

2002 Nonrefundable Individual Tax Credits and Recapture

Arizona Form 301

Phone Numbers

If you have questions, please call one of the following numbers:

Phoenix	(602) 255-3381
From area codes 520 & 928 toll-free	(800) 352-4090
Form orders	(602) 542-4260
Forms by Fax	(602) 542-3756
Recorded Tax Information	
Phoenix	(602) 542-1991
From area codes 520 & 928 toll-free	(800) 845-8192
Hearing impaired TDD user	
Phoenix	(602) 542-4021
From area codes 520 & 928 toll-free	(800) 397-0256

You may also visit our web site at:

www.revenue.state.az.us

General Instructions

Individual taxpayers must use Form 301 to claim nonrefundable tax credits. Use this form to:

- Summarize your total available nonrefundable tax credits;
- Determine the application of the available tax credits;
- Summarize your tax liability related to recapture of tax credits.

Line-by-Line Instructions

Enter your name and social security number as shown on Arizona Form 140, 140PY, 140NR, or 140X.

All returns, statements, and other documents filed with the Department of Revenue require a taxpayer identification number (TIN). The TIN is either a correct social security number or, for a business, the federal identification number. Taxpayers and paid preparers who fail to include the proper TIN may be subject to a penalty. Please check the return to be sure that all required identification numbers are accurate and written clearly. Missing, incorrect, or unclear identification numbers may cause delays in processing the returns.

Part I: Nonrefundable Individual Tax Credits

Complete Part I to determine the total amount of available nonrefundable tax credits. The available tax credit amount for a particular credit is the total of the current taxable year's credit and any unused credit carryovers from prior taxable years. On lines 1 through 24, enter the available tax credit amount for each of the credits listed.

Line 1 - Defense Contracting Credit

Enter the amount from Form 302, Part VIII, line 32.

Line 2 - Enterprise Zone Credit

Enter the amount from Form 304, Part XIII, line 51.

Line 3 - Environmental Technology Facility Credit

Enter the amount from Form 305, Part V, line 29.

Line 4 - Military Reuse Zone Credit

Enter the amount from Form 306, Part IX, line 44.

Line 5 - Recycling Equipment Credit

Enter the amount from Form 307, Part IV, line 24.

Line 6 - Credit for Increased Research Activities

Enter the amount from Form 308-I, Part V, line 24.

Line 7 - Credit for Taxes Paid to Another State or Country

Enter the amount from Form 309, Part II, line 17.

Line 8 - Credit for Solar Energy Devices

Enter the amount from Form 310, Part III, line 18.

Line 9 - Agricultural Water Conservation System Credit

Enter the amount from Form 312, Part V, line 19.

Line 10 - Carryover of Alternative Fuel Vehicle (AFV) Credit

Enter the amount from Form 313, Part III, line 7.

Line 11 - Underground Storage Tanks Credit

Enter the amount from Form 314, Part II, line 12.

Line 12 - Pollution Control Credit

Enter the amount from Form 315, Part V, line 32.

Line 13 - Construction Materials Credit

Enter the amount from Form 316, Part I, line 6.

Line 14 - Credit for Solar Hot Water Heater Plumbing Stub Outs and Electric Vehicle Recharge Outlets

Enter the amount from Form 319, Part VII, line 32.

Line 15 - Credit for Employment of TANF Recipients

Enter the amount from Form 320, Part VIII, line 31.

Line 16 - Credit for Contributions to Charities That Provide Assistance to the Working Poor

Enter the amount from Form 321, Part III, line 16.

Line 17 - Credit for Contributions Made or Fees Paid to Public Schools

Enter the amount from Form 322, line 12.

Line 18 - Credit for Contributions to School Tuition Organizations

Enter the amount from Form 323, line 12.

Line 19 - Credit for Donating Motor Vehicles to the Wheels to Work Program

Enter the amount from Form 324, Part IV, line 16.

Line 20 - Agricultural Pollution Control Equipment Credit

Enter the amount from Form 325, Part V, line 32.

Line 21 - Carryover of Credit for Alternative Fuel Delivery Systems

Enter the amount from Form 326, Part III, line 7.

Line 22 - Carryover of Vehicle Refueling Apparatus Credit

Enter the amount from Form 327, Part III, line 4.

Line 23 - Neighborhood Electric Vehicle (NEV) Credit

Enter the amount from Form 328, Part I, line 4.

