

**RZ Schedule for Renaissance Zone Income Exemption and Tax Credits**

Attach to Form ND-1, 38, 40, 58, or 60

Taxpayer's name as shown on tax return \_\_\_\_\_

Social security number (or FEIN, if applicable) \_\_\_\_\_

**Part 1 Business or investment income exemption**

- ▶ See the instructions for Part 1 on page 3 of the instruction booklet.
- ▶ If the taxpayer directly owns or leases the zone project property, complete lines 1 through 18 of Part 1. On lines 8 through 18, only include the numbers for the business that owns or leases the zone project property.
- ▶ If the taxpayer is completing Schedule RZ, Part 1, only to claim a business or investment income exemption shown on a North Dakota Schedule K-1, skip lines 1 through 18, and enter the income exemption amount on page 2, Part 1, line 19.

1. a. Project number assigned by the local zone authority (Attach a copy of the final zone project approval letter) . . . . . \_\_\_\_\_

b. This project was approved by the local zone authority:  Before August 1, 2013  After July 31, 2013

2. Renaissance zone city in which the zone project property is located \_\_\_\_\_

3. Street address of zone project property \_\_\_\_\_

4. Does taxpayer have more than one zone project at the address shown on line 3 above?  Yes  No  
If yes, enter all of the project numbers here \_\_\_\_\_

5. Type of qualifying transaction (from final zone project approval letter):  
 a  Purchase    b  Purchase with major improvements    c  Lease    d  Qualified rehabilitation  
 e  Public utility infrastructure changes    f  Leasehold improvements

6. If a or c is checked on line 5, enter the date on which title to the property was obtained or the date the lease took effect, whichever applies. If b, d, e, or f is checked on line 5, enter the date the improvement or rehabilitation work was completed . . . . . 6 \_\_\_\_\_

7. Exemption period start date (from final zone project approval letter) . . . . . 7 \_\_\_\_\_

▶ If the zone project property is being used solely for investment purposes, skip lines 8 through 15, and go to line 16. See instructions for what is considered investment use.

8. North Dakota business income for 2015 tax year (See instructions for the amount to enter on this line) . . . . . 8 \_\_\_\_\_

▶ If less than 100% of the taxpayer's North Dakota business real property is located at the zone project location, complete lines 9a through 9h; otherwise, enter "1.000000" on line 9h and go to line 10.

	Column A All property in North Dakota	Column B Property at zone project location
9. Enter the average value at original cost of each of the following real and tangible personal property items used in the business:		
a. Inventories . . . . .	9a _____	_____
b. Buildings and other fixed assets . . . . .	9b _____	_____
c. Depletable assets . . . . .	9c _____	_____
d. Land . . . . .	9d _____	_____
e. Other assets (Attach a statement identifying assets) . . . . .	9e _____	_____
f. Rented property (Annual rent x 8) . . . . .	9f _____	_____
g. Total property (Add lines 9a through 9f) . . . . .	9g _____	_____
h. Zone apportionment factor (Divide line 9g, Column B, by line 9g, Column A) . . . . .		9h _____
10. North Dakota business income attributable to zone project (Multiply line 8 by line 9h) . . . . .		10 _____

▶ See the instructions to lines 11a through 11c before completing them.

11. a. Amount of square feet added by the zone project . . . . . 11a \_\_\_\_\_  
 b. Total square footage of building after expansion . . . . . 11b \_\_\_\_\_  
 c. Expansion limitation factor (Divide line 11a by line 11b) . . . . . 11c \_\_\_\_\_

12. Balance of North Dakota business income attributable to zone project (Multiply line 10 by line 11c) Enter the amount from this line on page 2, Part 1, line 13 . . . . . 12 \_\_\_\_\_

▶ Attach all 5 pages of Schedule RZ to the North Dakota income tax return

Taxpayer's name as shown on tax return \_\_\_\_\_

Social security number (or FEIN, if applicable) \_\_\_\_\_

**Part 1 continued**

13. Enter the amount from page 1, Part 1, line 12 . . . . . **13** \_\_\_\_\_  
▶ See the instructions to lines 14a through 14c before completing them.
14. a. Number of months of eligibility for the exemption during the 2015 tax year . . . . . **14a** \_\_\_\_\_  
b. Number of months in taxpayer's 2015 tax year . . . . . **14b** \_\_\_\_\_  
c. Exemption period eligibility factor (Divide line 14a by line 14b) . . . . . **14c** \_\_\_\_\_
15. North Dakota business income exemption for this project (Multiply line 13 by line 14c) . . . . . **15** \_\_\_\_\_
16. Investment income exemption for this project (See instructions) . . . . . **16** \_\_\_\_\_
17. Total business or investment income exemption (Add lines 15 and 16) . . . . . **17** \_\_\_\_\_
18. **Income exemption from directly-owned zone project property.** Enter the amount from line 17 on line 18a or line 18b, whichever applies.  
a. If the project approval date on page 1, Part 1, line 1b, is **before August 1, 2013**, enter the amount from line 17 here and on page 5, Part 7, line 1a . . . . . **18a** \_\_\_\_\_  
b. If the project approval date on page 1, Part 1, line 1b, is **after July 31, 2013**, enter the amount from line 17 here and on page 5, Part 7, line 1d . . . . . **18b** \_\_\_\_\_  
▶ Complete line 19 only if the taxpayer is claiming a renaissance zone income exemption from a North Dakota Schedule K-1.
19. **Income exemption from a passthrough entity.** Enter the amount from the North Dakota Schedule K-1 on line 19a or line 19b, whichever applies.  
a. For projects approved **before August 1, 2013**, enter the amount here and on page 5, Part 7, line 1b. . . . . **19a** \_\_\_\_\_  
b. For projects approved **after July 31, 2013**, enter the amount here and on page 5, Part 7, line 1e. . . . . **19b** \_\_\_\_\_

**Part 2 Business purchase or expansion tax credit**

▶ See the instructions for Part 2 on page 6 of the instruction booklet.

