

Department of Taxation and Finance

## Claim for QEZE Tax Reduction Credit

**CT-604** 

Tax Law – Article 1, Section 16; Article 9-A, Section 210-B.6; and Article 33, Section 1511(s)

Note: You must file all pages (1 through 7) with your return. All taxpayers must complete the information below and then complete either Section 1 (pages 1 through 3) or Section 2 (pages 5 through 7). Do not complete both sections. All filers must enter tax period: beginning Legal name of corporation Employer identification number (EIN) Name of empire zone(s) File this form with your corporation franchise tax return Form CT-3, CT-3-A, CT-3-S, CT-33, CT-33-NL, or CT-33-A. Mark an X in the appropriate box when answering Yes or No questions. Are you a QEZE first certified between August 1, 2002 and March 31, 2005, that conducts its operations on real property it owns or leases that is located in an empire zone (EZ) and that is subject to a BCA executed prior to January 1, 2006?..... Yes ● Section 1 – For QEZEs first certified prior to April 1, 2005 (see Important information in the instructions) Date of first certification by Empire State Development (mm-dd-yy; attach copies of all Certificates of Eligibility, including retention certificates) Schedule A – Employment test for QEZEs first certified prior to April 1, 2005 (see instructions) Part 1 - EZ employment - Computation of the employment number within all EZs for the current tax year and in the five-year base period: Include employees within all EZs even if you are not certified in all of those zones (see instructions). Current tax year employment number March 31 June 30 September 30 December 31 Total Number of full-time employees within all EZs Base period employment number Tax year ending June 30 September 30 December 31 Total (mm-yy) a Number in base year 1 b Number in base year 2 c Number in base year 3 Number in base year 4 d e Number in base year 5 Total number of full-time employees within all EZs in the base period...... 3 Does the amount on line 1 equal or exceed the amount on line 2? (see instructions)..... Part 2 - New York State employment outside all EZs - Computation of the employment number inside New York State and outside all EZs (whether or not you are certified in all of those EZs) for the current tax year and in the five-year base period (see instructions) September 30 December 31 Current tax year employment number March 31 June 30 Number of full-time employees inside New York State and outside all EZs 4 Current tax year employment number inside New York State and outside all EZs (do not round) ...... Base period employment number March 31 June 30 September 30 December 31 Total Tax year ending (mm-yy) a Number in base year 1 b Number in base year 2 С Number in base year 3 d Number in base year 4 Number in base year 5 е Total number of full-time employees inside New York State and outside all EZs in the base period ...... 6 Does the amount on line 4 equal or exceed the amount on line 5? (see instructions)..... Yes

Test y	rear to	_ (mm-yy)	March 31	June 30	September 30	December 31	Total
Numl	per of full-time employees within	n the EZs					
<b>7</b> Te	est year employment number w	ithin the EZ	s in which you	are certified (	see instructions)	• 7	
Sche	dule C – Employment ii	ncrease f	actor (see in	structions)			
	urrent tax year employment nu			•	•		
	est year employment number wubtract line 9 from line 8		-				
<b>11</b> D	ivide line 10 by line 9 (carry result	to four decimal	places; if line 9 is z	ero and line 8 is q	reater than zero, ente	r 1.0 here) 11	
	ivide line 10 by line 9 (carry result ivide line 10 by 100 (carry result			-			
<b>12</b> D	• • • • • • • • • • • • • • • • • • • •	to four decin	nal places)			12	
<b>12</b> D	ivide line 10 by 100 (carry result	to four decin	nal places)			12	
12 D 13 E	ivide line 10 by 100 (carry result	to four decin er the greater	nal places) of line 11 or 12, k	but not more tha		12	
12 D 13 E	ivide line 10 by 100 (carry result mployment increase factor (ent	to four decin er the greater	nal places) of line 11 or 12, k	but not more tha	n 1.0; also enter on	12	B New York State
12 D 13 E Sche	ivide line 10 by 100 (carry result mployment increase factor (ent	to four deciner the greater	nal places) of line 11 or 12, b see instructio	but not more tha	n 1.0; also enter on	12   line 21) 13	_
12 D 13 E Sche 14 A	ivide line 10 by 100 (carry result mployment increase factor (enterdule D – Zone allocation)	to four deciner the greater  n factor (  estructions)  column A by	nal places) of line 11 or 12, b see instructio	but not more thanns)  This is a second to the second to th	n 1.0; also enter on	12   line 21) 13	_

executive officers (see instructions)....

places; enter here and on line 22) .....

