



# ***ENHANCED ENTERPRISE ZONE TAX CREDIT PROGRAM***

---

## **Annual Tax Credit Application & Instructions February 2011**

Missouri Department of Economic Development  
BCS Finance Management  
301 W. High Street, Room 770  
P.O. Box 118  
Jefferson City, MO 65102-0118  
Phone: 573-522-4216 Fax: 573-522-4322  
[www.missouridevelopment.org](http://www.missouridevelopment.org)  
E-mail: [grey.jackson@ded.mo.gov](mailto:grey.jackson@ded.mo.gov)  
or  
Email : [carol.shoemaker@ded.mo.gov](mailto:carol.shoemaker@ded.mo.gov)



## CHECKLIST FOR APPLYING FOR TAX CREDITS

(INCLUDE WITH APPLICATION EVERY YEAR BENEFITS ARE REQUESTED)

### YEAR 1

Annual Application for Tax Credits		
Supplemental Information Form		
New Employee & New Investment Calculation Forms		
Itemized Investment List (Include Base Year & Year Filing)		
Current Employment Information (Include Base Year & Year Filing Employees & <u>Actual Salary paid</u> )		
Copy of Health Benefits provided to Employees		
Copy of Lease (and proof of payment if lease rate is calculated monthly)		
Copy of executed Memorandum of Understanding (if not previously submitted)		
YES	NO	Did the business receive property tax abatement of at least 50% for the tax year applying?
YES	NO	If leasing, did the property owner receive the property tax abatement for the tax year applying?

### YEARS 2 – 5

Annual Application for Tax Credits		
New Employee & New Investment Calculation Forms		
Itemized Investment List (Year Filing)		
Current Employment Information (Employee & <u>Actual Salary</u> paid for Year Filing)		
Copy of Health Benefits provided to Employees (if benefits have changed from previous year(s))		
Proof of payment if lease rate is calculated monthly		
Copy of executed Memorandum of Understanding (if not previously submitted)		
YES	NO	Did the business receive property tax abatement of at least 50% for the tax year applying?
YES	NO	If leasing, did the property owner receive the property tax abatement for the tax year applying?

**Effective August 28, 2005, and pursuant to Section 620.1900, RSMo, this tax credit program is subject to a fee of 2.5% of the amount of tax credits issued. Applicants will be invoiced for the fee after the tax credit application has been approved. Tax credits will be issued upon receipt of the fee.**



**ENHANCED ENTERPRISE ZONE - ANNUAL APPLICATION FOR TAX CREDITS**

**Tax Period of Company (Please specify if tax period is calendar or fiscal – by entering the dates of your tax period)**

<b>Calendar</b>	Year for tax credits to begin	<b>Fiscal Year</b>	Beginning	Ending
Business Name			Federal Tax ID (FEIN)	
Address of Project Facility			UI Account #	
City	County	Zip Code (9 digit)	<b>Missouri</b>	

**CONTACT INFORMATION (PLEASE PROVIDE TWO PEOPLE THAT DIRECTLY DEAL WITH TAX CREDITS FOR YOUR BUSINESS)**

Business / Facility Contact			Title	
Address		City	State	Zip Code
Telephone Number	Fax Number	E-mail		
Preparer Contact Person			Title	
Address		City	State	Zip Code
Telephone Number	Fax Number	E-mail		

**OTHER FACILITY ADDRESS(ES) (ATTACH ADDITIONAL SHEET IF NEEDED)**

Headquarters Address (if different than project facility)	City	State	Zip Code
Other Missouri Facility Address	City	Zip Code	UI Account #
Other Missouri Facility Address	City	Zip Code	UI Account #

**TYPE OF BUSINESS**

<b>C Corp</b>	<b>S Corp</b>	<b>LLC</b>	<b>Sole Proprietor</b>	<b>Partnership</b>	<b>Other _____</b>
---------------	---------------	------------	------------------------	--------------------	--------------------

If the taxpayer is a Partnership, S-Corporation, or other entity with a flow through tax treatment, identify the names, social security numbers, and proportionate share of ownership of each beneficiary, partner or shareholder on the last day of the tax period. Aggregate proportionate percent of total ownership may not exceed 100%. Attach separate sheet if necessary.

