



Claim for QEZE Credit for Real Property Taxes
Tax Law - Section 15

IT-606

QEZEs first certified prior to April 1, 2005, complete only Section 1, Schedules A through G.
QEZEs first certified on or after April 1, 2005, complete only Section 2, Schedules H through Q.

Section 1 — For QEZEs first certified prior to April 1, 2005

Note: You must file either Section 1 (pages 1 through 4) or Section 2 (pages 5 through 8). Do not file both.

See Form IT-606-I, Instructions for Form IT-606, for assistance.

2005 calendar-year filers, mark an X in the box: [ ]
Other filers must enter tax period:

beginning [ ] ending [ ]

File this claim with your Form IT-201, IT-203, IT-204, or IT-205.

Form with fields: Name(s) as shown on your return, Name of empire zone (EZ), Name of qualified empire zone enterprise (QEZE) business, Taxpayer identification number, EIN of QEZE

Date of first certification by Empire State Development (attach copies of all Certificates of Eligibility)..... [ ] (mm-dd-yyyy)

Schedule A — Employment test for QEZEs first certified prior to April 1, 2005

Part 1 — Empire zone (EZ) employment — Computation of the employment number within all EZs for the current tax year and the five-year base period. Include employees within all EZs, even if you are not certified in all of those zones (see instructions).

Table with 6 columns: Current tax year employment number, March 31, June 30, September 30, December 31, Total. Row 1: Number of full-time employees within all EZs. Row 2: 1 Employment number within all EZs for the current tax year (see instructions) ..... 1.

Table with 7 columns: Base period employment no., Tax year ending (mm/dd/yy), March 31, June 30, September 30, December 31, Total. Rows: Number in base year one, two, three, four, five.

Total number of full-time employees within all EZs in the base period ..... 2.
3 Does the amount on line 1 equal or exceed line 2? (see instructions) ..... Yes [ ] No [ ]

If the employment number within all EZs for the current year (line 1) does not equal or exceed the employment number within all EZs in the base period (line 2), stop. You are not eligible for the QEZE credit for real property taxes.



**Part 2 — New York State employment outside all EZs** — Computation of the employment number inside New York State and outside all EZs (whether or not you are certified in all of those EZs) for the current tax year and the five-year base period (see instructions).

Current tax year employment number	March 31	June 30	September 30	December 31	Total
Number of full-time employees inside NYS and outside all EZs					
4 Employment number inside New York State and outside all EZs for the current tax year .....					4.

Base period employment no.	Tax year ending (mm/dd/yy)	March 31	June 30	September 30	December 31	Total
Number in base year one						
Number in base year two						
Number in base year three						
Number in base year four						
Number in base year five						
Total number of full-time employees inside New York State and outside all EZs in the base period....						
5 Employment number inside New York State and outside all EZs in the base period .....					5.	

6 Does the amount on line 4 **equal** or **exceed** the amount on line 5? (see instructions) ..... Yes  No

If the employment number inside New York State and outside all EZs for the current tax year (line 4) does not **equal** or **exceed** the employment number inside New York State and outside all EZs in the base period (line 5), **stop**. You are not eligible for the QEZE credit for real property taxes.

**Schedule B — Computation of employment number within the EZs in which you are certified for the test year**

Test year (mm/yyyy) _____ to _____	March 31	June 30	September 30	December 31	Total
Number of full-time employees within the EZs.....					
7 Employment number within the EZs in which you are certified for the test year (see instructions) .....					7.

**Schedule C — Employment increase factor** (see instructions)

8 Employment number within the EZs in which you are certified for the current tax year (see instructions) ...	8.	
9 Employment number within the EZs in which you are certified for the test year (from line 7) .....	9.	
10 Subtract line 9 from line 8.....	10.	
11 Divide line 10 by line 9 (round the result to the fourth decimal place; if line 9 is zero and line 8 is greater than zero, enter 1 here) .....	11.	
12 Divide line 10 by 100 (round the result to the fourth decimal place) .....	12.	
13 Employment increase factor (enter the greater of line 11 or 12, but not more than 1.0; also enter on line 15).....	13.	



