

IT-CA 2012 GEORGIA JOB TAX CREDIT

(This form is to be used by taxpayers who initially claim the credit for any taxable year beginning on or after 1/1/2012. This form must be submitted electronically with the return at the time the return is electronically filed.)*

Part I. CERTIFICATION AND INSTRUCTIONS

The Georgia Job Tax Credit Program provides tax credits under Article 2 of Chapter 7 of Title 48 of the Official Code of Georgia Annotated for certain businesses that create and retain sufficient new full-time jobs. Businesses that may benefit from the tax credit include those engaged in the manufacturing, warehousing and distribution, processing, telecommunications, broadcasting, biomedical manufacturing, research development or tourism industries or the headquarters of any business engaged in such industries. Businesses engaged in services for the elderly and persons with disabilities may benefit from the county tier program (O.C.G.A 48-7-40). Depending on where (what county or census tract area) jobs are created, a minimum of an average of 2, 5, 10, 15, or 25 net new full-time jobs must be created. Job creation thresholds must be met by individual county/census tract area. The credit is \$3,500 (for tier 1 counties and eligible census tract areas), \$2,500 (for tier 2 counties), \$1,250 (for tier 3 counties) or \$750 (for tier 4 counties) annually for each new full-time job. The credit can be taken for five years beginning with the first taxable year in which the new full-time job is created and for the four immediately succeeding taxable years. Each year, all counties in the state are ranked and divided into four tiers: tier 1 includes 71 counties, tier 2 includes 35 counties, tier 3 includes 35 counties, and tier 4 includes 18 counties. Census tracts are ranked each year and are similar statistically to the bottom 71 counties in the state (tier 1). **IN ORDER TO COMPLETE THIS FORM**, a copy of the program regulations must be obtained from the Georgia Department of Community Affairs website at: <u>http://www.dca.ga.gov/</u> this website contains information on current county and census tract designations as well as other details to assist in filling for the job tax credit. Please attach this form to the taxpayer's Georgia Income Tax Return.

A. CERTIFICATION FOR GEORGIA JOB TAX CREDIT PROGRAM

(Note that separate Sections II, III, and IV must be filed if new jobs have been created in more than one eligible county/census tract area.)

1. Name of business claiming credit			FEIN
Street Address			Phone Number
City	State	Zip Code	Country
2. County(s)/Census Tract Area(s) in which the ne	ew full-time jobs h	ave been created	
3. Street address(s) of site(s) where new full-time	e jobs have been o	created	
City	State	Zip Code	
4. List the products or services (NAICS/SIC Code	s) provided by the	business at the site(s) listed	above
5. Job Tax Credit Period End	6. Tax year of the	e business, if different	7a. Is this an Opportunity Zone? [] Yes
7b. If the County(s)/Census Tract Area(s) listed ab Intent for Georgia Jobs Tax Credit? [] Yes	-	ated prior to any year when j tach copy of certification from	obs were created, has the company filed a Notice of DCA.
8. Is the company listed above entitled to benefits	of the Job Tax Cre	edit Program by transfer from	another company? If so, explain.
Contact Person			Title
Contact Phone Number			

*A taxpayer who creates a new year one under DCA regulations on or after 1/1/2012 is eligible to claim the job tax credit using this form.

B. INSTRUCTIONS

Part I

In order to complete Part 1 (CERTIFICATION AND INSTRUCTIONS) and the remainder of IT-CA 2012, the taxpayer must be familiar with the law and regulations. Applicable law includes O.C.G.A. 48-7-40, O.C.G.A. 48-7-40.1, and O.C.G.A. 36-62-5-1. Other law may be applicable depending on taxpayer circumstances. Applicable regulations include regulations issued by the Georgia Department of Community Affairs (Rules 110-9-1-.01, 110-9-1-.02, and 110-9-1-.03) and those issued by the Georgia Department of Revenue (Rule 560-7-8-.36).

Part II

Provide the information requested on the number of full-time jobs at the end of each month based on the taxpayer's fiscal year. (See regulations issued by the Georgia Department of Community Affairs for further information.)

Part III-V

Year 1 is the tax year of new jobs increase and the Prior Year is the preceding tax year. (See Rule 110-9-1-.01 of the Job Tax Credit Program Regulations for the definition of these and other terms.)