Name(s)	Social Security Numbers	% Ownership Year End

<p>Per <b>Section 285.530 RSMo</b>, any business receiving <b>must</b> enroll in the E-Verify Program. The program is designed to provide employment status information to determine the eligibility of applicants for employment. Currently an employer's participation in E-Verify is <b>FREE</b>.</p>	<p>To access E-Verify website, go to:  <a href="https://e-verify.uscis.gov/enroll/">https://e-verify.uscis.gov/enroll/</a></p>		
	<p>Have you certified all new employees, through E-Verify, are authorized to work in the U.S.?</p>	YES	NO

## CERTIFICATION

I, the undersigned, acting on behalf of the Company named below, hereby certify and agree to the following:

- The information submitted by the Company to DED in connection with the Project is true and correct and such information is consistent with documents provided to lenders, other government programs, or investors. The Company hereby authorizes DED to verify such information from any source;
- Neither the Company nor any person identified in the application:
  - a) Has committed a felony, is currently under indictment for a felony, or is currently on parole or probation;
  - b) Is delinquent with respect to any non-protested federal, state or local taxes or fees;
  - c) Has filed (or is about to file) for bankruptcy, unless otherwise disclosed to DED; or
  - d) Has failed to fulfill any material obligation under any other state or federal program;
- There are no pending or threatened liens, judgments, or material litigation against the Company or any person identified on the application which is likely to have a material impact on the Company's viability;
- Neither the operations of the Project itself nor the receipt of incentives for the Project would violate any existing agreement;
- The Company has obtained or is capable of obtaining all necessary federal, state and local permits and licenses for the Project;
- I certify that the applicant does NOT knowingly employ any person who is an unauthorized alien and that the applicant has complied with federal law (8 U.S.C. § 1324a) requiring the examination of an appropriate document or documents to verify that each individual is not an unauthorized alien.
- I certify that the applicant is enrolled and will participate in a federal work authorization program as defined in Section 285.525(6), RSMo., with respect to employees working in connection with the activities that qualify applicant for this program. I certify that the applicant will maintain and, upon request, provide the Department of Economic Development documentation demonstrating applicant's participation in a federal work authorization program with respect to employees working in connection with the activities that qualify applicant for this program.
- I understand that, pursuant to section 285.530.5, RSMo, a general contractor or subcontractor of any tier shall not be liable under section 285.525 to 285.550 when such general contractor or subcontractor contracts with its direct subcontractor who violates section 285.530.1, if the contract binding the contractor and subcontractor affirmatively states that the direct subcontractor is not knowingly in violation of section 285.530.1 and shall not henceforth be in such violation and the contractor or subcontractor receives a sworn affidavit under the penalty of perjury attesting to the fact that the direct subcontractor's employees are lawfully present in the United States.
- I understand that if the applicant is found to have employed an unauthorized alien, applicant maybe subject to penalties pursuant to Sections 135.815, 285.025, and 285.535, RSMo.
- I understand that if the applicant is found to have employed an unauthorized alien in Missouri and did not, for that employee, examine the document(s) required by federal law, the applicant shall be ineligible for any state-administered or subsidized tax credit, tax abatement or loan for a period of five years following any such finding.
- I attest that I have read and understand the Enhanced Enterprise Zone Tax Credit Program guidelines.
- I hereby agree to allow representatives of the Department of Economic Development access to the property and applicable records as may be necessary for the administration of this program.
- I certify under penalties of perjury that the above statements and information contained in the application and attachments are complete, true, and correct to the best of my knowledge and belief.

I certify that I have the proper authority to execute this document on behalf of the Company and that I am authorized to make the statement of affirmation contained herein. I also realize that failure to disclose material information regarding the Company, any owners or individuals engaged in the management of the Company, or other facts may result in criminal prosecution.

<b>Applicant Signature</b>	<b>Print Name</b>	<b>Title</b>	<b>Date</b>
----------------------------	-------------------	--------------	-------------

Appeared before me this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_, \_\_\_\_\_ to me personally known to be the person who executed the above certification, and acknowledged and states on his/her oath to me that he/she executed the same for the purpose therein stated.

