



DTF-621

New York State Department of Taxation and Finance

Claim for QETC Employment Credit

Tax Law - Articles 9-A and 22

2002 calendar-yr. filers, check box []

Other filers enter tax period:

beginning

ending

Form boxes for beginning and ending tax period

Name and Taxpayer identification number fields

File this form with corporate franchise tax return Form CT-3, CT-3-S, or CT-3-S-A, or file with personal income tax return Form IT-201, IT-203, IT-204, or IT-205.

Mark the tax year for which the qualified emerging technology company (QETC) employment credit is being claimed on this return: 1st 2nd 3rd

Before computing the credit in Schedule B, you must meet the eligibility requirements in Schedule A, Part I, Part II (Category 1 or 2), and Part III. All the questions in Schedule A pertain to the tax year for which the credit is claimed.

Line A — Partner in a partnership, S corporation shareholder, or a beneficiary of an estate or trust:

enter your share of the QETC employment credit (see instructions) A [] []

Business name and Identification number fields

Schedule A — Eligibility requirements

Part I - Answer questions 1 and 2

- 1 Is the company located in New York State? Yes [] No []
2 Are the total annual product sales of the company \$10,000,000 or less? Yes [] No []

If you answered No to either question 1 or 2, see instructions. If you answered Yes to questions 1 and 2, continue with Part II.

Part II - Eligibility requirements for Category 1 and Category 2

Category 1: Primary products and services

- 3 Does the company have products or services that may be classified as emerging technologies? Yes [] No []
If Yes, enter a description of the company's emerging technology products or services:
4 Complete the following worksheet

Worksheet for line 4

- a Enter the gross receipts or sales from the company's emerging technology products or services described on line 3 • a.
b Enter the gross receipts or sales from all the company's products or services b.
c Divide the amount on line a by the amount on line b and enter the result as a percentage • c. %

- d Is the percentage entered on line c of the worksheet greater than 50%? Yes [] No []

If you answered Yes to questions 3 and 4d, you are a QETC under Category 1; continue with Part III. If you answered No to either question 3 or 4d, you are not a QETC under Category 1. Complete questions 5 and 6 to determine if you are a QETC under Category 2.

Category 2: Research and development activities

- 5 Does the company have research and development activities in New York State? Yes [] No []
6 Complete the following worksheet

Worksheet for line 6

- a Enter the amount of research and development funds • a.
b Enter the amount of net sales b.
c Research and development funds percentage (divide the amount on line a by the amount on line b and enter the result) • c. %

- d Does the percentage entered on line c of the worksheet equal or exceed 3.4%? Yes [] No []

If you answered Yes to questions 5 and 6d, you are a QETC under Category 2; continue with Part III.
If you answered No to question 5 or 6d, you are not a QETC under Category 2 and cannot claim this credit.
If you are claiming a QETC credit carryforward from a preceding year, continue with Schedule C.

Part III - Computation of average number of full-time employees in New York State for the current tax year and three-year base period

Current tax year	March 31	June 30	Sept. 30	Dec. 31	Total
Number of full-time employees in New York State					

7 Average number of full-time employees in New York State for the current tax year *(see instructions)* **7.**

Number of full-time employees in New York State for three-year base period	March 31	June 30	Sept. 30	Dec. 31	Total
First year					
Second year					
Third year					
Total number of full-time employees in New York State for the three-year base period					

8 Average number of full-time employees in New York State for the three-year base period.
The average number of employees on line 8, once computed, remains the same for each of the three tax years for which the credit is claimed *(see instructions)* **8.**

9 Percentage of employment for full-time employees in New York State *(divide line 7 by line 8)* **9.** %

If your percentage of employment for full-time employees in New York State on line 9 is less than 101%, do not complete Schedule B; you do not qualify for the QETC employment credit. (Schedule C should be completed if applicable.)
If your percentage of employment is at least 101%, continue with Schedule B.

Schedule B — Computation of credit for the current tax year

10 Enter the average number of full-time employees in New York State for the current tax year from line 7 <i>(complete Additional information for Schedule B - Employee listing)</i>	10.	
11 Enter the average number of full-time employees in New York State for the three-year base period from line 8	11.	
12 Subtract line 11 from line 10	12.	
13 Credit per employee	13.	\$1,000
14 Credit computed for the current tax year <i>(multiply line 12 by line 13; see instructions)</i>	14.	

Additional information for Schedule B — Employee listing

List below each employee used to compute the average number of full-time employees on line 10

Employee's name	Social security number	Employee's name	Social security number

Attach additional sheets if necessary

Schedule C — Computation of QETC employment credit allowed for the current tax year

Part I — Computation of available QETC employment credit

15 QETC employment credit carryforward from preceding tax year <i>(see instructions)</i>	• 15.	
16 QETC employment credit computed for the current tax year from line 14 <i>(see instructions)</i>	• 16.	
17 QETC employment credit available for the current tax year <i>(add lines 15 and 16)</i>	• 17.	

Part II - Computation of QETC employment credit limitation

18 Current year's tax <i>(see instructions)</i>	18.	
19 Enter other credits used <i>(see instructions)</i>	19.	
20 Balance of tax <i>(subtract line 19 from line 18)</i>	20.	
21 Article 9-A taxpayers: enter the tax on minimum taxable income base or fixed dollar minimum <i>(from Form CT-3, line 71 or line 74, whichever is larger; or Form CT-3-A, line 71 or line 74, whichever is larger; Article 22 taxpayers: enter "0")</i>	21.	
22 Amount of credit needed to reduce tax to the minimum amount allowable. Subtract line 21 from line 20 <i>(if less than 0, enter "0")</i> . If your franchise tax on Form CT-3, line 78; or Form CT-3-A, line 77, is the tax on minimum taxable income base or fixed dollar minimum, enter "0" on this line. <i>(Article 22 taxpayers must enter the amount from line 20.)</i>	• 22.	

Part III — Computation of QETC employment credit used for the current tax year

23 QETC employment credit used for the current tax year <i>(enter line 17 or line 22 amount, whichever is less; see instructions)</i>	▶ • 23.		
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Part IV — Computation of QETC employment credit carryforward

24 QETC employment credit available as a carryforward <i>(subtract line 23 from line 17; see instructions)</i>	• 24.	
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Part V — Computation of refundable QETC employment credit

25 Qualified new QETC businesses only: refund of QETC employment credit <i>(enter line 16 or line 24 amount, whichever is less; see instructions)</i>	▶ • 25.		
26 Unused QETC employment credit carried forward after refund <i>(subtract line 25 from line 24)</i>	• 26.		



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