Line 24 - Credit for Donation of School Site

Enter the amount from Form 331, Part V, line 25.

Line 25 - Total Available Tax Credits

Add lines 1 through 24. Enter the total. This is the total amount of all nonrefundable tax credits, except the family income tax credit and the Clean Elections Fund tax credit, available for your use.

Part II: Application of Tax Credits and Recapture

Complete Part II to figure any recapture. Also complete Part II to determine which tax credits you will claim and the portion of the available tax credit amount from Part I that you will claim for a particular tax credit.

Line 26 -

Enter the amount of tax from Form 140, line 20, or Form 140PY, line 23, or Form 140NR, line 23, or Form 140X, line 26.

Line 27 -

Enter the amount of Clean Elections Fund tax reduction from Form 140, line 24, or Form 140PY, line 27, or Form 140NR, line 27, or Form 140X, line 29.

Line 28 -

Subtract line 27 from line 26. Enter the result.

Line 29 -

Enter the amount of tax due from recapture of the environmental technology facility credit on Form 305, Part VI, line 34.

Line 30 -

Enter the amount of tax due from recapture of the recycling equipment credit on Form 307, Part V, line 29.

Line 31 -

Enter the amount of tax due from recapture of the alternative fuel vehicle (AFV) credit on Form 313, Part VIII line 28, or Part VIII line 32, and/or Part VIII, line 33 or Part VIII line 37.

Line 32 -

Enter the amount of tax due from recapture of the neighborhood electric vehicle (NEV) credit on Form 328, Part VIII line, line 33.

Line 33 -

Add lines 29 through 32. Enter the total here and on Form 140, line 21, or Form 140PY, line 24, or Form 140NR, line 24, or Form 140X, line 27.

Line 34 -

Add lines 28 and 33 and enter the total here.

Line 35 -

If you claimed a family income tax credit, enter the amount of family income tax credit claimed from Form 140, line 26, or Form 140PY, line 29, or Form 140X, line 31.

Line 36 -

Subtract line 35 from line 34. Enter the result.

Nonrefundable Tax Credits Claimed: The total amount of tax credits you claim cannot exceed the amount entered on line 36. In order for you to determine which tax credit(s) to claim and the amount to claim for a particular tax credit, you must consider any limitations on the allowable amount of a particular tax credit and whether you may carry the unused portion of a particular tax credit forward.

Line 37 - Defense Contracting Credit

There are two tax credits for qualified defense contractors. You may carry the unused portion of both tax credits forward regardless of continuing certification as a qualified defense contractor. See Form 302 for details. Enter the amount claimed.

Line 38 - Enterprise Zone Credit

You may carry the unused portion of this tax credit forward for five succeeding taxable years, provided the business remains in the enterprise zone. You lose the carryover if the business relocates outside of the enterprise zone. You may also lose the carryover if the enterprise zone is terminated. See Form 304 for details. Enter the amount claimed.

Line 39 - Environmental Technology Facility Credit

You may carry the unused portion of this tax credit forward for fifteen succeeding taxable years.

The portion of the available credit amount from Part I, line 3, that you may claim is limited to 75 percent of the amount of tax entered on line 34. Enter the amount claimed.

Line 40 - Military Reuse Zone Credit

You may carry the unused portion of this tax credit forward for five succeeding taxable years if the business remains in the military reuse zone. You lose the carryover if the business relocates outside of the military reuse zone. Enter the amount claimed.

Line 41 - Recycling Equipment Credit

You may carry the unused portion of this tax credit forward for fifteen succeeding taxable years. The carryforward period limitation applies separately to each piece of recycling equipment for which you compute a credit. You must use the unused credit carryovers from prior taxable years before you

claim the current taxable year's credit. If you are subject to the tax related to recapture of this tax credit for a particular piece of recycling equipment, you lose the portion of the unused credit carryovers related to that recycling equipment.

The portion of the available credit amount from Part I, line 5, that you may claim is limited to the *lesser* of 25 percent of the amount of tax entered on line 34 or \$5,000. Enter the amount claimed.

Line 42 - Credit for Increased Research activities

The unused portion of this tax credit may be carried forward for fifteen succeeding taxable years.

Line 43 - Credit for Taxes Paid to Another State or Country

There is no carryforward of the unused portion of this tax credit. Enter the amount claimed.

