



TENNESSEE DEPARTMENT OF REVENUE

SCHEDULE X - FRANCHISE & EXCISE TAX JOBS CREDIT COMPUTATION

BUSINESS PLAN CONTROL NO. \_\_\_\_\_

Taxpayer Name	Account Number/FEIN/SSN	Taxable Year

NOTE: A Business Plan must be filed and approval received prior to claiming this credit. Generally, an investment of \$500,000 in a Qualified Business Enterprise and at least twenty-five (25) new full-time Tennessee jobs are required in order to be eligible for this credit.

Part 1 - Jobs Tax Credit Computation

1. New Tennessee jobs created and filled during the current fiscal year .....	(1)	_____
2. Jobs Tax Credit from jobs created (Line 1 x \$4,500) .....	(2)	_____
3. New full time Tennessee jobs created and filled during the current fiscal year by qualified persons with disabilities under the provisions of Tenn. Code Ann. Section 67-4-2109(f) .....	(3)	_____
4. Jobs Tax Credit from jobs created (Line 3 x \$5,000) .....	(4)	_____
5. New part time Tennessee jobs created and filled during the current fiscal year by qualified persons with disabilities under the provisions of Tenn. Code Ann. Section 67-4-2109(f) .....	(5)	_____
6. Jobs Tax Credit from jobs created (Line 5 x \$2,000) .....	(6)	_____
7. New Tennessee jobs created and filled during the current fiscal year under the provisions of Tenn. Code Ann. Section 67-4-2109(b)(2)(B), requiring a higher level of investment .....	(7)	_____
8. Jobs Tax Credit from jobs created (Line 7 x \$5,000) .....	(8)	_____
9. Jobs Tax Credit carryover from prior years .....	(9)	_____
10. Total Jobs Tax Credit available (Add Lines 2, 4, 6, 8, and 9) .....	(10)	_____
11. Total Franchise and Excise Taxes (Schedule A, Line 3 plus Schedule B, Line 5) .....	(11)	_____
12. Limitation Percentage (50% for periods ending on or after July 1, 2009) .....	(12)	_____ %
13. Limitation (Line 11 x Line 12) .....	(13)	_____
14. Credit from Schedule D, lines 1 through 7 and Schedule D, Line 9 .....	(14)	_____
15. Net Tax before Jobs Credit (Line 11 less Line 14) .....	(15)	_____
16. Total amount available in current year (Least of Lines 10, 13, and 15; enter here and on Schedule D, Line 8) ..	(16)	_____

Part 2 - Additional Annual Credit

17. Jobs qualifying for additional annual credit in Tier 2 and Tier 3 Enhancement Counties under the provisions of Tenn. Code Ann. Section 67-4-2109(b)(2)(A) or in an Adventure Tourism Zone per Tenn. Code Ann. Section 67-4-2109(b)(2)(C) .....	(17)	_____
18. Additional Annual Credit - Enhancement Counties (Line 17 X \$4,500) .....	(18)	_____
19. Jobs qualifying for additional credit based on a higher level of investment under the provisions of Tenn. Code Ann. Section 67-4-2109(b)(2)(B) .....	(19)	_____
20. Additional Annual Credit - Higher Investment Level (Line 19 X \$5,000) .....	(20)	_____
21. Total Additional Annual Credit (Add Lines 18 and 20; enter here and on Schedule D, Line 9) .....	(21)	_____

TAXABLE YEAR	TAXPAYER NAME	ACCOUNT NO./FEIN/SSN
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**JOBS TAX CREDIT CARRYOVER**

YEAR	PERIOD ENDED MM/YY	FOR ORIGINAL RETURN OR AMENDED	USED IN PRIOR YEARS	EXPIRED	JOBS TAX CREDIT CARRYOVER AVAILABLE
1					
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
Amount to carry to Schedule X, Line 9 .....					