**Schedule D — Computation of QEZE credit for real property taxes for QEZE first certified prior to April 1, 2005**

14 Tax year of the business tax benefit period ; benefit period factor (from table below) ... **14.**  .

15 Employment increase factor (from line 13) ..... **15.**  .

16 Eligible real property taxes (see instructions) ..... **16.**  .

17 Multiply line 14 by line 15 by line 16 ..... **17.**  .

18 Partners, shareholders, and beneficiaries (see instructions) ..... **18.**  .

19 QEZE credit for real property taxes (add lines 17 and 18) ..... **19.**  .

20 Recapture of QEZE credit for real property taxes (from Worksheet A on page 5 of instructions) ..... **20.**  .

21 Net recapture of QEZE credit for real property taxes (subtract line 19 from line 20. If line 19 is greater than line 20, skip line 21 and continue on line 22; see instructions) ..... **21.**  .

22 QEZE credit for real property taxes after recapture (subtract line 20 from line 19) ..... **22.**  .

23 QEZE credit for real property taxes limitation (see instructions; do not enter 0) ..... **23.**  .

24 QEZE credit for real property taxes allowed (see instructions) ..... **24.**  .

**Fiduciaries** — Include the line 24 amount on the *Total* line of Schedule E, column C.

**Partnerships** — Enter the line 24 amount on Form IT-204, line 36.

**All others** — Enter the line 24 amount and code **166** on Form IT-201-ATT, line 12, or Form IT-203-ATT, line 12.

Benefit period factor table*	
Tax year of the benefit period	Benefit period factor
1 - 10	1.0
11	.8
12	.6
13	.4
14	.2
15	0

\* The QEZE credit for real property taxes is generally available for up to 14 years for taxpayers that continue to qualify.

Find the tax year of your business tax benefit period. Enter the benefit period factor for that year (from the table on the left) on line 14.

**Schedule E — Beneficiary's and fiduciary's share of credit**

A Beneficiary's name (same as on Form IT-205, Schedule C)	B Identifying number	C Share of QEZE credit for real property taxes	D Share of recapture of QEZE credit for real property taxes
<b>Total</b>		<input type="text"/> . <input type="text"/>	<input type="text"/> . <input type="text"/>
	<input type="text"/>	<input type="text"/> . <input type="text"/>	<input type="text"/> . <input type="text"/>
	<input type="text"/>	<input type="text"/> . <input type="text"/>	<input type="text"/> . <input type="text"/>
<b>Fiduciary</b>	<input type="text"/>	<input type="text"/> . <input type="text"/>	<input type="text"/> . <input type="text"/>



**Schedule F — Related entities**

List the names and employer identification numbers of any related business entities. Attach additional sheets if necessary. Use the definition of related persons in the instructions to determine if an entity is related.

Name	Employer identification number

**Schedule G — Valid business purpose for QEZE first certified prior to August 1, 2002** *(see instructions)*

If you are claiming that the QEZE was formed for a valid business purpose, mark an **X** in the box and attach a notarized statement describing in detail how the QEZE meets the valid business purpose test. ....



# Claim for QEZE Credit for Real Property Taxes

## Section 2 — For QEZE first certified on or after April 1, 2005

**Note:** You must file **either** *Section 1* (pages 1 through 4) **or** *Section 2* (pages 5 through 8). Do not file both.

See Form IT-606-I, *Instructions for Form IT-606*, for assistance.