EZ payroll factor (divide line 16, column A by line 16, column B; carry result

19 Zone allocation factor (divide line 18 by two; carry result to four decimal

16

17

18

19

(continued)



Pa	rt 1 – Com	putation of (	QEZE tax red	uction credit			instructions)
20	Tax year of	the business	tax benefit perio	od; b	enefit period factor (from table below)	20	
21	Employme	nt increase fac	ctor (from line 13)			21	
22	Zone alloca	ation factor (fro	om line 19)			• 22	
			,				
24	QEZE tax	eduction cred	it (multiply line 20	by line 21 by line	e 22 by line 23)	• 24	
a	rt 2 – Appl	ication of Q	EZE tax reduc	ction credit (s	see instructions)		
25	Enter your	franchise tax l	before credits (s	ee instructions) .		• 25	
26	Tax credits	claimed befor	e the QEZE tax	reduction cred	it (if applying multiple credits on your		
	franchise	tax return, see ii	nstructions)			• 26	
27	Subtract lin	e 26 from line	25			• 27	
28	Enter appr	opriate tax:					
	Article 9-A	– If line 19 equ	ials 1.0, enter <b>0</b> .	If line 19 is less	than 1.0, see instructions		
	Article 33 -	Enter <b>250</b>					
	Article 33 c	ombined – Mu	ultiply number of	f taxable filers i	n combined group by 250	• 28	
29	Credit limit	ation (subtract l	line 28 from line 2	7)		• 29	
30	QEZE tax	eduction credi	it used (see instr	uctions)		• 30	
		Benefit perio	d factor table*		* For taxpayers first certified prior to reduction credit is generally availal	April 1, 2005, the Q	EZE tax s for taxpavers
٦	ax year of	Benefit period	Tax year of	Benefit period	that continue to qualify.		
be	nefit period	factor **	benefit period	factor **	**For an owner of a qualified investr	ment project or a sigi	nificant capital
	1 - 10	1.0	13	0.4	investment project, the benefit per	riod factor will be 1.0	during the
	11	0.8	14	0.2	entire business tax benefit period.		
	12	0.6	15	0.0	Find the tax year of your business to period factor for that year (from Ben	ax benefit period. En efit period factor tab	ter the benefit <i>le</i> ) on line 20.
		– Related e					
			ny related busin estructions to de		ach additional sheets if necessary.  utity is related.		
			Na	me		EIN	
_							
_							
					Es first certified prior to Augu		



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## Claim for QEZE Tax Reduction Credit

Section 2 – For QEZEs first certified on or after April 1, 2005 (see Important information in the instructions)

Note: You must file all pages (1 through 7) with your return. All taxpayers must complete the information above Section 1 on page 1 and then complete either Section 1 (pages 1 through 3) or Section 2 (pages 5 through 7). Do not complete both sections.

