

**2000 Tax Credit**  
**Investing in Machinery and Equipment**  
North Carolina Department of Revenue

Legal Name (First 10 Characters)	SSN or FEIN
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**Requirements** (See Article 3A of G.S. Chapter 105 and the Corporate Tax Bulletins for more information.)

- Be engaged in a type of business listed below
  - Place purchased or leased machinery and equipment (M & E) in service in N.C. during the tax year
  - Not lease the M & E to another
  - Not claim the credit for technology commercialization for the same M & E
  - Meet the wage standard for the jobs created at the location where the M & E are placed in service
- Provide health insurance for all of the full-time positions at the location where the credit is claimed
  - Have a good environmental and OSHA record
  - Capitalize the M & E if not part of a large investment (\$150 million)
  - If a large investment (\$150 million), capitalize the M & E or lease it from another
  - Attach a certification of eligibility from the N.C. Secretary of Commerce

**Business Information:** Use a separate Form NC-478B for each tier in which you invested in M & E. If you invested in M & E at more than one business location in the same tier, complete this section for one location and attach a sheet giving the requested information for each additional location in the tier.

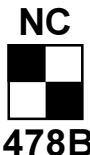
<p><b>Type of Business</b> Fill in applicable circle:</p> <p><input type="radio"/> Air courier services</p> <p><input type="radio"/> Central administrative office with 40 new jobs</p> <p><input type="radio"/> Customer service center in Tier 1 or Tier 2</p> <p><input type="radio"/> Data processing</p> <p><input type="radio"/> Electronic mail order house with 250 new jobs in Tier 1 or Tier 2</p> <p><input type="radio"/> Manufacturing</p> <p><input type="radio"/> Warehousing</p> <p><input type="radio"/> Wholesale trade</p>	<p><b>Name and Address of Business Location</b></p> <div style="border: 1px solid black; height: 40px; width: 100%;"></div> <p><b>Qualifying Information</b></p> <p>NAICS Code of Business Location <input style="width: 50px;" type="text"/></p> <p>Wage standard for tier of business location at time of application <input style="width: 50px;" type="text"/></p> <p>Average weekly wage of new jobs <input style="width: 50px;" type="text"/></p> <p>Health insurance carrier <input style="width: 50px;" type="text"/></p>	<p><b>Tier and Status Information</b> Fill in all applicable circles:</p> <p><input type="radio"/> Tier 1      <input type="radio"/> Development zone Date zone designated _____</p> <p><input type="radio"/> Tier 2      <input type="radio"/> Tier based on letter of commitment Date letter signed _____</p> <p><input type="radio"/> Tier 3      <input type="radio"/> Large investment (\$150 million) Investment at year-end _____</p> <p><input type="radio"/> Tier 4      <input type="radio"/> Taxpayer is insurer subject to gross premiums tax</p> <p><input type="radio"/> Tier 5</p>
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**Part 1. Computation of Eligible Credit Amount for Investing in M & E in 2000**