- Line 1 Total employees is the total of full-time employees subject to Georgia income tax withholding at the end of each applicable monthly reporting period.
- Line 2 Number of months of operation in each tax year (usually 12).
- Line 3 Monthly average of full-time employees (line 1 divided by line 2). Round to the nearest whole number.
- Line 4 Previous year's monthly average from line 3.
- Line 5 Average increase (decrease) in full-time employees (line 3 less line 4).
- Line 6-10 Enter the appropriate average increase in the initial job creation year, with additional years reflecting the number of new jobs which have been maintained. See Rule 110-9-1-.03 of the Job Tax Credit Program Regulations for detailed instructions.
- **Line 11** Number of jobs eligible for credit equals the total of lines 6 10.
- Line 12 Multiply line 11 by \$3,500, \$2,500, \$1,250 or \$750 depending on whether the business created jobs in a tier 1 county or eligible census tract area (\$3,500 credit), tier 2 county (\$2,500 credit), tier 3 county (\$1,250 credit), or tier 4 county (\$750 credit) and add to this figure the amount of any unused credits from previous years. (The unused credit amounts may not include credits designated to be used against withholding or credits that have expired). Note that if jobs created under the county tier program (O.C.G.A. 48-7-40) have been created within a multi-county joint development authority area, the amount of credit is increased by \$500 per job. Also note that if jobs on Line 11 were created in different years, credit amounts per job may vary depending on the credit amounts applicable in the years the jobs were created. See the Job Tax Credit Regulations for further details.
- Line 13 Enter the amount of tax liability for this tax year before any Job Tax Credit.
- Line 14 Enter 50% of line 13 (for tier 3 or 4) or 100% of line 13 (for tier 1 or 2).
- Line 15 Enter the lesser of line 14 or line 12d. (Amount of Job Tax Credit for current year.)
- Line 16 Enter the amount of unused tax credits that may be carried forward: Line 15 minus line 12d. Unused tax credit may be carried forward for 10 years from the close of the tax year in which the qualified jobs were established. Use the FIFO method to determine which tax credits expire at what time. See the Job Tax Credit Regulations for further details.
- **NOTE:** The tax credit is calculated on the basis of the average number of new full-time jobs created by county or census tract area by taxpayer. Before any credit can be received, a business must create at least an average of 2 (designated Opportunity Zone, Military Zone areas, or tier 1 county), 5 (less developed census tract area), 10 (tier 2 county), 15 (tier 3 county) or 25 (tier 4 county) new full-time jobs in an eligible county or census tract area. The creation of 2, 5, 10, 15, or 25 jobs in two or more counties or census tract areas does not meet job threshold requirements.

Taxpayers that claimed the jobs tax credit under O.C.G.A. § 48-7-40 or O.C.G.A. § 48-7-40.1 in a taxable year beginning on or after January 1, 2019 and before December 31, 2019, have the option for taxable years beginning in 2020 and 2021 to utilize the number of new full-time jobs that the tax-payer claimed in the taxable year beginning on or after January 1, 2019 and before December 31, 2019; or calculate the number of new full-time jobs based on the number of full-time jobs created and maintained in that respective tax year. To choose this option, the taxpayer only needs to insert the 2019 numbers in Schedule II for that respective tax year. The use of the 2019 numbers does not extend the life of the credit; either the job creation period or the number of installments. It only allows the substitution of the total job numbers. In addition, like the jobs tax credit itself, the election is made on an establishment by establishment basis. Establishment means an economic unit at a single physical location where business the election and jobs were transferred to another establishment, the jobs cannot be counted by the establishment where the jobs were transferred. Transferred jobs do not qualify and the jobs are already being claimed by the establishment which makes the election.

IT- CA 20FG

GEORGIA JOB TAX CREDIT

Page 3

	FYE	FYE	FYE	FYE	FYE	FYE	FYE	FYE	FYE	FYE
County										
Month/Year	Prior Year	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9
1										
2									1	
3										
4										
5										
6										
7										
8										
9										
10							_			
11										
12				-						
III. COMPUTATION OF AVERAGE INCREASE IN FULL-TIM	E EMPLOYEI	ES	<u>I</u>	<u> </u>	<u></u>			<u> </u>	<u></u>	<u>I</u>
Line 1: Total Employees										
Line 2: Divided by: Number of Months in Operation										
Line 3: Monthly Average of Full-Time Employees										
Line 4: Less: Previous Year Average										
Line 5: Average Increase (Decrease) in Full-Time Employees										

IT-CA 2012	GEO	ORGIA JOB 1	AX CREDIT		Page 4				
IV. COMPUTATION OF EMPLOYEES ELIGIBLE FOR CREDIT									
	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9
Line 6: Year 1 Increase									
Line 7: Year 2 Increase									
Line 8: Year 3 Increase							-		
Line 9: Year 4 Increase								_	
Line 10: Year 5 Increase									
V. COMPUTATION OF JOB TAX CREDIT									
Line 11: Number of New Jobs Maintained.									
Line 12a: Available Credit (Line 11 x \$3,500, \$2,500, \$1,250, or \$750)									
Line 12b: Previous unused credit available for income tax use									
Line 12c: \$500 JDA Bonus if applicable									
Line 12d: (Total 12a, 12b, and 12c)									
Line 13: Tax Liability (Before Job Tax Credit).									
Line 14: Maximum Possible Credit (50% of line 13 for tier 3 or 4; 100% of Line 13 for tier 1 or 2)									
Line 15: Enter Lesser of Line 14 or 12d.									
Line 16: Unused Job Tax Credit.									

