

2014 Recycling Equipment Credit

Phone Numbers

For information or help, call one of the numbers listed:

Phoenix (602) 255-3381
From area codes 520 and 928, toll-free (800) 352-4090

Tax forms, instructions, and other tax information

If you need tax forms, instructions, and other tax information, go to the department's website at www.azdor.gov.

Income Tax Procedures and Rulings

These instructions may refer to the department's income tax procedures and rulings for more information. To view or print these, go to our website and click on *Legal Research* then click on *Procedures* or *Rulings* and select tax a type from the drop down menu.

Publications and Brochures

To view or print the department's publications and brochures, go to our website and click on *Publications*.

General Instructions

The recycling equipment credit for an individual was repealed effective for taxable years beginning from and after December 31, 2002. Individuals cannot claim any *new* credits. A partnership cannot generate and pass a new credit through to its individual partners.

Individuals can continue to carry the credit forward, if the credits were claimed in taxable years beginning prior to January 1, 2003.

The portion of the unused credit carryovers relating to that recycling equipment is lost if either of the following apply.

- If the recycling equipment ceases to be recycling equipment; or
- Is transferred to another person.

The portion of the total available credit carryover that may be claimed by the individual taxpayer is limited to the *smaller* of the following amounts.

- 25% of the amount of tax entered on Arizona Form 301, Part 2, line 39; or
- \$5,000.

Line-by-Line Instructions

Complete the name and social security number (SSN) section at the top of the form. Indicate the period covered by the taxable year. Include the completed form with the tax return.

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

Available Credit Carryover

Lines 1 through 5

Use lines 1 through 5 to figure your total available credit carryover from taxable years 1999 through 2002. Complete these lines if you claimed the credit on a tax return for taxable years beginning before January 1, 2003, and your credit was more than your tax.

- In column (b), enter the credit originally computed for that taxable year listed in column (a).
- In column (c), enter the amount of the credit from that taxable year which you have already used.
- Subtract the amount in column (c) from column (b) and enter the difference in column (d).
- In column (e), enter the amount of the carryover that is unallowable because the recycling equipment ceased to be recycling equipment or the credit was transferred to another person.
- Subtract the amount in column (e) from the amount in column (d) and enter the difference in column (f).
- Add the amounts entered on lines 1 through 4 in column (d). Enter the total on line 5, column (d).

Enter the total from line 5, column (d), on Arizona Form 301, Part 1, line 4, column (b).