

Economic Development-Targeted Individual Income Tax Credits and Claimed Amounts 2006 - 2010 Tax Years

CHART 1

Name of Credit	Year Created	Expires after...	Number of Returns and Amount of Credits Claimed									
			2006 Tax Year		2007 Tax Year		2008 Tax Year		2009 Tax Year		2010 Tax Year	
			No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount
1 Research expense credit ²	1987				67	\$ 436,007	125	\$ 682,225	91	\$ 512,613	100	\$ 692,832
2 Seed capital investment credit ³	1993		699	\$ 1,657,308	661	3,454,763	395	3,134,389	292	2,882,906	140	1,920,138
3 ► Renaissance zone: Single-family residence credit	1999											
4 Renaissance zone: Historic property renovation credit	1999											
5 ► Renaissance zone: Business purchase or expansion credit	1999											
6 Renaissance zone: Renaissance fund organization investment credit	1999											
Total renaissance zone credits			125	639,199	153	861,202	152	1,132,211	152	1,093,348	146	1,698,463
7 Agricultural commodity processing facility investment credit	2001		446	609,547	440	870,193	325	770,011	252	486,852	187	606,539
8 Biodiesel fuel blending credit (for supplier/wholesaler)	2005		6	3,943	Not reportable ¹							
9 Biodiesel fuel equipment credit (for seller/retailer)	2005		6	62,929	Not reportable ¹		0	0	0	0	Not reportable ¹	
10 Internship program credit	2007				16	3,499	32	12,692	31	9,636	19	5,425
11 Microbusiness credit (for increasing employment or property purchases)	2007				Not reportable ¹		Not reportable ¹		Not reportable ¹		Not reportable ¹	
12 Angel fund investment credit	2007				31	224,152	53	588,716	67	905,088	104	2,146,021
13 Workforce recruitment credit	2007				0	0	Not reportable ¹		Not reportable ¹		0	0
14 Renaissance zone: Nonparticipating property owner credit	2009		Included in "Total renaissance zone credits" above.									
15 Angel fund investment credit purchased from another taxpayer	2011	2012	Takes effect in 2011 tax year; expires after 2012 tax year.									
16 Manufacturing automation equipment credit	2011 ⁵	2015	Takes effect in 2013 tax year; expires after 2015 tax year.									
Total reportable credits ⁴			\$ 2,972,926		\$ 5,849,816		\$ 6,320,244		\$ 5,890,443		\$ 7,069,418	

Notes:

¹ "Not reportable" means there were less than five returns on which the credit was claimed, and therefore is not disclosed to protect confidentiality.

² The research expense credit was created in 1987. However, it was only allowed to a "C" corporation until 2007. In 2007, the credit was allowed to all entities, including individuals. The numbers generally represent amounts attributable to research conducted by a partnership or other passthrough entity, the credits for which are passed through to the owners consisting of individuals.

³ The seed capital investment credit was created in 1993. However, from 1993 to 2001, the credit was only allowed to an individual who used Form ND-2 (Form 37 prior to 2001). Less than 2% of all individual filers used Form ND-2 because of its high tax rates. In addition, until 2005, only individuals could claim this credit. For these reasons, the seed capital investment credit program was not utilized at all from 1993 to 2001. In 2001, the legislature enacted legislation allowing the credit on Form ND-1 starting with the 2002 tax year.

⁴ The total number of individual income tax returns filed for each of the years reported in this table are as follows: 2006--341,947; 2007--353,331; 2008--358,519; 2009--356,278; 2010--376,504.

⁵ The credit was created in 2011, but it was made effective for the 2013 through 2015 tax years.