PERSONAL PROTECTIVE EQUIPMENT MANUFACTURER JOBS TAX CREDIT

For taxable years beginning on and after January 1, 2020 and if certain requirements are met, a personal protective equipment manufacturer that qualifies for and claims the jobs tax credit under O.C.G.A. § 48-7-40 or O.C.G.A. § 48-7-40.1, may claim an additional job tax credit of \$1,250 per job for jobs engaged in the qualifying activity of manufacturing personal protective equipment; jobs must meet the 50% requirement in Revenue Regulation 560-7-8-.66. No credit shall be claimed and allowed for jobs created on or after January 1, 2025. Personal protective equipment manufacturers that make the election to use their 2019 jobs tax credit numbers for their 2020 or 2021 jobs tax credits, cannot use their 2019 jobs tax credit numbers to determine the personal protective equipment manufacturer jobs tax credit for 2020 or 2021. Only personal protective equipment manufacturing jobs actually created or maintained in each respective year can be claimed. Please reference O.C.G.A. § 48-7-40.1A and Revenue Regulation 560-7-8.66 for definitions and more information.

Describe the PPE manufactured during the taxable year _____

The Taxpayer by completing this application certifies that they have met the requirements of O.C.G.A. § 48-7-40.1A.

Unused personal protective equipment manufacturer (PPE) jobs tax credit may be carried forward for 10 years from the close of the tax year in which the qualified jobs were established.

USE CREDIT CODE 147 when claiming the personal protective equipment manufacturer jobs tax credit.

PART VI. (Years 2025-2028 are only applicable to jobs created on or before January 1, 2025 but maintained in 2025-2028)	2020	2021	2022	2023	2024	2025	2026	2027	2028
Line 17: Number of jobs included in Part V line 11 which are engaged in the qualifying activity of manufacturing personal protective equipment (cannot exceed the number listed in Part V line 11)									
Line 18: Available PPE Jobs Tax Credit (Line 17 X \$1,250)									
Line 19: Previous Unused PPE Jobs Tax Credit available for income tax use	N/A								
Line 20: Sum of Lines 18 and 19									
Line 21: Tax Liability (Before PPE Jobs Tax Credit)									
Line 22: PPE Credit Allowed This Year, enter Lesser of Line 20 or 21									
Line 23: Unused PPE Jobs Tax Credit (Line 20 less line 22)									

LIFE SCIENCES MANUFACTURING JOB TAX CREDIT

For taxable years beginning on and after January 1, 2021 and if certain requirements are met, a medical equipment and supplies manufacturer or a pharmaceutical and medicine manufacturer that qualifies for and claims the jobs tax credit under O.C.G.A. § 48-7-40 or O.C.G.A. § 48-7-40.1, may claim the life sciences manufacturing job tax credit. This credit allows an additional job tax credit of \$1,250 per job, for jobs created on or after July 1, 2021 that are engaged in the qualifying activity of manufacturing medical equipment or supplies or manufacturing pharmaceuticals or medicine in Georgia; jobs must meet the 50% requirement in Revenue Regulation 560-7-8-.67. To determine the number of jobs created on or after July 1, 2021 shall be computed by subtracting the average for the months before July 1, 2021 from the average for the year; please see Revenue Regulation 560-7-8-.67 for more information. A medical equipment and supplies manufacturer or a pharmaceutical and medicine manufacturing jobs tax credit. Only medical equipment or supplies manufacturing or pharmaceutical or medicine manufacturing jobs actually created or maintained in 2021 can be claimed. Please reference O.C.G.A. § 48-7-40.1B and Revenue Regulation 560-7-8-.67 for definitions and more information.

Describe the medical equipment or supplies or pharmaceuticals or medicine manufactured during the taxable year

The Taxpayer by completing this application certifies that they have met the requirements of O.C.G.A. § 48-7-40.1B.

Unused life sciences manufacturing job tax credit may be carried forward for 10 years from the close of the tax year in which the qualified jobs were established.

PART VII.	2021	2022	2023	2024	2025	2026	2027	2028	2029
Line 24: Number of jobs included in Part V									
line 11 created on or after July 1, 2021 which									
are engaged in the qualifying activity of									
manufacturing medical equipment or supplies or manufacturing pharmaceuticals									
or medicine (cannot exceed the number									
listed in Part V line 11)									
Line 25: Available Life Sciences									
Manufacturing Job Tax Credit (Line 24 X									
\$1,250)									
Line 26: Previous Unused Life Sciences	N/A								
Manufacturing Job Tax Credit available for	1N/A								
income tax use Line 27: Sum of Lines 25 and 26									
Line 27: Sum of Lines 25 and 26									
Line 28: Tax Liability (Before Life Sciences									
Manufacturing Job Tax Credit)									
Line 29: Life Sciences Manufacturing Job									
Tax Credit Allowed This Year, enter Lesser									
of Line 27 or 28									
Line 30: Unused Life Sciences									
Manufacturing Job Tax Credit (Line 27 less line 29)									
1111e 29)									

USE CREDIT CODE 148 when claiming the life sciences manufacturing job tax credit.