		All filers mu	st enter tax per			ending
Legal name of corporation				[	Employer identificati	ion number (EIN)
Name of empire zone(s)						
Name of empire zone(s)						
File this form with your corporation	franchise tax re	turn Form CT-3	3, CT-3-A, CT-3	S, CT-33, CT-	33-NL, or CT-33-A	
Date of first contification by Empire	o Ctata Davida	anaant (		-f - !! Ot:5 t -		
Date of first certification by Empir including retention certificates)	-					
Schedule H – Employmer	nt test for QI	EZEs first c	ertified on	or after Apr	il 1, 2005 (see	instructions)
Part 1 – EZ employment – Co	omputation of th	e emplovment	number within	all EZs for the	current tax vear	and in the four-vear base
period: Include employees within						, , , , , , , , , , , , , , , , , , , ,
Current tax year employment nu	mber	March 31	June 30	September 3	0 December 31	Total
Number of full-time employees w				·		
31 Current tax year employmen		all EZs (do not	round; see instru	uctions)	• 31	
Base period employment number	Tax year ending (mm-yy)	March 31	June 30	September 3	0 December 31	Total
a Number in base year 1	( ),,					
b Number in base year 2						
c Number in base year 3						
d Number in base year 4						
e Total number of full-time emp	loyees within al	I EZs in the bas	se period			
32 Base period employment nui			-			
		`		,		
33 Does the amount on line 31	exceed the amo	ount on line 32	? (see instruction	ns)	33	Yes No
Part 2 - New York State emp	oloyment – Co	mputation of th	ne employment	number in Ne	w York State for tl	he current tax year and in
the four-year base period (see inst	tructions)					
Current tax year employment nu	mber	March 31	June 30	September 3	0 December 31	Total
Number of full-time employees in						
34 Current tax year employmen	t number in Nev	w York State (de	o not round)		• 34	
Base period employment number	Tax year ending (mm-yy)	March 31	June 30	September 3	0 December 31	Total
a Number in base year 1						
b Number in base year 2						
c Number in base year 3						
d Number in base year 4						
e Total number of full-time emp	loyees in New \	ork State in the	e base period.			
35 Base period employment nui	mber in New Yo	rk State (do not	t round)		• 35	
36 Does the amount on line 34	exceed the amo	ount on line 35	? (see instruction	ns)		Yes No