State of _____	County (or City of St. Louis) _____	
Notary Public Name _____	My Commission Expires _____	Use Rubber Stamp in Area Below
Notary Public Signature _____		



**ENHANCED ENTERPRISE ZONE – SUPPLEMENTAL INFORMATION FORM (YEAR 1 ONLY)**

Business Name				Tax Year			
<b>Start Date the Expansion, Acquisition, or Replacement Occurred:</b>			<b>Commencement Date:</b>				
The Start Date is the first day that construction or expansion was began.				The Commencement Date is the date the expansion, relocation, or new facility became operational.			
<b>Facility NAICS code</b>		<b>Is the company owned 51% or more by women?</b>			YES		NO
<b>Does the company pay 50% or more of the employee's health benefits?</b>			YES	NO	<b>If so, what Percentage?</b>		%
<b>Describe the proposed project and / or activity to be conducted at this facility:</b>							
<b>Lease</b>							
Is this facility leased from another person(s)? (If Yes: Attach the Lease Agreement)						Yes	No
Lease Start Date		Base Lease Rate per Month		\$	Length of Lease (years)		
<b>Purchase – Acquisition</b>							
Was this a purchase of an existing business?						YES	NO
Was this a purchase of an existing building?						YES	NO
Was this a new construction on an empty lot?						YES	NO
Date title to the acquired property was transferred							
Purchase price paid for real property (and tangible personal property, excluding inventory; if applicable):						\$	
<b>Replacement Facility</b>							
Did you or a related taxpayer previously operate a facility elsewhere in Missouri that was closed as a result of this facility?						YES	NO
If Yes:							
– Previous Location:							
– Why did it cease at this location?							
– Date of Closure:							
– Amount of Investment in use at former facility at time of closure:						\$	
Were any of the employees transferred to the new location?				YES	NO	If YES, how many?	
Were any employees dislocated due to closing the facility?				YES	NO	If YES, how many?	
If there are <u>multiple facilities within the state</u> – the business is <u>required</u> to complete a <b>Multiple Worksite Report (MWR) - BLS 3020 for each quarter beginning with the Base Year for the duration of program benefits.</b>							
<b>CONTACT INFORMATION FOR:</b> <b>MWR – BLS 3020 (ACQUIRE AND SUBMIT)</b> <b>NAICS CODE (INQUIRIES AND ASSIGNMENT)</b>				Janette Nichols MERIC QCEW Supervisor Missouri Department of Economic Development PO Box 3150 Jefferson City, MO 65102 Phone: 573-522-2791 Email: <a href="mailto:nicholsj@bls.gov">nicholsj@bls.gov</a>			
Has the BLS 3020 been completed for each Quarter for the Base Year of program benefits?			YES	NO			
Has the BLS 3020 been completed for each Quarter for Tax Year(s) being applied for?			YES	NO			



Department of Economic Development

**ENHANCED ENTERPRISE ZONE**

**NEW INVESTMENT CALCULATION**

Business Name

Tax Period

Call DED Incentive Specialist for Base Year Dates

Attach a Fixed Asset or Depreciation Schedule of all real & depreciable tangible property. Do Not Include Inventory or Construction in Progress. ATTACH Lease payments if claiming Lease credit

**New Business Facility Investment**

Year Filing		
Tax Year Ending		
<b>Base Year Total</b>		\$ -
1		\$ -
2		\$ -
3		\$ -
4		\$ -
5		\$ -
6		\$ -
7		\$ -
8		\$ -
9		\$ -
10		\$ -
11		\$ -
12		\$ -
13	<b>Lease Credit</b>	\$ -
14	<b>Previous Years</b>	\$ -
15	<b>Total</b>	\$ -

Base Year		
Base Year Ending		
1		\$ -
2		\$ -
3		\$ -
4		\$ -
5		\$ -
6		\$ -
7		\$ -
8		\$ -
9		\$ -
10		\$ -
11		\$ -
12		\$ -
13	<b>Total</b>	\$ -

Investment Calculation	
Cumulative Investment over Base Year	\$ -
Transferred Investment	\$ -
<b>New Investment</b>	\$ -

Lease Credit Calculation	
Monthly Lease Rate	\$ -
# months	_____ to _____
Monthly Lease Rate	\$ -
# months	_____ to _____
<b>Total Lease Payments</b>	\$ -