2005 calendar-year filers, mark an X in the box:   
 Other filers must enter tax period:

beginning  ending

**File this claim with your Form IT-201, IT-203, IT-204, or IT-205.**

Name(s) as shown on your return	Taxpayer identification number
Name of empire zones (EZ): Indicate whether each zone is a development zone (DZ) or investment zone (IZ) (attach additional sheets if necessary).	
Name of qualified empire zone enterprise (QEZE) business	EIN of QEZE

Date of first certification by Empire State Development (attach copies of all Certificates of Eligibility).....   
 Tax year of the business tax benefit period (enter a year between 1 and 10).....  (mm-dd-yyyy)

## Schedule H — Employment test for QEZE first certified on or after April 1, 2005

**Part 1 — Empire zone (EZ) employment** — Computation of the employment number within all EZs for the current tax year and the four-year base period. Include employees within all EZs, even if you are not certified in all of those zones (see instructions).

Current tax year employment number	March 31	June 30	September 30	December 31	Total
Number of full-time employees within all EZs					
<b>25</b> Employment number within all EZs for the current tax year (see instructions) .....					<b>25.</b>

Base period employment no.	Tax year ending (mm/dd/yy)	March 31	June 30	September 30	December 31	Total
Number in base year one						
Number in base year two						
Number in base year three						
Number in base year four						
Total number of full-time employees within all EZs in the base period .....						

**26** Employment number within all EZs in the base period (see instructions) ..... **26.**

**27** Does the amount on line 25 **exceed** line 26? (see instructions) ..... Yes  No

If the employment number within all EZs for the current tax year (line 25) **does not exceed** the employment number within all EZs in the base period (line 26), **stop**. You are not eligible for the QEZE credit for real property taxes.

**Part 2 — New York State employment** — Computation of the employment number in New York State for the current tax year and the four-year base period (see instructions).

Current tax year employment number	March 31	June 30	September 30	December 31	Total
Number of full-time employees in NYS					
<b>28</b> Employment number in New York State for the current tax year .....					<b>28.</b>

(continued on page 6)



Base period employment no.	Tax year ending (mm/dd/yy)	March 31	June 30	September 30	December 31	Total
Number in base year one						
Number in base year two						
Number in base year three						
Number in base year four						

Total number of full-time employees in New York State in the base period .....

29 Employment number in New York State in the base period..... **29.**

30 Does the amount on line 28 **exceed** the amount on line 29? (see instructions) ..... Yes  No

If the employment number inside New York State for the current tax year (line 28) **does not exceed** the employment number in New York State for the base period (line 29), **stop**. You are not eligible for the QEZE credit for real property taxes.

**Schedule I — Computation of net new employment** (see instructions)

31 Current year employment number in the EZs in which you are certified.....	<b>31.</b>	<input type="text"/>
32 Base year employment in the EZs in which you are certified.....	<b>32.</b>	<input type="text"/>
33 Net new employment (subtract line 32 from 31) .....	<b>33.</b>	<input type="text"/>

**Schedule J — Development zone (DZ) employment increase factor**

Net new employees (from line 33)	DZ employment increase factor
1 to 10.....	0.25
11 to 49.....	0.50
50 to 75.....	0.75
76 and above .....	New employees (from line 33) divided by 100. This number cannot exceed 1.0

34 DZ employment increase factor from table above ..... **34.**  .

**Schedule K — Employee information** (see instructions)

Enter name, social security number, employee's zone location, and wage and benefit information for all new employees included in the employment number on line 33 upon which this claim is based. Attach additional sheets if necessary.

A Employee's name	B Employee's social security number	C Employee's zone location (see instructions)	D Total wages, health benefits, and retirement benefits	E Eligible wages, health benefits, and retirement benefits included in column D (enter no more than \$40,000 per employee)

Column E total from additional sheet(s) attached .....

35 Total eligible wages, health benefits, and retirement benefits (add column E amounts, including any amounts from additional sheets) ..... **35.**



**Schedule L — Computation of credit for QEZEs certified in development zones (DZs)** *(see instructions)*

36	Eligible wages, health benefits, and retirement benefits from line 35.....	36.		
37	25% (.25) factor.....	37.		.25
38	DZ employment increase factor from line 34.....	38.		
39	QEZE credit for real property taxes for QEZEs certified in DZs <i>(multiply line 36 by line 37 by line 38)</i> .....	39.		

