DTF-621

2001

New York State Department of Taxation and Finance

Claim for QETC Employment Credit

Tax Law - Article 9-A, Section 210.12-E

Article 22, Section 606(q)

2001 calendar-yr. filers, check box ☐

Other filers enter tax period:

beginning _____

ending _____

Name	Taxpayer identification number *(as shown on page 1 of your tax return)*

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.

Circle 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	Identification number

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, do not complete this form to claim a credit for the current tax year. You are not a QETC and cannot claim this credit. 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 2.7%? .... ☐ 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 *(see additional information for Schedule B - Employee listing)*	**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 *(multiply line 12 by line 13; see instructions)*	**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 *(see instructions)*	**15**	●
16 QETC employment credit computed for the current tax year from line 14 *(see instructions)*	**16**	●
17 QETC employment credit available for the current tax year *(add lines 15 and 16)*	**17**	

Part II - Computation of QETC employment credit limitation

18 Current year's tax *(see instructions)*	**18**	
19 Enter other credits used *(see instructions)*	**19**	
20 Balance of tax *(subtract line 19 from line 18)*	**20**	
21 Article 9-A taxpayers: enter the tax on minimum taxable income base or fixed dollar minimum *(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")*	**21**	
22 Amount of credit needed to reduce tax to the minimum amount allowable. Subtract line 21 from line 20. 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. *(Article 22 taxpayers must enter the amount from line 20.)*	**22**	

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

23 QETC employment credit used for the current tax year *(enter line 17 or line 22 amount, whichever is less; see instructions)*	**23**	●

Part IV — Computation of QETC employment credit carryforward

24 QETC employment credit available as a carryforward *(subtract line 23 from line 17; see instructions)*	**24**	●

Part V — Computation of refundable QETC employment credit

25 Qualified new QETC businesses only: refund of QETC employment credit *(enter line 16 or line 24 amount, whichever is less; see instructions)*	**25**	●
26 Unused QETC employment credit carried forward after refund *(subtract line 25 from line 24)*	**26**	●