



2016 Enterprise Zone Credit and Carryforward Schedule

(See form which starts on the next page)

General Instructions

Use this form to calculate enterprise zone credits earned in the current tax year and to report any carryforward amounts from previous years for any applicable carry-back amounts. Total non-refundable credit claimed cannot exceed the statutory limit or current-year tax liability. Any taxpayer who claims an enterprise zone credit is automatically required to file their returns electronically (e-file) on Form 1041, C.R.E.D. and most software products and tax preparers have the ability to meet this requirement. Revenue Online can also be used to file your return and electronically. If you are unable to file electronically, attach the 2016 1089 schedule and any supporting documentation to your paper return.

Be certain to submit copies of certification forms or awards generated from the E.Z. Tax Credit online system with your returns. Read FTD publications Income 10, 11, 20, 23, 24, 27 and 34 to learn specific information about the enterprise zone program and the limitations imposed upon the credit. Additional information is available at www.RevenueConnect.com/EZ.

Follow the instructions and use the example below to report earned enterprise zone credits from a previous year to file an applicable carryback. List only the carryforward or carryback amount, not the full credit amount generated for that year. If more than 5 years of carryforward-year credits are being utilized, attach a supplemental spreadsheet. Complete the year 2017 and the dollar amount of the carryforward-year for each year.

Follow the instructions to calculate the credit amounts that will be used to offset your tax liability. Only use current year credit generated once carryforward credit has been exhausted.

Example of Carryforward Credit Reporting

Composite filings: Complete form 201 1089 to reflect the appropriate credits for the composite members.

Pass-through entities: Form 201 1089 must be completed by the pass-through entity to calculate the credits available for pass-through. Use Form 201 2070M to report any enterprise zone credits that are being distributed to investment owners. Furthermore, each recipient of pass-through credit must complete form 201 1089 to claim their portion of the credit that is identified in form 201 2070M. If you are using a credit received from a pass-through entity, complete line 12 on the non-proprietary schedule for the E.Z. in amount number of the pass-through entity for each credit you are claiming.

Important information regarding the refundable investment tax credit for renewable energy investments: The \$750,000 cap is applicable at the partnership or pass-through entity level. The combination of credits claimed and used by investment owners and any composite members cannot exceed \$750,000 for a tax year.

Example: Reporting carryforward credit

In 2010 you generated \$1,000 of investment credit that you were unable to use (2010) and are carrying that forward. In 2011 you generated \$1,000 and in 2014 you generated \$1,000. You have a \$1,000 tax liability this year to apply your carryforward credit against. Enter the amount you are carrying forward on line 12 for the credit credit. Enter the amount of credit you are using against your current tax liability in row 12, beginning with the third credit line. Finally, enter the difference between the amount you have to carry forward and the amount you use in row 13. This will be the amount you have remaining to carry forward next year. For the investment Tax Credit, carrybacks must be reported the same way. Enter the year the credit was generated, how much is being used to credit liability, and the difference which can be carried to another tax year.

The limited Tax Credit carryback is available for 12 years (See example 2)

	2010	2011	2014	20	20	Total
A. Amount of Carryforward Available	\$900	\$1,000	\$1,000	\$0	\$0	\$1,000
B. Amount of Credit Received from a Pass-Through Entity	\$0	\$0	\$0	\$0	\$0	\$0
C. Amount of Credit Used Against Line 12	\$900	\$1,000	\$1,000	\$0	\$0	\$4,000
D. The sum of rows a, and b, minus row c, carryforward to the next year	\$0	\$0	\$1,000	\$0	\$0	\$1,000
Pass-Through Entity EFIN			Pass-Through Entity Account Number			