Economic Development-Targeted Corporation Income Tax Credits and Claimed Amounts 2006 - 2010 Tax Years

CHART 2

Name of Credit	Year Created	Expires After...	Number of Returns and Amount of Credits Claimed									
			2006 Tax Year		2007 Tax Year		2008 Tax Year		2009 Tax Year		2010 Tax Year	
			No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount
1 ▶ Wage and salary credit	1969		Not reportable ¹		Not reportable ¹		Not reportable ¹		Not reportable ¹		Not reportable ¹	
2 Research expense credit	1987		14	\$ 516,834	15	\$ 1,944,382	13	\$ 1,694,636	14	\$ 2,580,374	9	\$ 1,255,861
3 Seed capital investment credit ²	1993		Not reportable ¹		Not reportable ¹		0	0	Not reportable ¹		0	0
4 ▶ Certified nonprofit development corporation credit	1989		0	0	0	0	0	0	0	0	0	0
5 Renaissance zone: Historic property renovation credit	1999											
6 Renaissance zone: Renaissance fund organization investment credit	1999											
Total renaissance zone credits			Not reportable ¹		0	0	0	0	Not reportable ¹		Not reportable ¹	
7 Agricultural commodity processing facility investment credit ³	2001		Not reportable ¹		5	107,825	8	111,694	7	96,331	Not reportable ¹	
8 ▶ Facility construction or retrofit credit: Biodiesel fuel production	2003		0	0	Not reportable ¹		Not reportable ¹		0	0	0	0
9 Biodiesel fuel blending credit (for supplier/wholesaler)	2005		0	0	Not reportable ¹							
10 Biodiesel fuel equipment credit (for seller/retailer)	2005		0	0	Not reportable ¹		Not reportable ¹		0	0	Not reportable ¹	
11 Internship program credit	2007				Not reportable ¹		Not reportable ¹		Not reportable ¹		0	0
12 Microbusiness credit (for increasing employment or property purchases)	2007				0	0	0	0	0	0	0	0
13 Angel fund investment credit	2007				Not reportable ¹		Not reportable ¹		Not reportable ¹		Not reportable ¹	
14 Workforce recruitment credit	2007				0	0	0	0	0	0	0	0
15 ▶ Facility construction or retrofit credit: Soybean and canola crushing	2009								0	0	0	0
16 Renaissance zone: Nonparticipating property owner credit	2009		Included in "Total renaissance zone credits" above									
17 Manufacturing automation equipment credit	2011	2015	Takes effect in 2013 tax year; expires after 2015 tax year.									
Total reportable credits⁴					\$ 516,834	\$ 2,052,207	\$ 1,806,330	\$ 2,676,705			\$ 1,255,861	

Notes:

¹ "Not reportable" means there were less than five returns on which the credit was claimed, and therefore is not disclosed to protect confidentiality.

² The seed capital investment credit was created in 1993. However, from 1993 to 2005, the credit was only allowed to individuals. In 2005, the legislature enacted legislation allowing the credit to all entity types, including "C" corporations.

³ The agricultural commodity processing facility investment credit was created in 2001. However, from 2001 to 2005, the credit was only allowed to individuals. In 2005, the legislature enacted legislation allowing the credit to all entity types, including "C" corporations.

⁴ The total number of "C" corporation income tax returns filed for each of the years reported in this table are as follows: 2006--9,784; 2007--9,634; 2008--9,565; 2009--9,332; 2010--8,221.

Economic Development-Targeted Corporation Income Tax Credits and Claimed Amounts 2011 - 2015 Tax Years

