



**Claim for QEZE Credit for Real Property Taxes and QEZE Tax Reduction Credit**  
 Tax Law — Sections 15 and 16

2001 calendar-yr. filers, check box   
 Other filers enter tax period:  
 beginning   
 ending

File this form with your income tax return, Form IT-201, IT-203, IT-204, or IT-205

Name as shown on return	Taxpayer identification number(s) shown on page 1 of your return
Employer identification number of QEZE business	Name of empire zone
Name of QEZE business	Date of certification <i>(attach copy of certification)</i>

**Schedule A — Eligibility requirements** - You must meet an annual employment test to qualify for the QEZE credits covered by this form. If you answer **No** on lines 3 or 6 below, **stop**. You do not qualify for these QEZE credits. If you answer **Yes** on lines 3 and 6 below, complete the rest of this form to compute and apply your credits.

**Part I — EZ Employees** - Computation of average number of full-time employees within the empire zone (EZ) for the current tax year and the five-year base period. *(see instructions.)*

Current tax year	March 31	June 30	September 30	December 31	Total	
Number of full-time employees within the EZ						
<b>1</b> Average number of full-time employees within the EZ for the current tax year .....						<b>1.</b>
Base period number of full-time employees in the EZ	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 full-time employees in the EZ in the base period .....						
<b>2</b> Average number of full-time employees within the EZ in the 5-year base period .....						<b>2.</b>

**3** Does the amount on line 1 *equal or exceed* line 2? .....  Yes  No  
 If the average number of full-time employees within the EZ for the current year does not **equal** or **exceed** the average number of full-time employees in the base period, **stop**. You are not eligible for the QEZE credits covered by this form.

**Part II — New York State employment outside the EZ** - Computation of the average number of full-time employees working within New York State and outside the EZ, for the current tax year and the five-year base period (see instructions)

Current tax year	March 31	June 30	September 30	December 31	Total	
Number of full-time employees within New York State and outside the EZ						
<b>4</b> Average number of full-time employees in New York State and outside the EZ for the current tax year .....						<b>4.</b>
Base period number of full-time employees in New York State outside the EZ	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 non-EZ, full-time employees in New York State in the base period .....						
<b>5</b> Average number of full-time employees in New York State and outside the EZ in the base period .....						<b>5.</b>
<b>6</b> Does the amount on line 4 <i>equal</i> or <i>exceed</i> the amount on line 5? ..... <input type="checkbox"/> Yes <input type="checkbox"/> No						
If the average number of full-time employees in New York State and outside the EZ for the current year does not <b>equal</b> or <b>exceed</b> the average number of full-time employees outside the EZ for the base period, <b>stop</b> . You are not eligible for the QEZE credits covered by this form.						

**Schedule B — Computation of average number of full-time employees in the EZ for the test year**

Test year _____ to _____ (mm/yyyy)	March 31	June 30	September 30	December 31	Total	
Number of full-time employees within the EZ .....						
<b>7</b> Average number of full-time employees within the EZ for the test year .....						<b>7.</b>

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

<b>8</b> Average number of full-time employees in the EZ for the current tax year (from line 1) .....	<b>8.</b>		
<b>9</b> Average number of full-time employees in the EZ for the test year (from line 7) .....	<b>9.</b>		
<b>10</b> Subtract line 9 from line 8 .....	<b>10.</b>		
<b>11</b> Divide line 10 by line 9 (carry result to four decimal places) .....	<b>11.</b>		
<b>12</b> Divide line 10 by 100 (carry result to four decimal places) .....	<b>12.</b>		
<b>13</b> Employment increase factor (enter the greater of line 11 or 12; enter also on lines 26 and 32) .....			<b>13.</b>

**Schedule D — Zone allocation factor** (See instructions.)

	Column A EZ		Column B New York State	
14 Average value of property .....	14.		14.	
15 Wages and other compensation of employees .....	15.		15.	
16 EZ property factor (divide line 14, column A, by line 14, column B; carry result to four decimal places) .....	16.		16.	
17 EZ payroll factor (divide line 15, column A, by line 15, column B; carry result to four decimal places) .....	17.		17.	
18 Total EZ factors (add lines 16 and 17) .....	18.		18.	
19 Zone allocation factor (divide line 18 by two, or by the number of factors; enter here and on line 33) (carry result to four decimal places) .....	19.		19.	

