

**Include with your return.**

For the calendar year 2015 or fiscal year beginning MM, DD, 2015 and ending MM, DD, 20YY.

Name(s) as shown on Form 140, 140PY, 140NR, 140X

Social Security Number

Individuals must complete this form to claim the credit for increased research activities. Do not complete Form 308. Complete this form if the taxpayer has:

- (a) a current taxable year's credit from the taxpayer's sole proprietorship; OR
- (b) a current taxable year's credit passed through from an S corporation or a partnership; OR
- (c) a carryover of unused credit from taxable year(s) 2001 and later.

**Part 1 Qualification for Refund of Current Taxable Year's Excess Credit**

1 Did you receive a "Certificate of Qualification" from the Arizona Commerce Authority?..... <input type="checkbox"/> Yes <input type="checkbox"/> No If "Yes", include a copy of the Certificate. If "No", skip line 2.	2	00
3 Did an entity from which you are claiming a pass through credit for increased research activities receive a "Certificate of Qualification" from the Arizona Commerce Authority? ..... <input type="checkbox"/> Yes <input type="checkbox"/> No If "Yes", include a copy of the Certificate. If "No", skip line 4 and line 5.		
4 Enter the name of the entity that received the Certificate from the Arizona Commerce Authority and its employer identification number. Be sure to include a copy of the Certificate. Name: _____ EIN: _____		
5 Enter your share of the maximum refund amount for this taxable year: See instructions .....	5	00

**Part 2 Current Taxable Year's Credit Calculation (Sole Proprietorships Only)**

6 Wages for qualified services (do not include wages used in figuring the federal work opportunity credit).....	6	00	
7 Cost of supplies .....	7	00	
8 Rental or lease cost of computers .....	8	00	
9 Contract research expenses: See instructions .....	9	00	
10 Total research expenses: Add lines 6 through 9. Enter the total .....	10	00	
11 Research expenses included on lines 6 through 9 related to solar liquid fuel that will be claimed on Arizona Form 344.....	11	00	
12 Total qualified research expenses: Subtract line 11 from line 10.....	12	00	
13 Average annual Arizona gross receipts: See instructions .....	13	00	
14 Fixed-base percentage (not more than 16% (.1600)): See instructions.....	14	.	
15 Base amount: Multiply line 13 by the percentage on line 14. Enter the result.....	15	00	
16 Subtract line 15 from line 12. If less than zero, enter zero .....	16	00	
17 Multiply line 12 by 50% (.50). Enter the result.....	17	00	
18 Enter the lesser of line 16 or line 17.....	18	00	
<div style="border: 1px solid black; padding: 5px;"> <ul style="list-style-type: none"> <li>If line 18 is \$2,500,000 or less, complete line 19 and skip lines 20 through 22.</li> <li>If line 18 is more than \$2,500,000, skip line 19 and complete lines 20 through 22.</li> </ul> </div>			
19 Multiply line 18 by 24% (.24). Enter the result.....	19	00	
20 Subtract \$2,500,000 from line 18. Enter the difference .....	20	00	
21 Multiply line 20 by 15% (.15). Enter the result.....	21	00	
22 Add \$600,000 to line 21. Enter the total .....	22	00	
23 Enter the amount from line 19 or 22 here.....	23	00	

**Part 3 Current Taxable Year's Credit Passed Through From S Corporations and Partnerships**

24 Total amount of credit passed through from S corporations and partnerships: Enter the aggregate amount of the credit for increased research activities from all Form(s) 308 received from S corporations and partnerships. Include copies of any Form(s) 308-I with your tax return .....	24	00
25 <b>Total Credit:</b> Add line 23 and line 24. Enter the total. <b>This is your current year's total credit for increased research activities</b> .....	25	00

Name (as shown on page 1)	SSN
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**Part 4 Refundable Portion of the Current Taxable Year's Excess Credit**

**Only complete Part 4 if the "Yes" box on Part 1, line 1 or Part 1, line 3 is checked.**

<b>26</b> Total current taxable year's credit: Enter the amount from Part 3, line 25.....	<b>26</b>	00
<b>27a</b> Subtotal of tax: Enter the amount from Form 140, line 48; or Form 140PY, line 60; or Form 140NR, line 58; or Form 140X, line 32.....	<b>27a</b>	00
<b>27b</b> Nonrefundable tax credits: Enter the amount of nonrefundable tax credits from Form 301, line 33 less the amount (if any) on Form 301, line 5, column (c) .....	<b>27b</b>	00
<b>27c</b> Current taxable year's credit for increased research activities that will be used to offset the current taxable year's tax liability: Subtract line 27b from line 27a and enter the difference. If the difference is zero or more, enter it on Part 8, line 52; also enter it on Form 301, Part 1, line 5, column (a), and on Form 301, Part 2, line 48. If the difference is less than zero, enter zero.....	<b>27c</b>	00
<b>28</b> Current taxable year's excess credit: Subtract line 27c from line 26 and enter the difference. If less than zero, enter zero, because no refund is available.....	<b>28</b>	00
<b>29</b> Tentative refundable credit: Multiply line 28 by 75% (.75). Enter the result.....	<b>29</b>	00
<b>30</b> Maximum refundable credit: See instructions.....	<b>30</b>	00
<b>31 Refundable Credit:</b> Enter the lesser of line 29 or line 30. See instructions .....	<b>31</b>	00