Department of Economic Development

**ENHANCED ENTERPRISE ZONE**

**EMPLOYEE & PAYROLL CALCULATION**

**NEW BUSINESS FACILITY EMPLOYEES**

**COUNT ONLY FULL TIME EMPLOYEES**

**Year Filing**

**Base Year**

<b>Business Name</b>				<b>Tax Year</b>				Tax Year Ending		Base Year Ending	
<p>Please provide an employee payroll summary sheet for the tax year being claimed AND the Base year (send base year data only in the first year). A list of employees is also required with the following data: Name (last, first) - Last 4 digits of SSN (or Employee ID) - Date Hired - Date Terminated - Position Title - Actual Wages paid - FT or PT status - Accepted / Decline Health Insurance Benefits provided by the company.</p>											
<p><b>Call DED Incentive Specialist for Base Year</b></p>											
<p><b>ATTACH Employee Data to back up the numbers that are submitted on this form.</b></p>											
<p><b>Payroll Monthly Breakdown</b></p>											
<b>Year Filing (full time payroll only)</b>						<b>Base Year (full time payroll only)</b>					
Tax Year Ending				Base Year Ending							
1		\$	-	1		\$	-				
2		\$	-	2		\$	-				
3		\$	-	3		\$	-	<b>Total</b>		<b>Total</b>	
4		\$	-	4		\$	-	<b># of Months</b>		<b># of Months</b>	
5		\$	-	5		\$	-	<b>Average</b>		<b>Average</b>	
6		\$	-	6		\$	-	<b># of Jobs @ NOI Submission</b>			
7		\$	-	7		\$	-	<b>New Facility Employee Calculation</b>			
8		\$	-	8		\$	-	Difference between the Year filing average & Base year average employee count.			
9		\$	-	9		\$	-				
10		\$	-	10		\$	-	Decrease of the # of employees transferred or laid off from in-state facilities			
11		\$	-	11		\$	-				
12		\$	-	12		\$	-	<b># of New Employees</b>			
13	<b>Total</b>	\$	-	13	<b>Total</b>	\$	-	#of employees located at all related facilities in MO			

## INSTRUCTIONS

Call DED Incentive Specialist for Base Year Dates			
Attach a Fixed Asset or Depreciation Schedule of all real & depreciable tangible property. Do Not Include Inventory or Construction in Progress.			
New Business Facility Investment			
Year Filing		Base Year	
Tax Year Ending	3	Base Year Ending	4
Base Year Total	\$ -	1	6↓ 8↓
1	5↓	7↓	
2		\$ -	
3		\$ -	
4		\$ -	
5		\$ -	
6		\$ -	
7		\$ -	
8		\$ -	
9		\$ -	
10		\$ -	
11		\$ -	
12		\$ -	
13	Lease Credit	\$ -	
14	Previous Years	9	
15	Total	\$ -	


  

Investment Calculation	
Cumulative Investment over Base Year	\$ -
Transferred Investment	14
<b>New Investment</b>	<b>\$ -</b>

Lease Credit Calculation	
Monthly Lease Rate	10
# months _____ to _____	11
Monthly Lease Rate	12
# months _____ to _____	13
<b>Total Lease Payments</b>	<b>\$ -</b>

↓	References the 11 spaces below "this" cell.
	These areas will fill automatically
1	The name of the business filing for tax credit
2	The tax period (either calendar or fiscal): show dates
3	The end of the tax period the business is filing the tax credit against. (E.g. for calendar year 2012 - the tax year ending would be 12/31/2012).
4	Must call the DED Incentive Specialist for this date. Refer to guidelines for specific definition
5↓	Month of tax period. If crossing years, use mm/yy format
6↓	Month of base year. If crossing years, use mm/yy format
7↓	Total investment for this month
8↓	Investment during this month for the base year
9	Use during Years 2+ (Call Incentive Specialist for this total)
10	Monthly lease rate paid
11	Number of months this rate was paid
12	If lease rate changed during tax period, enter new lease rate.
13	Number of months new lease rate was paid
14	Any investment that was transferred from another facility to the facility of which the tax credits are being filed.