**Schedule E — Tax factor**

20 Enter your tax from Form IT-201, line 38; Form IT-203, line 36; Form IT-205, line 6 (full-year resident estate or trust), or Form IT-205-A, line 11 (nonresident estate or trust or part-year resident trust) .....	20.		
21 Enter the amount of your income from the QEZE allocated within NYS (see instructions) .....	21.		
22 Enter your New York adjusted gross income from Form IT-201, line 32; Form IT-203, line 30 Federal amount column, or Form IT-205, Item B .....	22.		
23 Divide line 21 by line 22 (in the case of a partner in a partnership, result cannot exceed 1; carry result to four decimal places) .....	23.		
24 Multiply line 20 by line 23; this is your tax factor (enter here and on line 34) .....	24.		

**Schedule F — QEZE credit for real property taxes computation**

25 Taxable year of the benefit period _____; benefit period factor (from table on page 4) .....	25.		
26 Employment increase factor (from line 13) .....	26.		
27 Eligible real property taxes (see instructions) .....	27.		
28 Multiply lines 25, 26, and 27 .....	28.		
29 Partners, shareholders, and beneficiaries (see instructions) .....	29.		
30 QEZE credit for real property taxes (add lines 28 and 29) .....	30.		

Fiduciary - transfer the line 30 amount to the Total line of Schedule H, column C  
 All others - transfer the line 30 amount to Form IT-201-ATT, line 75, Form IT-203-B, line 60, or Form IT-204, line 33

**Schedule G — QEZE tax reduction credit computation**

31 Taxable year of the benefit period _____; benefit period factor (from table on page 4) .....	31.		
32 Employment increase factor (from line 13) .....	32.		
33 Zone allocation factor (from line 19) .....	33.		
34 Tax factor (from line 24) .....	34.		
35 Multiply lines 31, 32, 33, and 34 .....	35.		
36 Beneficiaries of estates or trusts share (see instructions) .....	36.		
37 QEZE tax reduction credit (add lines 35 and 36) .....	37.		

Fiduciary - transfer the line 37 amount to the Total line of Schedule H, column D  
 All others - transfer the line 37 amount to Form IT-201-ATT, line 44, Form IT-203-B, line 30

**Schedule H — 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 QEZE tax reduction credit	
<b>Fiduciary</b>					
<b>Total</b>					

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



Find the tax year of your benefit period. Enter the benefit period factor for that year, from the table above, on lines 25 and 31.

\* The QEZE credit for real property taxes and the QEZE tax reduction credit are generally available for up to 14 years for taxpayers that continue to qualify. The benefit period begins with the tax year next following your test year. The test year is your last tax year ending on or before your test date (the later of 7/1/2000, or date of certification prior to 7/1/2005). However, if your test date falls within the year 2000, the benefit period starts in the second year following the test year.

**Need help?**



**Telephone assistance** is available from 8:30 a.m. to 4:25 p.m. (eastern time), Monday through Friday.

For tax information: 1 800 225-5829

To order forms and publications: 1 800 462-8100

Refund status: (electronically filed) 1 800 353-0708  
(direct deposit) 1 800 321-3213  
(all others) 1 800 443-3200

(Automated service for refund status is available 24 hours a day, seven days a week.)

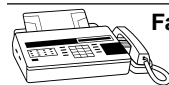
From areas outside the U.S. and outside Canada: (518) 485-6800



**Hotline for the hearing and speech impaired:** 1 800 634-2110 from 8:30 a.m. to 4:25 p.m. (eastern time), Monday through Friday. If you do not own a telecommunications device for the deaf (TDD), check with independent living centers or community action programs to find out where machines are available for public use.



**Persons with disabilities:** In compliance with the Americans with Disabilities Act, we will ensure that our lobbies, offices, meeting rooms, and other facilities are accessible to persons with disabilities. If you have questions about special accommodations for persons with disabilities, please call 1 800 225-5829.



**Fax-on-demand forms:** Forms are available 24 hours a day, 7 days a week. 1 800 748-3676



**If you need to write,** address your letter to:  
NYS TAX DEPARTMENT  
TAXPAYER ASSISTANCE BUREAU  
W A HARRIMAN CAMPUS  
ALBANY NY 12227



**Internet access:** [www.tax.state.ny.us](http://www.tax.state.ny.us) (for forms, publications, your refund status, to check your estimated tax account, and other information)