Number of full-time employees within the EZs in which you are certified (see instructions)  37  Test year employment number within the EZs in which you are certified (see instructions)  38  Current tax year employment number within the EZs in which you are certified (see instructions)	Tes	t year to	(mm-yy)	March 31	June 30	September 30	December 31	Total
Schedule J – Employment increase factor (see instructions)  38  39  39  Test year employment number within the EZs in which you are certified (see instructions)	Nu	mber of full-time employees w	vithin the EZs					
Current tax year employment number within the EZs in which you are certified (see instructions)	37	Test year employment number	er within the EZ	s in which you	are certified (s	see instructions)	• 37	
9 Test year employment number within the EZs in which you are certified (from line 37)	c	nedule J – Employmen	t increase f	actor (see in	structions)			
Subtract line 39 from line 38	8	Current tax year employmen	t number within	the EZs in whi	ich you are cer	tified (see instruc	etions) • 38	
Divide line 40 by line 39 (carry result to four decimal places; if line 39 is zero and line 38 is greater than zero, enter 1.0 here)	-			•	•	,		
2 Divide line 40 by 100 (carry result to four decimal places)	-							
A PROVIDE COMPANY AND THE PROPERTY OF THE PROP	-	•		•	-			
A Average value of property (see instructions)  4 Average value of property (see instructions)  5 EZ property factor (divide line 44, column A by line 44, column B; carry result to four decimal places)  6 Wages and other compensation of employees, excluding general executive officers (see instructions)  7 EZ payroll factor (divide line 46, column A by line 46, column B; carry result to four decimal places)  8 Total EZ factors (add lines 45 and 47)  4 B  A B  EZ  New York State  44  45  45  45  46  47  47  48	2	Divide line 40 by 100 (carry re	esuit to tour aecin	nai piaces)			4/	
A PEZ New York State  A Average value of property (see instructions) 44  5 EZ property factor (divide line 44, column A by line 44, column B; carry result to four decimal places) 45  6 Wages and other compensation of employees, excluding general executive officers (see instructions) 46  7 EZ payroll factor (divide line 46, column A by line 46, column B; carry result to four decimal places) 47  8 Total EZ factors (add lines 45 and 47) 48	3	Employment increase factor						
A PEZ New York State  4 Average value of property (see instructions) 44  5 EZ property factor (divide line 44, column A by line 44, column B; carry result to four decimal places) 45  6 Wages and other compensation of employees, excluding general executive officers (see instructions) 46  7 EZ payroll factor (divide line 46, column A by line 46, column B; carry result to four decimal places) 47  8 Total EZ factors (add lines 45 and 47) 48	3	Employment increase factor						
A Average value of property (see instructions)  EZ New York State  4 Average value of property (see instructions)  EZ property factor (divide line 44, column A by line 44, column B; carry result to four decimal places)  Wages and other compensation of employees, excluding general executive officers (see instructions)  EZ New York State  45  6 Wages and other compensation of employees, excluding general executive officers (see instructions)  EZ Payroll factor (divide line 46, column A by line 46, column B; carry result to four decimal places)  47  Total EZ factors (add lines 45 and 47)  48			(enter the greate	r of line 41 or 42,	but not more th			
5 EZ property factor (divide line 44, column A by line 44, column B; carry result to four decimal places)			(enter the greate	r of line 41 or 42,	but not more th			
to four decimal places)			(enter the greate	r of line 41 or 42,	but not more th	an 1.0; also enter	on line 51) 43	_
Wages and other compensation of employees, excluding general executive officers (see instructions)	c	nedule K – Zone alloca	tion factor (	r of line 41 or 42, see instructio	but not more th	an 1.0; also enter	on line 51) 43	_
to four decimal places)	cl	Average value of property (se EZ property factor (divide line	ee instructions)	r of line 41 or 42, 'see instructio	but not more th	an 1.0; also enter	on line 51) 43	_
8 Total EZ factors (add lines 45 and 47)	4 5	Average value of property (se EZ property factor (divide line to four decimal places)	ee instructions) 44, column A by	r of line 41 or 42,  //see instructio	but not more th	44 45	on line 51) 43	_
	6 6	Average value of property (see EZ property factor (divide line to four decimal places)	ee instructions) 44, column A by tion of employer ructions) 6, column A by lir	r of line 41 or 42,  See instruction  line 44, column E es, excluding g me 46, column B;	but not more the ens)  3; carry result eneral carry result	44 45 46	on line 51) 43	_
9 Zone allocation factor (divide line 48 by two; carry result to four decimal	36 4 5 6	Average value of property (see EZ property factor (divide line to four decimal places)	ee instructions) 44, column A by tion of employer ructions)	r of line 41 or 42,  See instruction  line 44, column E  es, excluding g  ne 46, column B;	but not more the nos)  3; carry result teneral carry result	44 45 46 47	on line 51) 43	_

(continued)



51	Employment increase factor (from line 43)	51	
52	Zone allocation factor (from line 49)	52	
53	Tax factor (see instructions)	53	
54	QEZE tax reduction credit (multiply line 50 by line 51 by line 52 by line 53)	54	
Do	rt 2 Application of OE7E tox reduction gradit (and instructions)		
Ра	rt 2 – Application of QEZE tax reduction credit (see instructions)		
55	Enter your franchise tax before credits (see instructions)	55	
	Tax credits claimed before the QEZE tax reduction credit (if applying multiple credits on your	33	
30		EG	
<b>5</b> 7	franchise tax return, see instructions)		
	Subtract line 56 from line 55.	57	
50	Enter appropriate tax:		
	Article 9-A – If line 49 equals 1.0, enter <b>0</b> . If line 49 is less than 1.0, see instructions		
	Article 33 – Enter <b>250</b>		
	Article 33 combined – Multiply number of taxable filers in combined group by 250		
	Credit limitation (subtract line 58 from line 57)		
60	QEZE tax reduction credit used (see instructions)	60	
Sc	hedule M – Related entities		
List	t the names and EINs of any related business entities. Attach additional sheets if necessary.		
See	e Related persons in the instructions to determine if an entity is related.		
See		FIN	
See	Name	EIN	
See		EIN	

**Schedule L – QEZE tax reduction credit** (New York S corporations do not complete Schedule L; see instructions)

Part 1 – Computation of QEZE tax reduction credit