**Complete Part 5 and Part 6 if you have carryovers from prior years. If you elect to receive a refund of 75% of the excess credit, you cannot carry forward any amount from the year of the refund.**

**Part 5 Available Pre-2003 Credit Carryover**

	(a) Taxable Year	(b) Original Credit Amount	(c) Amount Previously Used	(d) Available Carryover: Subtract column (c) from column (b).
<b>32</b>	2001	00	00	00
<b>33</b>	2002	00	00	00
<b>34</b>	TOTAL AVAILABLE PRE-2003 CARRYOVER: Add lines 32 and 33 in column (d) .....			00

**Part 6 Available Post-2002 Credit Carryover**

	(a) Taxable Year	(b) Original Credit Amount	(c) Amount Previously Used	(d) Available Carryover: Subtract column (c) from column (b).
<b>35</b>	2003	00	00	00
<b>36</b>	2004	00	00	00
<b>37</b>	2005	00	00	00
<b>38</b>	2006	00	00	00
<b>39</b>	2007	00	00	00
<b>40</b>	2008	00	00	00
<b>41</b>	2009	00	00	00
<b>42</b>	2010	00	00	00
<b>43</b>	2011	00	00	00
<b>44</b>	2012	00	00	00
<b>45</b>	2013	00	00	00
<b>46</b>	2014	00	00	00
<b>47</b>	TOTAL AVAILABLE POST-2002 CARRYOVER: Add lines 35 through 46 in column (d) .....			00

Continued on page 3 →

Name (as shown on page 1)	SSN
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## Part 7 Limitation of Credit Carryovers

**If you completed Part 4 and are receiving a refund, do not complete Part 7.**

**LIMITATION OF PRE-2003 CREDIT CARRYOVER:** You may not be able to use all of your available pre-2003 credit carryovers from Part 5 to offset this year's tax liability. Complete Part 7 to determine which credit carryovers you may claim. Also complete Part 7 to figure the total of all of your available credit carryovers (amounts from Part 5, line 34, column (d), and Part 6, line 47, column (d)) that you may claim this year.

<b>48a</b> Current year's liability: Enter the amount from Form 301, Part 2, line 41.....	<b>48a</b>		00
<b>48b</b> Current year's total credit: Enter the amount from Part 3, line 25 .....	<b>48b</b>		00
<b>48c</b> Subtract line 48b from line 48a. If the difference is zero or less, enter zero.....	<b>48c</b>		00
<b>49a</b> Available pre-2003 credit carryover: Enter the amount from Part 5, line 34, column (d).....	<b>49a</b>		00
<b>49b</b> Enter the lesser of line 48a or \$500,000.....	<b>49b</b>		00
<b>49c</b> Subtract line 48b from line 49b. If the difference is zero or less, enter zero.....	<b>49c</b>		00
<b>49d</b> Enter the lesser of line 49a or line 49c. This is the amount of pre-2003 carryover that you may use .....	<b>49d</b>		00
<b>50</b> Subtract line 49d from line 48c.....	<b>50</b>		00
<b>51</b> Enter the lesser of Part 6, line 47, column (d) or Part 7, line 50. This is the amount of post-2002 carryover that you may use .....	<b>51</b>		00

## Part 8 Total Available Nonrefundable Credit

<b>52</b> Current year's credit: If you completed Part 4 and are receiving a refund, enter the amount from Part 4, line 27c. Otherwise, enter the amount from Part 3, line 25. • Also enter this amount <i>on Form 301, line 5, column (a)</i> .....	<b>52</b>		00
<b>53</b> If you completed Part 4 and are receiving a refund, enter zero. Otherwise, enter the pre-2003 carryover from Part 7, line 49d .....	<b>53</b>		00
<b>54</b> If you completed Part 4 and are receiving a refund, enter zero. Otherwise, enter the post-2002 carryover from Part 7, line 51. • Also enter the sum of lines 53 and 54 (total carryover) <i>on Form 301, line 5, column (b)</i> .....	<b>54</b>		00
<b>55</b> <b>Total available credit:</b> Add lines 52, 53, and 54. • Also enter this amount <i>on Form 301, Part 1, line 5, column (c)</i> .....	<b>55</b>		00