

ECONOMIC Development Tax Incentives - New Location. UNDER THE EMPLOYMENT EXPANSION AND INVESTMENT INCENTIVE ACT, THE CALCULATION OF EMPLOYMENT AND INVESTMENT MUST BE DETERMINED BASED ON THE TAXABLE YEARS OF THE COMPANY AS A WHOLE. A NEW LOCATION WHICH BEGINS BUSINESS DURING THE TAXABLE YEAR MUST REPORT EMPLOYMENT AND INVESTMENT LEVELS BASED ON THE TAXABLE YEAR OF THE EXISTING LOCATIONS.

Advice has been requested regarding the calculation of employment and investment for companies which are adding new locations.

The employment and investment calculations must be determined based on the taxable years of the company as a whole. A new location which begins business during the taxable year must report employment and investment levels based on the taxable year of the existing locations.

For example, Company B has two existing locations, X and Y, on January 1, 1990. Company B's taxable year runs from January 1 through December 31. On May 15, 1990, Company B began business at a new location Z and invested \$200,000 of qualified investment on that date. On May 15, 1990, location Z had no employees. On June 1, 1990, two employees were hired at location Z, and on September 1, 1990, two more employees (for a total of four) were hired at location Z. The Nebraska Employment and Investment Credit Computation, Form 3800N, for location Z should be completed in the following manner: (see attached sample Form 3800N).

APPROVED:

John M. Boehm

State Tax Commissioner

ehn M. Bochn

January 3d, 1991

Attachment

nebraska department	NEBRASKA EMPLOYMENT AND INVESTMENT CREDIT COMPUTATION for Tax Years After 1988											FORM		
Name as Shown on Return	beginning		, 19						, 19) E W	
		Social Secur			No. or Nebraska I.D. No.			Туре	of Retu	rn				
						(1)	104	40N	(4)	1120-SN				
Location Address(es) Where Expansion Occurred									(2)	X 112	20N	(5)	1041N	
1 Gualifying Business Type (about 1995)									(3)	106	35N	(6)	1 () (240)	
1 Qualifying Business Type (check only one) (see instructions)													-	
(1) Assembly, fabrication, manufacture, or processing of tangible personal property (5) Conducting research, development, or test											entific,			
(a) Storage, warehousing, distribution, transportation, or sale of (6) Performance of data processing, telecomm										nication	, , insurar	oce or		
tangible personal property														
(3) Feeding of livestock (7) Administrative management, or headquarted includes items 1 through 6 above, or the headquarted from the h										of any	activity	which		
(4) Farming or rar	nching			(8)	Any cor	nbina	tion of activit	ies 1 througi	ne nea	aquarte	rs of a r	ətailer		
2 Number of Nebraska business locations: (1) Single location (2) Multiple locations or related parties (see instructions)														
4 Reason for filing (che	eck only one):													
(2) Claim credit for additional employees hired in curren									Tent y	ear				
(1) Claim original tax credits (3) Report employment and investment levels for two years after credits											claimed			
Taxpayers clair	ming`original tax credits m	ust increas	e hoth emi	nlovment and	Linvoet	man	lovele by	A EL MONOS CON	SSA	5.0		N IEW	62101800	
		IEBRASKA	CHALIFIE	D EMPLOY	E CAL		ATION	trie requir	ed am	ounts	in the	same tax	year.	
Tax Year		(A) Preceding		(C)	(D)	ES IN NEBRASKA				AVE	RAGE			
		Year End	(B) First	Second Th		rd Fourth				de Tota				
5 Employed during of	D	Quarter	Quarter	Quart	er	Quarter		Α,	B, C, D	, and E	by 5 			
6 First preceding ye	0	0	2	4	-4	4				5	Z	.00		
7 Second preceding					_		6							
8 Third preceding ve			-				7							
8 Third preceding year														
9 Enter highest of lines 6, 7, or 8's averages											9	C	00.	
To The increased Nebraska employment eligible for tax credit (line 5 minus line 9: round														
result down to lower whole number)											10	2	.00	
11 Total tentative em	ployment credit amount (I	ine 10 mu	Itiplied by	\$1,500)	•••••						11	3,000	$\cdot \cdot -$	
	NE	BRASKA	QUALIFIE	INVESTME	NT CAL	.CUL	ATION						1	
TOTAL NEBRASKA QUALIFIED INVESTMENT								T		(C) A	VERAGE	- 1		
Tax Year					(A) Beginning of Year (B) End of Year					(Divide Total of Columns				
12 Current year				, ,			A and B by 2)							
12 Current year				Ф	0		\$ 20	0,000		12 \$		20,000	<u> </u>	
14 Second preceding year								!		13				
15 Third preceding year					!					14				
16 Enter the current and of year investment amount (lies 40.0.4								15						
16 Enter the current end of year investment amount (line 12, Column B)										16 \$	20	0,000	—	
17 Enter the highest of lines 12(A), 13(C), 14(C), or 15(C)										17 \$		0	-	
19 Total calculated in	vostmont prodite (line 10	ali ala a la	e 17). IT IS	ess than \$7	5,000,	ente	r zero	•••••		18	200	0,000	-	
19 Total calculated investment credits (line 18 divided by \$75,000; round result down to lower whole number) .									er)	19		2	.00	
20 Total tentative investment credit amount (line 19 multiplied by \$1,000)										20 \$	2	,000	_	
21 Total employment and investment incentive credits (line 11 plus line 20)										21 \$		000	-	
EZ Amount of Nebraska sales and use tax refunds claimed to date										22	,			
23 Total of your distributed credit amount from line 42. Part A on reverse side										23			$\overline{}$	
24 Total Nebraska employment and investment credits carried forward from earlier year(s) (List years)									\ I	24				
25 Total available credit amounts (total of lines 21, 23, and 24; minus line 22)									- 1	25 \$				
to Nebraska income tax hability									26					
27 Credit for tax paid to another state														
28 Credit for elderly or handicapped														
29 Form CDN credit														
30 Credit for child and dependent care expenses														
31 Total nonrefundable credits (total of lines 27 through 30)									-	24 6			_	
32 Nebraska income tax liability after nonrefundable credits (line 26 minus line 31)										31 \$		01		
33 50 percent of line 32 (multiply line 32 by .50)										32				
34 Credit used to reduce income tax liability (line 25 or line 33, whichever is less)									•••••	24			12 12	
35 Form 775N credit (from line 15, Form 775N and line 48, Part C on reverse side)												-		
36 Total Form 3800N	credit (total of lines 34 an	4 3E/ E~+	or hore c	on reverse	1040t					35				
36 Total Form 3800N credit (total of lines 34 and 35). Enter here and on Form 1040N, 1120N, or 1041N 37 Amount of credits distributed to partners, shareholders, and beneficiaries on line 43, Part B on reverse side										36				
18 Total Nebr. employment expansion and investment credit to be carried forward (line 25 minus lines 34 & 37)								de	37					
Grai Hoor omploy	ment expansion and inve	sunent cre	edit to be	carried forw	ard (lir	1e 25	minus lir	1es 34 & 1	37)	38 ¢		1	į.	

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