

Mobile Telecommunications Broadband Investment Tax Credit Application

For tax years beginning after December 31, 2013, and ending before January 1, 2024, a taxpayer that is a provider of mobile telecommunication services shall be allowed a tax credit against the corporate net income tax imposed under Article IV of the Tax Reform Code for investment in certain qualified broadband equipment placed into service in this Commonwealth.

“Qualified broadband equipment” is machinery and equipment located in this Commonwealth that is used by a mobile telecommunication services provider to provide Internet access service and is capable of sending, receiving, storing, transmitting, retransmitting, amplifying, switching or routing data, video or other electronic information. The term does not include machinery or equipment that is used to provide voice communication service.

Credit Determination

- (1) The amount of the tax credit shall be 5% of the purchase price of the qualified broadband equipment placed into service in Pennsylvania during the applicant’s taxable year that ended in the prior calendar year.
- (2) The amount of the tax credit that may be taken in a taxable year is limited to an amount not greater than 50% of the taxpayer's corporate net income tax liability.
- (3) Any credit claimed under this article but not used in the taxable year may be carried forward for not more than five consecutive taxable years. The tax credit may not be used to obtain a refund.

If the business firm is a pass-through entity, the entity may elect, in writing, according to the department's procedures, to transfer all or a portion of the credit to shareholders, members or partners in proportion to the share of the entity's distributive income to which the shareholder, member or partner is entitled. A pass-through entity and a shareholder, member or partner of a pass-through entity may not claim a tax credit under this article for the same qualified broadband equipment.

A shareholder, member or partner of a pass-through entity to whom credit is transferred must immediately claim the credit in the taxable year in which the transfer is made. The shareholder, member or partner may not carry forward, carry back, obtain a refund of or sell or assign the tax credit.

Credit Approval

The Department of Revenue will notify the taxpayer the amount of approved tax credit by December 15.

Limitation

The total amount of tax credits approved by the department shall not exceed \$5,000,000 in any fiscal year. If the total amount of tax credits applied for by all taxpayers exceeds the limitation on the amount of tax credits in a fiscal year, the tax credit to be received by each application shall allocated.

Application Deadline

A taxpayer may apply for a Mobile Telecommunications Broadband Investment Tax Credit by submitting an application containing original signatures along with supporting documentation to the Department of Revenue by October 15, 2016 for qualified broadband equipment placed into service in Pennsylvania in the applicant's taxable year that ended in the prior calendar year.

Please mail the completed application and supporting documents to:

Pennsylvania Department of Revenue Economic Development Coordinator 1133 Strawberry Square Harrisburg PA 17128

For additional information on the Mobile Telecommunications Broadband Investment Tax Credit, contact the Economic Development Coordinator at 717-772-3896 or ra-btftrevkoz@pa.gov.

Mobile Telecommunications Broadband Investment Tax Credit Application

PRIMARY BUSINESS REPRESENTATIVE

Please provide an attachment to this page if the business has a secondary representative or additional representatives that may answer questions and discuss confidential tax matters in relation to the application.

Title:

Company name:

Phone:

Fax:

E-mail:

Mailing Address:

City:

State:

ZIP Code:

BUSINESS INFORMATION

Entity Name:

Facility Address:

City:

State:

ZIP Code:

TAX INFORMATION

Entity Type:

Indicate how the entity reports to the Internal Revenue Service?

- C Corporation
 S Corporation
 Partnership
 Limited Liability Company (LLC)
 Limited Partnership (LP)

If LLC is selected, is the LLC a

- Partnership
 C Corporation
 S Corporation
 Disregarded Entity (Corporate) LLC
 Disregarded Entity (Sole Proprietorship)
 Single-Owner LLC

TAX INFORMATION
Federal Employer Identification Number:
PA Revenue ID:
PA Sales/Use Tax License Number:
PA Employer Withholding Account Number:
PA Corporate Tax Account Number:
PURTA Number:
Unemployment Compensation Number:
NAICS Code:

SHAREHOLDER/PARTNER/MEMBER INFORMATION				
Provide the information requested in the boxes below for the following entities: all shareholders, partners, members, etc., of an S corporation, partnership, LLC and all persons or business that will receive pass-through income from the business. If you need additional space, please attach a spreadsheet behind this page.				
Name	SSN/EIN	Ownership %	Mailing Address, City, State and ZIP	Phone Number

SUPPORTING DOCUMENTATION

The applicant is required to provide the department with evidence, including invoices and proof of payment for all Qualified Broadband Equipment purchased for use by a mobile telecommunications service provider. The evidence must be submitted on a compact disc.

“Qualified broadband equipment” is machinery and equipment located in this Commonwealth that is used by a mobile telecommunication services provider to provide Internet access service and is capable of sending, receiving, storing, transmitting, retransmitting, amplifying, switching or routing data, video or other electronic information. The term does not include machinery or equipment that is used to provide voice communication service.

STATEMENT OF AUTHENTICITY

Please provide the name of person completing the application.

Name:

Signature:

Date of Submission:

DEPARTMENT USE ONLY POST MARK DATE:

The Department of Revenue has the authority to perform an audit on the applicant upon submission of this application to verify that the statements and evidence within this application are accurate and acceptable under the program requirements and Pennsylvania tax law and regulations.