Line 44 - Credit for Solar Energy Devices

You may carry the unused portion of this credit forward for five succeeding taxable years. Enter the amount claimed.

Line 45 - Agricultural Water Conservation System Credit

You may carry the unused portion of this tax credit forward for five succeeding taxable years. Enter the amount claimed.

Line 46 - Carryover of Alternative Fuel Vehicle (AFV) Credit

If you have an AFV credit carryover from taxable years 1997, 1998, or 1999, enter the amount claimed.

Line 47 - Underground Storage Tanks Credit

There is no carryforward of the unused portion of this tax credit. Enter the amount claimed.

Line 48 - Pollution Control Credit

You may carry the unused portion of this credit forward for five succeeding taxable years. Enter the amount claimed.

Line 49 - Construction Materials Credit

You may carry the unused portion of this credit, from taxable years beginning before January 1, 2000, forward for five succeeding taxable years. Enter the amount claimed.

Line 50 - Credit For Solar Hot Water Heater Plumbing Stub Outs and Electric Vehicle Recharge Outlets

You may carry the unused portion of this tax credit forward for five succeeding taxable years. Enter the amount claimed.

Line 51 - Credit For Employment of TANF Recipients

You may carry the unused portion of this tax credit forward for five succeeding taxable years. Enter the amount claimed.

Line 52 - Credit for Contributions to Charities That Provide Assistance to the Working Poor

You may carry the unused portion of this tax credit forward for five succeeding taxable years. Enter the amount claimed.

Line 53 - Credit for Contributions Made or Fees Paid to Public Schools

You may carry the unused portion of this tax credit forward for five succeeding taxable years. Enter the amount claimed.

Line 54 - Credit for Contributions to School Tuition Organizations

You may carry the unused portion of this tax credit forward for five succeeding taxable years. Enter the amount claimed.

Line 55 - Credit for Donating Motor Vehicles to the Wheels to Work Program

There is no carryforward of the unused portion of this tax credit. Enter the amount claimed.

Line 56 - Agricultural Pollution Control Equipment Credit

You may carry the unused portion of this tax credit forward for five succeeding taxable years. Enter the amount claimed.

Line 57 - Carryover of Credit for Alternative Fuel Delivery Systems

If you have a carryover of an alternative fuel delivery system credit from taxable years 1997, 1998, or 1999, enter the amount claimed.

Line 58 - Carryover of Vehicle Refueling Apparatus Credit

If you have a carryover of a vehicle refueling apparatus credit from taxable year 1999, enter the amount claimed.

Line 59 - Neighborhood Electric Vehicle (NEV) Credit

If you have a carryover of a NEV credit from taxable years 1999, 2000, or 2001, enter the amount claimed.

Line 60 - Credit for Donation of School Site

You may carry the unused portion of this tax credit forward for five succeeding taxable years. Enter the amount claimed.

Line 61 - Total Tax Credits Claimed

Add lines 37 through 60 and enter the total here. This amount cannot exceed the amount entered on line 36. Enter the amount from this line on Form 140, line 27, or Form 140PY, line 30, or Form 140NR, line 29, or Form 140X, line 32.

Credit Carryover Worksheet

To figure how much of a credit carryover that you will have for next year, complete the following carryover worksheet. Keep the worksheet with your records and use the information to complete your 2003 return that you will file in 2004.

Credit Carryover Worksheet

Keep this worksheet with your records. Use this information to complete your 2003 credit forms that you will file in 2004.

(a) Credit Type		(b) Carryover?	(c) 2002 Credit	(d) Credit used for 2002	(e) Carryover to 2003
<p>On lines 1 through 4 below, enter the types of credits available to you for 2002.</p>		<p>May the unused credit for the type of credit entered in column (a) be carried forward? (See the applicable credit form for information about a specific credit.) Check either yes or no. If the answer is no, do not complete columns (c) through (e) for that line.</p>	<p>On lines 1 through 4 below, enter the amount of each credit available to you for 2002. Take these amounts from Form 301, lines 1 through 24.</p>	<p>On lines 1 through 4 below, enter the amount of each credit used for 2002. Take these amounts from Form 301, lines 37 through 60.</p>	<p>For each line on which you have entered an amount, subtract the amount in column (d) from the amount in column (c). This is the amount of each credit that you may carryover to 2003, providing the credit carryover may be carried to 2003. Use this figure when completing the appropriate 2003 credit form.</p>
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2.					
3.					
4.					