*(The first installment of this credit must be taken on the 2001 tax return.)*

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|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|-----------|-----------|-------------|--------|--------|-----------|-----------|-----------|-------------|-----------|
| <b>1. Cost of M &amp; E purchased or leased and placed in service in N.C. during 2000</b>                                                                                                                                                                                                                                                                                                                                                                                             | _____ .00 |           |           |             |        |        |           |           |           |             |           |
| <b>2. Cost of all taxpayer's M &amp; E in service in N.C. on the last day of 2000</b><br><i>(Enter here and in Part 4)</i>                                                                                                                                                                                                                                                                                                                                                            | _____ .00 |           |           |             |        |        |           |           |           |             |           |
| <b>3. Cost of all taxpayer's M &amp; E in service in N.C. on the last day of the base year</b><br><i>(From Part 4)</i><br>The base year is that year, of the three years immediately preceding the year in which the M & E are placed in service, in which the taxpayer had the most M & E in service in N.C.                                                                                                                                                                         | _____ .00 |           |           |             |        |        |           |           |           |             |           |
| <b>4. Line 2 minus Line 3</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                         | _____ .00 |           |           |             |        |        |           |           |           |             |           |
| <b>5. Lesser of Line 1 or Line 4; if Line 4 is zero or less, enter zero</b><br><i>(This is your eligible investment amount)</i>                                                                                                                                                                                                                                                                                                                                                       | _____ .00 |           |           |             |        |        |           |           |           |             |           |
| <b>6. Tier threshold</b> <i>(Enter amount for applicable Tier)</i>                                                                                                                                                                                                                                                                                                                                                                                                                    | _____ .00 |           |           |             |        |        |           |           |           |             |           |
| <table border="1" style="width:100%; border-collapse: collapse; text-align: center;"> <tr> <td style="width:15%;">Tier 1</td> <td style="width:15%;">Tier 2</td> <td style="width:15%;">Tier 3</td> <td style="width:15%;">Tier 4</td> <td style="width:15%;">Tier 5</td> </tr> <tr> <td>\$ -0-</td> <td>\$100,000</td> <td>\$200,000</td> <td>\$500,000</td> <td>\$1,000,000</td> </tr> </table> <p><i>(If M &amp; E placed in service over 2-year period, see instructions)</i></p> | Tier 1    | Tier 2    | Tier 3    | Tier 4      | Tier 5 | \$ -0- | \$100,000 | \$200,000 | \$500,000 | \$1,000,000 | _____ .00 |
| Tier 1                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | Tier 2    | Tier 3    | Tier 4    | Tier 5      |        |        |           |           |           |             |           |
| \$ -0-                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | \$100,000 | \$200,000 | \$500,000 | \$1,000,000 |        |        |           |           |           |             |           |
| <b>7. Line 5 minus Line 6</b> (Excess of cost over applicable threshold)<br>If number is zero or less, <b>stop here</b> ; you are not eligible for the credit                                                                                                                                                                                                                                                                                                                         | _____ .00 |           |           |             |        |        |           |           |           |             |           |
| <b>8. Eligible Credit Amount for Investment in M &amp; E in 2000</b><br>Multiply Line 7 by 7%; enter here and the M & E Credit History table in Part 2                                                                                                                                                                                                                                                                                                                                | _____ .00 |           |           |             |        |        |           |           |           |             |           |
| <b>9. Amount of each future installment</b><br>Divide Line 8 by the number 7 (Credit is taken in 7 installments)                                                                                                                                                                                                                                                                                                                                                                      | _____ .00 |           |           |             |        |        |           |           |           |             |           |

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**Part 2. M & E Credit History** - In the columns for tax years 1996 through 1999, list the eligible credit amount for which the taxpayer qualified in the tax year, the subsequent installments of that credit that have been taken in following years, and the other information requested. In the column for tax year 2000, list only the 2000 eligible credit amount from Part 1, Line 8. Installments of a credit expire in the year the taxpayer disposes of, takes out of service, or moves out of North Carolina M & E for which the taxpayer qualified for a credit unless the taxpayer's net reduction in M & E does not exceed 20% of the cost of the removed M & E. The credit also expires if the taxpayers fails to provide health insurance for the employees at the location of the M & E for which the taxpayer qualified for the credit.

Tax Year	1996	1997	1998	1999	2000
<b>Eligible Credit Amount</b>					
<b>Installments</b>					
	<i>Taken in 1997</i>	<i>Taken in 1998</i>	<i>Taken in 1999</i>	<i>Taken in 2000</i>	<i>Taken in 2001</i>
<b>1st</b> Franchise					
Income					
	<i>Taken in 1998</i>	<i>Taken in 1999</i>	<i>Taken in 2000</i>	<i>Taken in 2001</i>	<i>Taken in 2002</i>
<b>2nd</b> Franchise					
Income					
	<i>Taken in 1999</i>	<i>Taken in 2000</i>	<i>Taken in 2001</i>	<i>Taken in 2002</i>	<i>Taken in 2003</i>
<b>3rd</b> Franchise					
Income					
	<i>Taken in 2000</i>	<i>Taken in 2001</i>	<i>Taken in 2002</i>	<i>Taken in 2003</i>	<i>Taken in 2004</i>
<b>4th</b> Franchise					
Income					
<b>Carryforwards Taken</b>					
<b>Carryforwards to Take in Future</b>					
<b>Expired Installments</b>					

**Part 3. Computation of Amount Eligible To Be Taken in Current Tax Year**

	Franchise	Income
<b>1. 1st Installment of 1999 Credit</b> 1/7th of 1999 eligible credit amount (1999 NC-478B, Part 1, Line 9)	.00	.00
<b>2. 2nd Installment of 1998 Credit</b> 1/7th of 1998 eligible credit amount	.00	.00
<b>3. 3rd Installment of 1997 Credit</b> 1/7th of 1997 eligible credit amount	.00	.00
<b>4. 4th Installment of 1996 Credit</b> 1/7th of 1996 eligible credit amount	.00	.00
<b>5. Carryforwards</b> Installments not taken for M & E in tax years 1996 - 1998	.00	.00
<b>6. Eligible Credit Amount to Take in Tax Year 2000</b> Add Lines 1- 5; enter here and on Form NC-478, Part 1, Line 2	.00	.00

**Part 4. M & E in Service in N.C. on Last Day of Tax Year**

Tax Year	Amount	Tax Year	Amount	Tax Year	Amount
1993		1996		1999	
1994		1997		2000	
1995		1998			

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