**Schedule M — Computation of QEZE credit for real property taxes for manufacturers and QEZEs certified only in an investment zone (IZ)** *(see instructions)*

40	Eligible wages, health benefits, and retirement benefits from line 35.....	40.		
41	25% (.25) factor.....	41.		.25
42	QEZE credit for real property taxes <i>(multiply line 40 by line 41)</i> .....	42.		

**Schedule N — QEZE credit for real property taxes** *(see instructions)*

43	QEZE credit from line 39 or line 42 .....	43.		.	
44	Capital investment amount <i>(from line 56 or line 62)</i> .....	44.		.	
45	Enter the greater of line 43 or line 44 .....	45.		.	
46	Eligible real property taxes <i>(attach documentation)</i> .....	46.		.	
47	Enter the lesser of line 45 or line 46.....	47.		.	
48	Partners, shareholders, and beneficiaries <i>(see instructions)</i> .....	48.		.	
49	QEZE credit for real property taxes <i>(add lines 47 and 48)</i> .....	49.		.	
50	Recapture of QEZE credit for real property taxes <i>(see instructions)</i> .....	50.		.	
51	Net recapture of QEZE credit for real property taxes <i>(Subtract line 49 from line 50. If line 49 is greater than 50, skip line 51 and continue on 52, see instructions.)</i> .....	51.		.	
52	QEZE credit for real property taxes after recapture <i>(subtract line 50 from line 49)</i> .....	52.		.	

**Fiduciaries** — Include the line 52 amount on the *Total* line of Schedule O, column C.

**Partnerships** — Enter the line 52 amount on Form IT-204, line 36.

**All others** — Enter the line 52 amount and code **166** on Form IT-201-ATT, line 12, or Form IT-203-ATT, line 12.

**Schedule O — Beneficiary's and fiduciary's share of credit**

A Beneficiary's name <i>(same as on Form IT-205, Schedule C)</i>	B Identifying number	C Share of QEZE credit for real property taxes	D Share of recapture of QEZE credit for real property taxes
<b>Total</b>			
<b>Fiduciary</b>			



**Schedule P — Related entities**

List the names and employer identification numbers of any related business entities. Attach additional sheets if necessary. Use the definition of related persons in the instructions to determine if an entity is related.

Name	Employer identification number

**Schedule Q — Capital investment amount** *(complete only Part 1 or Part 2)*

**Part 1 — Capital investment amount for QEZEs certified in DZs** *(attach additional sheets if necessary; see instructions)*

A Address of property	B Zone location	C Cost or other basis	
53 Cost or other basis <i>(from column C)</i> .....		53.	
54 Multiply line 53 by 10% (.1) .....		54.	
55 Percentage of the QEZE's (and related person's) physical occupancy and use of the building .....		55.	%
56 Multiply line 54 by line 55; enter the result here and on line 44 <i>(if multiple properties, see instructions for Part 1)</i> .....		56.	

**Part 2 — Capital investment amount for QEZEs only certified in IZs or for manufacturers** *(attach additional sheets if necessary; see instructions)*

A Address of property	B Zone location	C Cost or other basis	
57 Cost or other basis <i>(from column C)</i> .....		57.	
58 Multiply line 57 by 10% (.1) .....		58.	
59 Percentage of the QEZE's (and related person's) physical occupancy and use of the building .....		59.	%
60 Percentage of line 57 attributable to the construction, rehabilitation, or expansion of building for which the credit is claimed <i>(if 50% or more, enter 100)</i> .....		60.	%
61 Enter the greater of line 59 or line 60 .....		61.	%
62 Multiply line 58 by line 61; enter the result here and on line 44 <i>(if multiple properties, see instructions for Part 2)</i> .....		62.	

