line 19 -**

Enter the amount of tax as follows:

If you filed Form:	See page:	Line number:
120	1	16
120A	1	8
120S	1	12
120X	1	16(c)

**Line 20 -**

Enter the amount of tax due from recapture of the environmental technology facility credit on Form 305, Part V, line 23.

**Line 21 -**

Enter the amount of tax due from recapture of the neighborhood electric vehicle credit on Form 328, Part VI, line 19.

**Line 22 -**

Enter the amount of tax due from recapture of the credit for healthy forest enterprises from Form 332, Part IX, line 35.

**Line 24**

Add lines 20 through 23. Enter the total here and on your income tax form, as follows:

If you filed Form:	See page:	Line number:
120	1	17
120A	1	9
120S	1	13
120X	1	17(c)

**Line 25 -**

Add lines 19 and 24. Enter the total. This is the amount of tax to which the Clean Elections Fund tax reduction may be applied.

**Line 26 -**

Enter the amount of the Clean Elections Fund tax reduction from Form 120, page 1, line 19; or Form 120A, page 1, line 11; or Form 120S, page 1, line 15; or Form 120X, page 1, line 19(c).

**Line 27 -**

Subtract line 26 from line 25. Enter the difference. This is the maximum amount to which the total amount of nonrefundable tax credits claimed by the taxpayer may be applied.

**Nonrefundable Tax Credits Claimed:** The total amount of nonrefundable tax credits claimed by the taxpayer cannot exceed the amount entered on line 27. In order for the taxpayer to determine which tax credit(s) to claim and the amount to claim for a particular tax credit, the taxpayer must

consider any limitations on the allowable amount of a particular tax credit and whether the unused portion of a particular tax credit may be carried forward.

**Line 28 - Defense Contracting Credits**

There are two tax credits for qualified defense contractors. The unused portion of both tax credits from taxable years open under the statute of limitations as of August 9, 2001, may be carried forward until taxable years beginning from and after December 31, 2011, regardless of continuing certification as a qualified defense contractor. Enter the amount claimed.

**Line 29 - Enterprise Zone Credit**

The unused portion of this tax credit may be carried forward for five succeeding taxable years, provided the business remains in the enterprise zone. If the business relocates outside of the enterprise zone, the carryover of the tax credit is lost. EFFECTIVE FOR TAXABLE YEARS BEGINNING FROM AND AFTER DECEMBER 31, 2000: If the enterprise zone is terminated, the business may carry forward the unused portion of this tax credit if the business remains at the location that formerly was in an enterprise zone. Enter the amount claimed.

**Line 30 - Environmental Technology Facility Credit**

The unused portion of this tax credit may be carried forward for fifteen succeeding taxable years. If the taxpayer is subject to the tax related to recapture of this tax credit for the facility, the carryover of the tax credit is reduced by the percentages listed in the Form 305 instructions.

The portion of the available credit amount from Part I, line 3 that may be claimed by the taxpayer is limited to 75 percent of the amount of tax entered on line 27. Enter the amount claimed.

**Line 31 - Military Reuse Zone Credit**

The unused portion of this tax credit may be carried forward for five succeeding taxable years if the business remains in the military reuse zone. If the business relocates outside of the military reuse zone, the carryover of the tax credit is lost. Enter the amount claimed.

**Line 32 - Credit for Increased Research Activities**

The unused portion of this tax credit may be carried forward for fifteen succeeding taxable years. Effective for taxable years beginning from and after December 31, 2000: The unused portion of the conversion credit carryover may be carried forward for fifteen succeeding taxable years from the taxable year in which the excess qualified research expenses were incurred.

Enter the total amount claimed.

**Line 33 - Pollution Control Credit**

The unused portion of this tax credit may be carried forward for five succeeding taxable years. Enter the amount claimed.

**Line 34 - Credit for Taxes Paid for Coal Consumed in Generating Electrical Power**

The unused portion of this tax credit may be carried forward for five succeeding taxable years. Enter the amount claimed.

**Line 35 - Credit for Solar Hot Water Heater Plumbing Stub Outs and Electric Vehicle Recharge Outlets**

The unused portion of this tax credit may be carried forward for five succeeding taxable years. Enter the amount claimed.

**Line 36 - Credit for Employment of TANF Recipients**

The unused portion of this tax credit may be carried forward for five succeeding taxable years. Enter the amount claimed.

**Line 37 - Agricultural Pollution Control Equipment Credit**

The unused portion of this tax credit may be carried forward for five succeeding taxable years. Enter the amount claimed.

**Line 38- Neighborhood Electric Vehicle (NEV) Credit**

Enter the amount of the unused tax credit carryover claimed.

**Line 39- Credit for Donation of School Site**

The unused portion of this tax credit may be carried forward for five succeeding taxable years. Enter the amount claimed.

**Line 40 – Credit for Healthy Forest Enterprises**

The unused portion of this tax credit may be carried forward for five succeeding taxable years. Enter the amount claimed.

**Line 41 - Credit for Employing National Guard Members**

The unused portion of this tax credit may be carried forward for five succeeding taxable years. Enter the amount claimed.

**Line 42 – Credit for Motion Picture Production Costs**

The unused portion of this tax credit may be carried forward for five succeeding taxable years. Enter the amount claimed.

**Line 43 - Credit for Corporate Contributions to School Tuition Organizations**

The unused portion of this tax credit may be carried forward for five succeeding taxable years. Enter the amount claimed.

**Line 44 - Credit for Solar Energy devices Commercial and Industrial Applications**

The unused portion of this tax credit may be carried forward for five succeeding taxable years. Enter the amount claimed.

**Line 45 - Total Nonrefundable Tax Credits Claimed**

Add lines 28 through 44. Enter the total. This amount cannot exceed the amount entered on line 27. Enter the amount from this line on your income tax form, as follows:

If you filed Form:	See page:	Line number:
120	1	20
120A	1	12
120S	1	16
120X	1	20(c)