CHART 2

Name of Credit	Year Created	Expires After...	Number of Returns and Amount of Credits Claimed										
			<i>Important—The numbers for the 2012 tax year are not complete due to outstanding fiscal year returns that have not yet been filed. ⁵</i>										
			2011 Tax Year		2012 Tax Year ⁵		2013 Tax Year		2014 Tax Year		2015 Tax Year		
	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount			
1 ▶ Wage and salary credit	1969		0	\$ 0	0	\$ 0							
2 Research expense credit	1987		14	2,712,543	Not reportable ¹								
3 Seed capital investment credit ²	1993		0	0	0	0							
4 ▶ Certified nonprofit development corporation credit	1989		0	0	0	0							
5 Renaissance zone: Historic property renovation credit	1999												
6 Renaissance zone: Renaissance fund organization investment credit	1999												
Total renaissance zone credits			Not reportable ¹		0	0							
7 Agricultural commodity processing facility investment credit ³	2001		0	0	2	1,843							
8 ▶ Facility construction or retrofit credit: Biodiesel fuel production	2003		0	0	1	1,457							
9 Biodiesel fuel blending credit (for supplier/wholesaler)	2005		Not reportable ¹		2	121,653							
10 Biodiesel fuel equipment credit (for seller/retailer)	2005		0	0	0	0							
11 Internship program credit	2007		Not reportable ¹		Not reportable ¹								
12 Microbusiness credit (for increasing employment or property purchases)	2007		0	0	0	0							
13 Angel fund investment credit	2007		Not reportable ¹		Not reportable ¹								
14 Workforce recruitment credit	2007		0	0	0	0							
15 ▶ Facility construction or retrofit credit: Soybean and canola crushing	2009		0	0	0	0							
16 Renaissance zone: Nonparticipating property owner credit	2009		Included in "Total renaissance zone credits" above										
17 Manufacturing automation equipment credit	2011	2015	Takes effect in 2013 tax year										
Total reportable credits ⁴				\$ 2,712,543		\$ 124,953		\$ 0		\$ 0		\$ 0	

Notes:

¹ "Not reportable" means there were less than five returns on which the credit was claimed, and therefore is not disclosed to protect confidentiality.

² The seed capital investment credit was created in 1993. However, from 1993 to 2005, the credit was only allowed to individuals. In 2005, the legislature enacted legislation allowing the credit to all entity types, including "C" corporations.

³ The agricultural commodity processing facility investment credit was created in 2001. However, from 2001 to 2005, the credit was only allowed to individuals. In 2005, the legislature enacted legislation allowing the credit to all entity types, including "C" corporations.

⁴ The total number of "C" corporation income tax returns filed for each of the years reported in this table are as follows: 2011--8,068; 2012--6,009.

⁵ The number of 2012 returns does not include outstanding fiscal year returns that have not yet been filed. With an extension, it is possible for a fiscal year return for the 2012 tax year to be filed up to and including September 15, 2014. Amount shown are for returns filed through November 30, 2013.

Economic Development-Targeted Financial Institution Tax Credits and Claimed Amounts 2006 - 2010 Tax Years

CHART 3

			Number of Returns and Amount of Credits Claimed									
			2006 Tax Year		2007 Tax Year		2008 Tax Year		2009 Tax Year		2010 Tax Year	
Name of Credit	Year Created	Expires after...	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount
			1	Renaissance zone: Renaissance fund organization investment credit ²	1999							
2	Renaissance zone: Historic property preservation/renovation credit ²	1999										
3	Renaissance zone: Nonparticipating property owner credit ²	2009										
Total renaissance zone credits			Not reportable ¹	7,290	7	1,442,787	12	357,149	Not reportable ¹			
Total reportable credits			Not reportable ¹	\$ 7,290		\$ 1,442,787		\$ 357,149	Not reportable ¹			

Notes:

¹ "Not reportable" means there were less than five returns on which the credit was claimed, and therefore is not disclosed to protect confidentiality.

² This credit reduces the total financial institution tax (before deposit into the state general fund and the financial institution tax distribution fund).

Economic Development-Targeted Financial Institution Tax Credits and Claimed Amounts 2011 - 2012 Tax Years

CHART 3

Name of Credit				Number of Returns and Amount of Credits Claimed									
				2011 Tax Year		2012 Tax Year		2008 Tax Year		2009 Tax Year		2010 Tax Year	
				No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount
1	Renaissance zone: Renaissance fund organization investment credit ²	1999		Financial institution tax repealed for tax years beginning on or after January 1, 2013.									
2	Renaissance zone: Historic property preservation/renovation credit ²	1999											
3	Renaissance zone: Nonparticipating property owner credit ²	2009											
Total renaissance zone credits				Not reportable ¹		Not reportable ¹							
Total reportable credits				Not reportable ¹		Not reportable ¹							

Notes:

¹ "Not reportable" means there were less than five returns on which the credit was claimed, and therefore is not disclosed to protect confidentiality.
² This credit reduces the total financial institution tax (before deposit into the state general fund and the financial institution tax distribution fund).