

For taxable year beginning \_\_\_\_/\_\_\_\_/\_\_\_\_, and ending \_\_\_\_/\_\_\_\_/\_\_\_\_.

**Attach to your return**

Name(s) as shown on Forms 140, 140PY, 140NR, 140X, 120, 120A, 120S, 120X, or 165	Your social security number or federal employer ID number
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**CORPORATE TAXPAYERS:**

Laws 1999, Ch. 318, §§ 8 and 10, repealed the corporate tax credit (ARS § 43-1164), effective for taxable years beginning from and after December 31, 1999. Corporate taxpayers, including S corporations and corporate partners of a partnership, no longer qualify for the recycling equipment credit. Since an S corporation no longer qualifies for the credit, an S corporation cannot pass the credit through to its shareholders. A partnership cannot pass the credit through its corporate partners.

However, Laws 1999, Ch. 318, § 9, provides that corporate taxpayers may claim carryovers of unused tax credits from taxable years beginning prior to January 1, 2000, consistent with the provisions of the repealed credit (ARS § 43-1164). The carryovers can be claimed for taxable years beginning on or before December 31, 2005. Corporate taxpayers cannot claim carryovers after taxable year 2005. Any remaining carryovers of unused credits from taxable years beginning before January 1, 2000, are lost after the taxable year 2005.

The carryforward period applies separately for each piece of recycling equipment for which a credit was computed in taxable years beginning before January 1, 2000. If the recycling equipment has been in service for less than 5 taxable years and ceases to be recycling equipment or is transferred to another person, the portion of the unused credit carryovers relating to that recycling equipment is lost.

The portion of the total available credit carryover that may be claimed by the corporate taxpayer is limited to the *lesser* of 25 percent of the amount of tax entered on Form 300, Part II, line 29 or \$5,000.

**Part I Schedule of Cost of Equipment Placed in Service in Current Year and Calculation of Current Year's Credit**

If additional space is needed, attach a separate schedule.

	Description	Date placed in service	Cost	
1	Total .....		<b>1</b>	
2	Current year's credit - multiply line 1 by 10 percent (.10) .....		<b>2</b>	

**Part II Partner's Share of Credit**

Complete lines 3 through 5 separately for each individual partner. Furnish each individual partner with a copy of the completed Form 307.

- 3 Name of partner \_\_\_\_\_
- 4 Partner's TIN \_\_\_\_\_
- 5 Partner's share of the amount on Part I, line 2 \_\_\_\_\_

**Part III Available Credit Carryover**

	(a) Carryover credit from taxable year ending	(b) Original credit amount	(c) Amount previously used	(d) Available carryover - subtract column (c) from column (b)
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
21	Total available carryover			

**Part IV Total Available Credit**

22	Current year's credit. Individuals - enter amount from Part I, line 2. Individual partners of a partnership - enter amount from Part II, line 5 .....	22		
23	Available credit carryover - from Part III, line 21, column (d).....	23		
24	Total available credit. Add line 22 and line 23. Enter total here and on Form 300, Part I, line 5 or Form 301, Part I, line 5.....	24		

An individual taxpayer who elects to take a credit pursuant to ARS § 43-1076 shall not deduct any amount for depreciation or amortization of the cost of the recycling equipment in determining taxable income for any taxable year.

**Part V Recapture of Recycling Equipment Credit**

If additional space is needed, attach a separate schedule.

Item No.	Date installed	Date converted	Description of item
1			
2			
3			
4			

	Item 1	Item 2	Item 3	Item 4	
25	Cost .....				
26	Total credit actually claimed.....				
27	Percent of credit recapture. See instructions.....	•	•	•	•
28	Recapture. Multiply line 26 by line 27.....				
29	<b>Total credit recapture.</b> Add line 28, items 1 through 4. Enter total here and on Form 301, Part II, line 30.....				29