



TENNESSEE DEPARTMENT OF REVENUE
SCHEDULE X - FRANCHISE & EXCISE TAX JOBS CREDIT COMPUTATION

BUSINESS PLAN CONTROL NO.

--

TAXABLE YEAR	TAXPAYER NAME	ACCOUNT NO./FEIN
--------------	---------------	------------------

Part 1 - Standard Job Tax Credit - A Business Plan must be filed and tentative approval received prior to claiming this credit.

1. New Tennessee jobs created and filled during the current fiscal year	(1)	
2. Job Tax Credit from jobs created (Line 1 x \$4,500)	(2)	
3. 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	(3)	
4. Job Tax Credit from jobs created (Line 3 x \$5,000)	(4)	
5. Job Tax Credit carryover from prior years	(5)	
6. Total Standard Job Tax Credit available (Add Lines 2, 4, and 5)	(6)	
7. Total Franchise and Excise Taxes (Schedule A, Line 3 plus Schedule B, Line 5)	(7)	
8. Limitation Percentage (50% for periods ending on or after July 1, 2009)	(8)	%
9. Line 7 x Line 8	(9)	
10. Total before Part 5 limitation (Lesser of Lines 6 or 9; enter here and on Part 5, Line 40)	(10)	

Part 2 - Additional Annual Credit

11. Jobs qualifying for additional annual credit in Tier 2, Tier 3 and Tier 4 Enhancement Counties under the provision of Tenn. Code Ann. Section 67-4-2109(b)(2)(A)	(11)	
12. Additional Annual Credit - Enhancement Counties (Line 11 X \$4,500)	(12)	
13. Jobs qualifying for additional 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)	(13)	
14. Additional Annual Credit - Higher Investment Level (Line 13 X \$5,000)	(14)	
15. Jobs qualifying for additional credit based on an Adventure Tourism Zone under the provisions of Tenn. Code Ann. Section 67-4-2109(b)(2)(C)	(15)	
16. Additional Annual Credit - Adventure Tourism Zone (Line 15 X \$4,500)	(16)	
17. Total Additional Annual Credit (Add Lines 12, 14, and 16; enter here and on Part 5, Line 37)	(17)	

Part 3 - Job Tax Credit for Hiring Persons with Disabilities - A Business Plan must be filed and approval received prior to claiming this credit.

18. 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)	(18)	
19. Job Tax Credit from jobs created (Line 18 x \$5,000)	(19)	
20. 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)	(20)	
21. Job Tax Credit from jobs created (Line 20 x \$2,000)	(21)	
22. Job Tax Credit for Hiring Persons with Disabilities carryover from prior years	(22)	
23. Total Job Tax Credit for Hiring Persons with Disabilities available (Add Lines 19, 21, and 22)	(23)	
24. Total Franchise and Excise Taxes (Schedule A, Line 3 plus Schedule B, Line 5)	(24)	
25. Limitation (50% of Line 24)	(25)	
26. Total before Part 5 limitation (Lesser of Lines 23 or 25; enter here and on Part 5, Line 41)	(26)	

Continued on Next Page



TENNESSEE DEPARTMENT OF REVENUE
SCHEDULE X - FRANCHISE & EXCISE TAX JOBS CREDIT COMPUTATION - PAGE 2

TAXABLE YEAR	TAXPAYER NAME	ACCOUNT NO./FEIN
Part 4 - Community Resurgence Job Tax Credit - A Business Plan must be filed and approval received prior to claiming this credit.		
27. New Tennessee jobs created and filled during the current fiscal year in high-poverty area under the provisions of Tenn. Code Ann. Section 67-4-2109(q) (27) _____		
28. Job Tax Credit from jobs created (Line 27 x \$2,500) (28) _____		
29. Community Resurgence Job Tax Credit carryover from prior years (29) _____		
30. Total Community Resurgence Job Tax Credit available (Add Lines 28 and 29) (30) _____		
31. Total Franchise and Excise Taxes (Schedule A, Line 3 plus Schedule B, Line 5) (31) _____		
32. Limitation (50% of Line 31) (32) _____		
33. Total before Part 5 limitation (Lesser of Lines 30 or 32; enter here and on Part 5, Line 42) (33) _____		
Part 5 - Calculation of Overall Limitation		
34. Total Franchise and Excise Taxes (Schedule A, Line 3 plus Schedule B, Line 5) (34) _____		
35. Credits from Schedule D, Lines 1 and 2 (35) _____		
36. Net tax after Gross Premiums and Tennessee Income Tax credits (Line 34 less Line 35; if negative, enter zero) (36) _____		
37. Additional Annual Credit from Part 2, Line 17 (37) _____		
38. Total Additional Annual Credit allowable in current year (Lesser of Line 36 or 37 (Enter here and on Schedule D, Line 9) (38) _____		
39. Tax liability after Gross Premiums, Tennessee Income Tax, and Additional Annual credits (Line 36 less Line 38) (39) _____		
40. Standard Job Tax Credit (Part 1, Line 10) (40) _____		
41. Job Tax Credit for Hiring Persons with Disabilities (Part 3, Line 26) (41) _____		
42. Community Resurgence Job Tax Credit (Part 4, Line 33) (42) _____		
43. Total Job Credits with carryover provision (Add Lines 40 through 42) (43) _____		
44. Credits from Schedule D, Lines 3 through 7 (44) _____		
45. Net tax after other credits (Line 39 less Line 44; if negative, enter zero) (45) _____		
46. Total Job Tax Credits allowable in current year excluding Additional Annual Credit claimed on Line 38 above (Lesser of Line 43 or 45; enter here and on Schedule D, Line 8) (46) _____		