		ENHANCED ENTERPRISE ZONE		NEW BUSINESS FACILITY EMPLOYEES				
		EMPLOYEE & PAYROLL CALCULATION		COUNT ONLY FULL TIME EMPLOYEES				
Business Name		1	Tax Year	2	Year Filing		Base Year	
					Tax Year Ending	3	Base Year Ending	4
Please provide an employee payroll summary sheet for the tax year being claimed AND the Base year (send base year data only in the first year). A list of employees is also required with the following data: Name (last, first) - Last 4 digits of SSN (or Employee ID) - Date Hired - Date Terminated - Position Title - Actual Wages paid - FT or PT status - Accepted / Decline Health Insurance Benefits provided by the company.					5↓	6↓	7↓	8↓
Call DED Incentive Specialist for Base Year								
ATTACH Employee Data to back up the numbers that are submitted on this form.								
Payroll Monthly Breakdown								
Year Filing (full time payroll only)			Base Year (full time payroll only)					
Tax Year Ending			Base Year Ending					
	3			4				
1	5↓	9↓		7↓	10↓			
2		\$ -		\$ -				
3		\$ -		\$ -		Total	0	Total 0
4		\$ -		\$ -		# of Months	11	# of Months 12
5		\$ -		\$ -		Average	0.00	Average 0.00
6		\$ -		\$ -		# of Jobs @ NOI Submission		0
7		\$ -		\$ -		New Facility Employee Calculation		
8		\$ -		\$ -		Difference between the Year filing average & Base year average employee count.		
9		\$ -		\$ -		Decrease of the # of employees transferred or laid off from in-state facilities		
10		\$ -		\$ -				
11		\$ -		\$ -				
12		\$ -		\$ -		# of New Employees		
13	Total	\$ -		Total	\$ -	# of employees located at all related facilities in MO		
						14		

Reference Key	
↓	References the 11 spaces below "this" cell.
	These areas will fill automatically
1	The name of the business filing for tax credit
2	The tax period (either calendar or fiscal): show dates
3	The end of the tax period the business is filing the tax credit against. (E.g. for calendar year 2012 - the tax year ending would be 12/31/2012).
4	Must call the DED Incentive Specialist for this date. Refer to guidelines for specific definition
5↓	Month of tax period. If crossing years, use mm/yy format.
6↓	Number of full time employees working at the facility as of the last day of the month.
7↓	Month of base year. If crossing years, use mm/yy format
8↓	Number of full time employees working at the facility as of the last day of the month during the base year.
9↓	Payroll paid during this month (FT only) See eligible payroll definition on next page.
10↓	Payroll paid during this month for the base year (full time only)
11	Number of months in the year filing (typically this will be 12; however, the first year and possibly the last year will be partial years.
12	Number of months in the base year that have employees.
13	Number of decrease in employees in other related facilities within the state of Missouri (Please refer to guidelines for definition of "related facility")
14	Total number of employees at all related facilities in the state of Missouri

## ELIGIBLE PAYROLL

### Taxable Wages, as defined for Box 1 on the W2 by the IRS include:

1. Total wages, bonuses (including signing bonuses), prizes, and awards paid to employees during the year.
2. Total noncash payments, including certain fringe benefits.
3. Total **tips** reported by the employee to the employer (not allocated tips).
4. Certain employee business expense reimbursements
5. The cost of **accident and health insurance** premiums for 2% or more shareholder-employees paid by an S corporation.
6. Taxable benefits from a **section 125 (cafeteria) plan**.
7. Employee contributions to an Archer MSA.
8. Employer contributions to an Archer MSA if includible in the income of the employee.
9. Employer contributions for **qualified long-term care services** to the extent that such coverage is provided through a flexible spending or similar arrangement.
10. Taxable cost of group-term life insurance in excess of \$50,000.
11. Unless excludable under *Educational assistance programs*, payments for non-job-related education expenses or for payments under a non-accountable plan. See Pub. 970.
12. The amount includible as wages because you paid your employee's share of social security and Medicare taxes. (If an employer also paid an employee's income tax withholding, they should treat the grossed-up amount of that withholding as supplemental wages and report those wages in boxes 1, 3, 5, and 7. No exceptions to this treatment apply to household or agricultural wages.)
13. Designated Roth contributions made under a section 401(k) plan or under a section 403(b) salary reduction agreement.
14. **Distributions** to an employee or former employee from a nonqualified deferred compensation plan (including a rabbi trust) or a **nongovernmental** section 457(b) plan.
15. Amounts includible in income under section 457(f) because the amounts are no longer subject to a substantial risk of forfeiture.
16. Payments to statutory employees who are subject to social security and Medicare taxes but not subject to federal income tax withholding must be shown in box 1 as other compensation.
17. Cost of current insurance protection under a **compensatory split-dollar** life insurance arrangement.
18. **Employee** contributions to a **Health Savings Account (HSA)**.
19. Employer contributions to an **HSA** if includible in the income of the employee.
20. Amounts includible in income **under a nonqualified deferred compensation plan** because of section 409A.

**Note:** All other compensation, including certain scholarship and fellowship grants). Other compensation includes taxable amounts that you paid to your employee from which federal income tax was not withheld. You may show other compensation on a separate Form W-2.