

Instructions For Form 6300

2015 Alaska Incentive Credits

GENERAL INSTRUCTIONS

Purpose of Form

Form 6300 orders and limits Alaska incentive credits, based on tax liability. This form is required if such credits are to be claimed on Form 6000, 6100, or 6150.

Form 6300 is not required to be filed when creditable activities are reported by a partnership filing Form 6900.

Other Related Forms

Alaska Incentive Credits

To claim Alaska incentive credits on Form 6300, you must also attach specified supplementary credit forms as follows:

- Gas exploration and development tax credit (AS 43.20.043) Form 6320
- Income tax education credit (AS 43.20.014) Form 6310
- Exploration incentive credit (AS 43.20.044) Form 665
- Veteran employment tax credit (AS 43.20.048) Form 6325
- Gas storage facility tax credit (AS 43.20.046) Form 6321
- LNG storage facility credit (AS 43.20.047) Form 6323
- Qualified oil and gas service industry expenditure credit (AS 43.20.049) Form 6327
- Qualified in-state oil refinery infrastructure expenditures tax credit (AS 43.20.053) Form 6328

To claim the veteran employment tax credit, you must maintain certain records, including properly completed Form(s) 6326 Certificate of Qualifying Veteran. Do not send in Form 6326 with your tax return.

To claim the film production tax credit, you must attach the original tax credit certificate issued by the Department of Revenue (DOR).

Federal-based Credits

You may be eligible to claim certain federal-based credits, based on Alaska's adoption of the Internal Revenue Code under AS 43.20.021. These credits are claimed on Alaska Form 6390 Federal-based Credits. See Form 6390 and related instructions. Passive activity credit limitations are calculated on an as-if Alaska basis, using Alaska Form 6395 Passive Activity Limitation.

If You Need Help

If you have questions, need additional information or require other assistance, see our website at www.tax.alaska.gov, or call:

Juneau: 907-465-2320
Anchorage: 907-269-6620

Complete Form 6300 to claim any Alaska incentive credit on the corporation's net income tax return (Form 6000, 6100, or 6150).

Form 6300 accounts for all Alaska incentive credits, including the income tax education credit, the film production tax credit, and various other credits. The form also accounts for any refundable credits. The credits are grouped on Form 6300 and then carried to, and claimed on, lines 7 or 12 of the corporation net income tax return (Form 6000, 6100, or 6150).

In general, Alaska incentive credits may be used to offset the general Alaska income tax imposed under AS 43.20.011, as well

as certain other taxes imposed through Alaska's adoption of the Internal Revenue Code. The exception is the gas exploration and development tax credit (AS 43.20.043) which may only be used to offset the general Alaska income tax; it may not be used to offset other taxes

Credits Originating from a Partnership

A corporation may claim Alaska incentive credits generated by a partnership in which the corporation is a partner. The partnership is required to report the partner's share of any credits on Form 6900, Schedule K-1. In order to claim the credit and offset Alaska income tax, the taxpayer will include the creditable amounts shown on the Schedule K-1 on the applicable line of Form 6300. For example, a corporation will include on Form 6300, line 8 (income tax education credit) its share of the credit shown on Form 6900, Schedule K-1, lines 19–20.

Carryforward of Unused Credit

Certain credits may be carried forward if the credits cannot be used because of the tax liability limitation, as shown below.

Credit	Alaska Statute	Carryforward Period
Gas exploration and development tax credit	AS 43.20.043	5 years
Qualified oil and gas service industry expenditure credit	AS 43.20.049	5 years
Qualified in-state refinery expenditures credit	AS 43.20.053	5 years
Exploration incentive credit	AS 43.20.044	15 years
Veteran employment tax credit	AS 43.20.048	No limit
Film production tax credit	AS 43.98.030	No limit

Form 6300 is required to be filed to claim credits generated in an earlier year. Form 6300 must be accompanied by a schedule for each credit, showing the amount of credit generated and used, by year.

Refundable Credits

The gas storage facility tax credit (AS 43.20.046), the LNG storage facility credit (AS 43.20.047), and the in-state oil refinery credit (AS 43.20.053) are refundable under certain conditions. If the credit exceeds the taxpayer's tax liability, the DOR may refund the excess credit, subject to legislative appropriation.

SPECIFIC INSTRUCTIONS

Line 2a: Enter the amount of gas exploration and development tax credit generated in the current year from Form 6320, line 3.

Line 2b: Enter the amount of gas exploration and development tax credit carried from a previous year. You must attach a schedule showing the credit generated and used, by year, and by company.

Line 6: Enter total of the Personal Holding Company tax, the taxes on early cessation of operations for a gas storage facility or an LNG storage facility, and other taxes from Schedule E lines 4–7 (Forms 6000 and 6100) or lines 5–8 (Form 6150).

Line 8: Enter the tentative income tax education credit from Form 6310 line 9.

Line 11: Enter the amount of the qualified oil and gas service industry expenditure credit from Form 6327, line 3.

Line 12: Enter the amount of qualified oil and gas service industry expenditure credit carried from a previous year. You must attach a schedule showing the credit generated and used, by year, and by company.

Line 16: Enter the amount of qualified in-state oil refinery expenditures credit generated in the current year from Form 6328, line 2. This credit must be applied first to tax. Any excess may be either refunded or carried forward for five years.

Line 19: Enter the lesser of line 15 or line 18 here and on line 41. This is the amount that will be applied to tax.

Line 20: Subtract line 19 from line 18. This is the amount that may either be claimed as a refund or carried forward.

Line 21: Enter the amount of credit requested as a refund. This is subject to legislative appropriation. If the refund is denied, then the excess may be carried forward for five years. The five years is measured from the time the credit was originally generated.

Line 23: Enter the amount of exploration incentive credit from Form 665, line 9.

Line 25: Enter the amount of veteran employment tax credit generated in the current year from Form 6325, line 5.

Line 26: Enter the amount of veteran employment tax credit carried from a previous year. You must attach a schedule showing the credit generated and used, by year, and by company.

Line 30: Enter amount from film production tax credit certificate(s) issued by the DOR. You must attach the original certificate(s) to the tax return.

Line 31: This is the film production tax credit allowable against current tax.

Part II: This part summarizes Alaska incentive credits for which you are claiming a refund.

Line 36: This line summarizes refundable credits allowable, subject to legislative appropriation. Add lines 33–35, and enter the amount on line 36 and on Form 6000, 6100, or 6150, Schedule A, line 12.

Line 37: This is the current tax remaining after application of Alaska incentive credits, against which federal-based credits may be allowed. See Form 6390 Federal-based Credits, and related instructions.

Part III: This part summarizes Alaska incentive credits allowed in the current year that are not being refunded.

Line 45: Enter the total of lines 38–44 on line 45 and on Form 6000, 6100, or 6150, Schedule A, line 7.