TAXABLE YEAR	TAXPAYER NAME	ACCOUNT NO./FEIN/SSN
--------------	---------------	----------------------

JOBS TAX CREDIT CARRYOVER

Check Applicable Carryover Type:

If more than one type applies, attach additional pages. Unused Additional Annual Credit cannot be carried forward.

- Standard Job Tax Credit
- Job Tax Credit for Hiring Persons with Disabilities
- Community Resurgence Job Tax Credit

Year	Period Ended MM/YY	Original Return or As Amended	Used In Prior Year(s)	Expired	Job 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					

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.

General Requirements - Standard Job Tax Credit

- 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), back office operations, convention or trade show facilities, or a tourism related business.
- 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.
- In order to qualify for the standard Job Tax Credit a minimum number of net new full-time Tennessee jobs must be created and filled within the Investment Period. The minimum job requirement in a Tier 1 or Tier 2 county is 25 net new jobs. The minimum job requirement is 20 net new jobs in a Tier 3 county and 10 in a Tier 4 county.

General Requirements - Additional Annual Credit

- In order to qualify for any of the three Additional Annual Credits the taxpayer must meet all the requirements of the Standard Job Tax Credit.
- An additional annual credit is available for qualified jobs created in Tier 2, Tier 3 and Tier 4 counties. See Tenn. Code Ann. Section 67-4-2109(b)(2)(A).
- An additional annual credit is available for large investments and high job creation. This credit requires an investment of at least one-hundred million dollars (\$100,000,000) and the creation of at least one-hundred (100) qualified jobs that pay at least the state's average occupational wage, or in the case of a headquarters facility an investment of ten million dollars (\$10,000,000) and the creation of at least one-hundred (100) qualified jobs that pay at least 150% the state's average occupational wage. See Tenn. Code Ann. Section 67-4-2109(b)(2)(B).
- An additional annual credit is available for qualified jobs created in an Adventure Tourism Zone. See Tenn. Code Ann. Section 67-4-2109(b)(2)(C).
- This credit can be used to offset up to 100% of the franchise and excise tax. However, any unused credit cannot be applied to other tax years.

General Requirements - Job Tax Credit for Hiring Persons with Disabilities

- In order to qualify for the Job Tax Credit for Hiring Persons with Disabilities the taxpayer must hire workers with disabilities through an existing State of Tennessee employment incentive program. In order to qualify for the \$5,000 credit, the employee must work full-time and be covered by the employer's health care plan. In order to qualify for the \$2,000 credit, the employee must work at least 10 hours per week. Employees who work full-time, but are not covered by the employer's health care plan are treated the same as part-time employees for the purpose of this credit.
- There is no investment or minimum number of jobs required for this credit.

General Requirements - Community Resurgence Job Tax Credit

- In order to qualify for the Community Resurgence Job Tax Credit the taxpayer must create at least 10 full-time jobs in a high-poverty area with wages equal to, or greater than, the state's average occupational wage. A list of census tracts that meet the definition of high-poverty areas is provided by the Tennessee Department of Economic and Community Development. The average occupational wage as of January 1, 2016 was \$41,296 annually.
- There is no investment requirement for this credit.

Line by Line Instructions

Business Plan 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 - Standard Job Tax Credit

Line 1 Enter the number of net new qualified full-time Tennessee jobs created and filled during the current fiscal year that meet all statutory requirements for the credit at the rate of \$4,500 per job, but do not meet the higher level of investment, job creation and wage requirements for the credit at the rate of \$5,000 per job. Jobs that qualify for the higher rate should be reported on Line 3, instead of this line.