## Instructions for Schedule X – Franchise and Excise Tax Jobs Credit Computation

### General Information

- Prior approval is required for this credit. In order to receive approval the taxpayer must file a Job Tax Credit Business Plan or a Job Tax Credit for Hiring Persons with Disabilities Business Plan. Provided all requirements are met, the taxpayer will be issued a control number.
- In order to qualify for the standard Job Tax Credit the taxpayer must be a Qualified Business Enterprise as defined in Tenn. Code Ann. Section 67-4-2109(a)(5). Generally, in order to be a Qualified Business Enterprise the taxpayer must be engaged in manufacturing, warehousing and distribution, processing tangible personal property, research and development, computer services, call centers, headquarters facilities, as defined in Tenn. Code Ann. Section 67-6-224(b), convention or trade show facilities, or a tourism related business. This requirement does not apply to the Job Tax Credit for Hiring Persons with Disabilities. In order to qualify for the standard Job Tax Credit a capital investment of at least \$500,000 must be made within the Investment Period. This requirement does not apply to the Job Tax Credit for Hiring Persons with Disabilities.
- In order to qualify for the standard Job Tax Credit at least 25 net new full-time Tennessee jobs must be created and filled within the Investment Period. This requirement does not apply to the Job Tax Credit for Hiring Persons with Disabilities.

### Line by Line Instructions

Control Number. Enter the control number received from the Department of Revenue. If more than one control number has been received, enter the most recent number.

#### Part 1

- Line 1 Enter the number of net new full-time Tennessee jobs created and filled during the current fiscal year that do not fall into one of the categories specifically listed elsewhere on Schedule X.
- Line 2 Multiply the number on Line 1 by \$4,500.
- Line 3 Enter the number of net new full-time Tennessee jobs created and filled by persons with disabilities during the current fiscal year. Only include employees for whom health insurance is provided. If health insurance is not provided, the job should be claimed on Line 5.
- Line 4 Multiply the number on Line 3 by \$5,000.
- Line 5 Enter the number of net new part-time Tennessee jobs created and filled by persons with disabilities during the current fiscal year. Include full-time employees with disabilities for whom health insurance is not provided.
- Line 6 Multiply the number on Line 5 by \$2,000.
- Line 7 Enter the number of net new full-time Tennessee jobs created and filled during the current fiscal year under the provisions of Tenn. Code Ann. Section 67-4-2109(b)(2)(B), requiring a

higher level of investment.

- Line 8 Multiply the number on Line 7 by \$5,000.
- Line 9 Enter the Job Tax Credit carryover from prior years. Please include the Job Tax Credit Carryover table.
- Line 10 Add the amounts from Lines 2, 4, 6, 8, and 9.
- Line 11 Enter the total Franchise and Excise taxes shown on page one of the return, before credits or payments have been deducted.
- Line 12 Enter the limitation percentage. The limitation percentage will generally be 50%.
- Line 13 Multiply Line 11 by Line 12.
- Line 14 Enter the sum of all credits claimed on Schedule D, Lines 1 through 7 and Schedule D, Line 9. Industrial Machinery and Job Tax Credits are applied last since they have the longest carryover period and it is usually in the taxpayer's best interest to apply the other credits first.
- Line 15 Subtract Line 14 from Line 11.
- Line 16 Enter the least of Lines 10, 13, or 15. Also enter this number on Schedule D, Line 8.

#### Part 2

- Line 17 Enter the number of jobs qualifying for the additional annual credit in Tier 2 and Tier 3 Enhancement Counties or in an Adventure Tourism Zone. Do not include any jobs on this line that are included in Line 19. See Tenn. Code Ann. Section 67-4-2109(b)(2)(A) and Tenn. Code Ann. Section 67-4-2109(b)(2)(C) for further information.
- Line 18 Multiply the number on Line 17 by \$4,500.
- Line 19 Enter the number of jobs qualifying for the additional annual credit based on a higher level of investment and job creation under the provisions of Tenn. Code Ann. Section 67-4-2109(b)(2)(B). Do not include any jobs on this line that are included in Line 17.
- Line 20 Multiply the number on Line 19 by \$5,000.
- Line 21 Add Lines 18 and 20. Also enter this number on Schedule D, Line 9. The additional annual credit calculated in Part 2 can be used to offset up to 100% of the current year Franchise and Excise tax liability. Any remaining additional annual credit is not refundable and cannot be carried forward.