Department of Taxation and Finance

Claim for EZ Capital Tax Credit

Tax Law – Section 606(l)

IT-602

Submit this claim with your Form IT-201, IT-203, or IT-205.

Name(s) as shown on your return	Identifying number as shown on return

Schedule A: Limitation of EZ capital tax credit

1	Tax from Form IT-201, Form IT-203, or Form IT-205 *(see instructions)*	**1**	.00
2	Multiply line 1 by 50% (0.50)	**2**	.00

Schedule B: Calculation of EZ capital tax credit used and carried forward

3	Enter the carryover credit from last year's Form IT-602	**3**	.00
4	EZ capital tax credit available for use this year *(enter the amount from line 2 or line 3, whichever is less)*	**4**	.00
5	Tax due before credits *(see instructions)*	**5**	.00
6	Tax credits claimed before this credit *(see instructions)*	**6**	.00
7	Net tax *(subtract line 6 from line 5)*	**7**	.00
8	Amount of credit used for the current tax year *(enter the lesser of line 4, or line 7; see instructions)*......	**8**	.00
9	Amount of credit available for carryover to next year *(subtract line 8 from line 3)*	**9**	.00

Instructions

General information

The Empire Zone (EZ) capital tax credit has expired; you may only claim an EZ capital tax credit carryover from previous years.

You may continue to use any credit carryovers from previous years against your tax liability. However, if your business was required to obtain an EZ retention certificate from Empire State Development, but was denied one, you are not eligible to claim the carryover of the credit attributable to investments in a certified EZ business. You do not need an EZ retention certificate to claim the carryover of credit from contributions to community development projects.

The credit may not exceed the lesser of:

- the tax due under New York State Tax Law Article 22, or
- 50% of the tax imposed by § 601, without regard to any credit.

You **cannot** request a refund for any unused portion of this credit; however, you may carry it forward to future tax years indefinitely.

Line instructions

See the instructions for your tax return for the *Privacy notification* or if you need help contacting the Tax Department.

Line 1: Calculate the amount to enter on this line as follows:

- **Form IT-201 filers:** Enter the tax from Form IT-201, line 39, plus Form IT-230-I, Worksheet A, line 1, minus any resident credit and accumulation distribution credit.
- **Form IT-203 filers:** Enter the tax from Form IT-203, line 46, plus Form IT-203-ATT, line 18, minus any resident credit and accumulation distribution credit.
- **Form IT-205 filers:** Enter the tax from Form IT-205, line 8 (for residents), or line 9 (for nonresidents and part-year residents), minus any resident credit and accumulation distribution credit.

Line 5

Form IT-201 filers: Enter the tax from Form IT-201, line 39, plus any amount from Form IT-201-ATT, line 21.

Form IT-203 filers: Enter the tax from Form IT-203, line 46, plus any amount from Form IT-203-ATT, line 20.

Form IT-205 filers: Enter the tax from Form IT-205, line 8 (for residents), or line 9 (for nonresidents), plus any credits shown on line 1 of the *Addbacks worksheet*, in the instructions for Form IT-205, line 12.

Line 6: If you are applying any credits against the tax before this credit, enter those amounts here.

Apply credits in the following order:

1. household credit
2. any credits that cannot be carried over or refunded
3. any credits that can be carried over for a limited duration
4. any credits that can be carried over for an unlimited duration
5. refundable credits

For more information, see *Ordering of personal income tax credits*, or visit *www.tax.ny.gov* (search: *ordering*).

Line 8: Enter the amount from line 8 and code *162* on Form IT-201-ATT, line 6, or Form IT-203-ATT, line 7, or include it on Form IT-205, line 10.