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 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 and job creation. This credit requires an investment of at least one-hundred million dollars (\$100,000,000) and the creation of at least one-hundred (100) qualified jobs that pay at least the state's average occupational wage, or in the case of a headquarters facility an investment of ten million dollars (\$10,000,000) and the creation of at least one-hundred

- (100) qualified jobs that pay at least 150% the state's average occupational wage.
- Line 4 Multiply the number on Line 3 by \$5,000.
- Line 5 Enter the Job Tax Credit carryover from prior years. Please include the Job Tax Credit Carryover schedule.
- Line 6 Add the amounts from Lines 2, 4, and 5.
- Line 7 Enter the total Franchise and Excise taxes shown on page one of the return, before credits or payments have been deducted. Schedule A, Line 3 plus Schedule B, Line 5.
- Line 8 Enter the limitation percentage. The limitation percentage is 50% for periods ended on or after July 1, 2009 unless the Commissioner of Revenue and the Commissioner of Economic and Community Development have determined that it is in the best interests of the state to allow a higher percentage and issued the taxpayer a letter stating such under the provisions of Tenn. Code Ann. Section 67-4-2109(b)(3)(F).
- Line 9 Multiply Line 7 by Line 8.
- Line 10 Enter the lesser of Lines 6 and 9. Also enter this amount on Part 5, Line 40.

Part 2 - Additional Annual Credit

- Line 11 Enter the number of jobs qualifying for the additional annual credit in Tier 2, Tier 3, and Tier 4 Enhancement Counties. Do not include any jobs on this line that are included in Line 13 or 15. See Tenn. Code Ann. Section 67-4-2109(b)(2)(A) for further information.
- Line 12 Multiply the number on Line 11 by \$4,500.
- Line 13 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 11 or 15.
- Line 14 Multiply the number on Line 13 by \$5,000.
- Line 15 Enter the number of jobs qualifying for the additional annual credit in an Adventure Tourism Zone. Do not include any jobs on this line that are included in Line 11 or 13. See Tenn. Code Ann. Section 67-4-2109(b)(2)(C) for further information.
- Line 16 Multiply the number on Line 15 by \$4,500.
- Line 17 Add Lines 12, 14, and 16. Also enter this amount on Part 5, Line 37. 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.

Part 3 - Job Tax Credit for Hiring Persons with Disabilities

- Line 18 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 20.
- Line 19 Multiply the number on Line 18 by \$5,000.
- Line 20 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 21 Multiply the number on Line 20 by \$2,000.
- Line 22 Enter the Job Tax Credit for Hiring Persons with Disabilities carryover from prior years. Please include the Job Tax Credit Carryover schedule.
- Line 23 Add the amounts from Lines 19, 21, and 22.
- Line 24 Enter the total Franchise and Excise taxes shown on page one of the return, before credits or payments have been deducted. Schedule A, Line 3 plus Schedule B, Line 5.
- Line 25 Enter the limitation. The limitation is 50% of Line 24.
- Line 26 Enter the lesser of Lines 23 and 25. Also enter this amount on Part 5, Line 41.

Part 4 - Community Resurgence Job Tax Credit

- Line 27 Enter the number of net new qualified Tennessee jobs created and filled during the current fiscal year in a high-poverty area.
- Line 28 Multiply the number on Line 27 by \$2,500.
- Line 29 Enter the Community Resurgence Job Tax Credit carryover from prior years. Please include the Job Tax Credit Carryover schedule.
- Line 30 Add the amounts from Lines 28 and 29.
- Line 31 Enter the total Franchise and Excise taxes shown on page one of the return, before credits or payments have been deducted.
- Line 32 Enter the limitation. The limitation is 50% of Line 31.
- Line 33 Enter the lesser of Lines 30 and 32. Also enter this amount on Part 5, Line 42.

Part 5 - Calculation of Overall Limitation

- Line 34 Enter the total Franchise and Excise taxes shown on page one of the return, before credits or payments have been deducted. Schedule A, Line 3 plus Schedule B, Line 5.
- Line 35 Enter the sum of Gross Premiums tax credit and Tennessee Income Tax credit claimed on Schedule D, Lines 1 and 2.
- Line 36 Subtract Line 35 from Line 34; if negative, enter zero.
- Line 37 Enter the total Additional Annual Credit from Part 2, Line 17.
- Line 38 Enter the lesser of Line 36 and 37. Also enter this amount on Schedule D, Line 9. This is the total amount of Additional Annual Credit that can be deducted on this return.
- Line 39 Subtract Line 38 from Line 36.
- Line 40 Enter the Standard Job Tax Credit from Part 1, Line 10.
- Line 41 Enter the Job Tax Credit for Hiring Persons with Disabilities from Part 3, Line 26.
- Line 42 Enter the Community Resurgence Job Tax Credit from Part 4, Line 33.
- Line 43 Enter the sum of lines 40 through 42.
- Line 44 Enter the sum of all credits claimed on Schedule D, Lines 3 through 7. 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 45 Subtract Line 44 from Line 39. If negative, enter 0.
- Line 46 Enter the lesser of Lines 43 and 45. Also enter this amount on Schedule D, Line 8.