



Name(s)	SSN or FEIN	Number of New Jobs
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1. Qualifying taxable wages for eligible new employees.....1. _____
2. Calculated credit. Multiply line 1 by 6% (.06).....2. _____

Instructions

A New Jobs Tax Credit can be taken by a business that has entered into a chapter 260E agreement with a vocational school or community college, and that has increased its base employment level by at least 10% within the time set in the agreement. In the case of a business without a base employment level, if the business adds new jobs within the time set in the agreement, it is entitled to this New Jobs Tax Credit for the tax year selected by the business. In determining if the business has increased its base employment level by 10%, only those new jobs directly resulting from the project covered by the agreement can be counted.

The credit can be taken in any tax year that either begins or ends during the period beginning with the date of the agreement and ending with the date the agreement is to be completed. However, the credit may not be taken until the base employment level has been exceeded by 10%. Any credit in excess of the tax liability for the tax year may be credited to the tax liability for the following 10 tax years or until depleted, whichever is earlier.

The credit is determined by multiplying the qualifying taxable wages of new employees by 6%. For purposes of this credit, "qualifying taxable wages" is the amount of taxable wages on which an employer is required to pay unemployment taxes for employees in new jobs or employees in jobs directly related to those new jobs. For 2013, qualifying taxable wages is the first \$26,000 wages paid to an employee.

Computation of New Jobs Credit

Line 1. Enter the total amount of qualifying taxable wages for eligible new employees.

Line 2. Multiply amount on line 1 by 6% (.06).

If the taxpayer is a C corporation, the amount in Line 2 should be placed in Column D of the IA 148 Tax Credits Schedule. Use Tax Credit Code 08 in Column A. Any carryforward from prior year(s) should be placed in Column C of the same line on the IA 148. Use the IA 148 Tax Credits Schedule to determine the allowable credit that can be claimed in the current tax year and any carryforward for future tax years or expired credits.

S corporations, partnerships, LLCs, estates, and trusts that share the credit among their shareholders, partners, or beneficiaries must show on Schedule K-1 or on an attachment to Schedule K-1 the credit for each shareholder, partner, or beneficiary.

If the taxpayer has received the credit from a pass-through entity, place the current year amount of the credit reported on the taxpayer's K-1 in Column D of the IA 148 Tax Credits Schedule. Use Tax Credit Code 08 in Column A. Any carryforward from prior year(s) from the same pass-through entity should be placed in Column C of the same line on the IA 148. If a New Jobs Tax Credit has been received from more than one pass-through entity, each credit should be placed on a separate line in Part I of the IA 148. Provide the name and FEIN of the pass-through entity for each of these credits in Part IV of the IA 148. Use the IA 148 Tax Credits Schedule to determine the allowable credit that can be claimed in the current tax year and any carryforward for future tax years or expired credits.

Retain this worksheet for your files. Do not enclose with your return.

**IA 148 Tax Credits Schedule
must be completed.**