1. Fill in this circle only if the taxpayer is eligible for this credit and is irrevocably electing to claim it instead of the business income exemption . . . . . ▶
2. Project number assigned by the local zone authority (Attach a copy of the final zone project approval letter) \_\_\_\_\_
3. Renaissance zone city in which the zone project is located \_\_\_\_\_
4. Street address of zone project property \_\_\_\_\_
5. Does taxpayer have more than one zone project at the address shown on line 4 above?  Yes  No  
If yes, enter all of the project numbers here \_\_\_\_\_
6. Type of qualifying transaction (from final zone project approval letter):  
a  Purchase of new business    b  Expansion of existing business    c  Leasehold improvement
7. If a is checked on line 6, enter the date on which title to the property was obtained. If b or c is checked on line 6, enter the date the expansion or leasehold improvement work was completed . . . . . **7** \_\_\_\_\_
8. Credit period start date (from final zone project approval letter) . . . . . **8** \_\_\_\_\_  
▶ See the instructions to line 9 before completing it.
9. Number of months of eligibility for the credit for the 2015 tax year . . . . . **9** \_\_\_\_\_
10. Business purchase or expansion tax credit. If the number on line 9 is less than 12, multiply the number on line 9 by \$166.67; otherwise, enter \$2,000. Enter the amount from this line on page 5, Part 7, line 2 **10** \_\_\_\_\_

▶ Attach all 5 pages of Schedule RZ to the North Dakota income tax return

Taxpayer's name as shown on tax return \_\_\_\_\_

Social security number (or FEIN, if applicable) \_\_\_\_\_

### Part 3 Single-family residence tax credit

► See the instructions for Part 3 on page 8 of the instruction booklet.

1. Project number assigned by the local zone authority (*Attach a copy of final zone project approval letter*) \_\_\_\_\_
  2. Renaissance zone city in which the zone project is located \_\_\_\_\_
  3. Street address of zone project property \_\_\_\_\_
  4. Does taxpayer have more than one zone project at the address shown on line 3 above?  Yes  No  
If yes, enter all of the project numbers here \_\_\_\_\_
  5. Type of qualifying transaction (*from final zone project approval letter*):  
a  Purchase    b  Qualified rehabilitation
  6. If a is checked on line 5, enter the date on which title to the qualifying property was obtained . . . . . 6 \_\_\_\_\_
  7. If a is checked on line 5, enter the date on which the taxpayer first occupied the qualifying property . . . . . 7 \_\_\_\_\_
  8. If b is checked on line 5, enter the date on which the rehabilitation work was completed . . . . . 8 \_\_\_\_\_
  9. Credit period start date (*per final zone project approval letter*) . . . . . 9 \_\_\_\_\_
- See instructions to line 10 before completing it.
10. Number of months of eligibility for this credit for the 2015 tax year . . . . . 10 \_\_\_\_\_
  11. Single-family residence tax credit. If the number on line 10 is less than 12, multiply the number on line 10 by \$833.33; otherwise, enter \$10,000. Enter the amount from this line on page 5, Part 7, line 3 . . . . . 11 \_\_\_\_\_

### Part 4 Historic property preservation or renovation tax credit

► See the instructions for Part 4 on page 9 of the instruction booklet.

1. Project number assigned by the local zone authority (*Attach a copy of final zone project approval letter*) \_\_\_\_\_
2. Renaissance zone city in which the zone project is located \_\_\_\_\_
3. Street address of zone project property \_\_\_\_\_
4. Does taxpayer have more than one zone project at the address shown on line 3 above?  Yes  No  
If yes, enter all of the project numbers here \_\_\_\_\_
5. Total amount paid to preserve or renovate the qualifying historic property . . . . . 5 \_\_\_\_\_
6. a. Multiply line 5 by 25% (.25) . . . . . 6a \_\_\_\_\_  
b. Maximum tax credit per project . . . . . 6b 250,000  
c. Enter the smaller of line 6a or line 6b . . . . . 6c \_\_\_\_\_
7. Historic tax credit from a passthrough entity (*Attach copy of North Dakota Schedule K-1*) . . . . . 7 \_\_\_\_\_
8. Carryforward from 2014 tax year (*from 2014 Schedule RZ, Part 4, line 11*) . . . . . 8 \_\_\_\_\_
9. Total available credit (*Add lines 6c, 7 and 8*) . . . . . 9 \_\_\_\_\_
10. Credit for 2015 tax year (*See instructions*) (*Attach statement*) Enter here and on page 5, Part 7, line 4 . . . . . 10 \_\_\_\_\_
11. Carryforward to 2016 tax year (*See instructions*) (*Attach statement*) . . . . . 11 \_\_\_\_\_

► Attach all 5 pages of Schedule RZ to the North Dakota income tax return

Taxpayer's name as shown on tax return

Social security number (or FEIN, if applicable)

---

## Part 5 Renaissance fund organization (RFO) investment tax credit

▶ See the instructions for Part 5 on page 9 of the instruction booklet.

1. Renaissance zone city having the RFO in which the investment was made \_\_\_\_\_
2. Amount invested in the RFO during the 2015 tax year (*Attach a copy of the Renaissance Fund Organization Investment Reporting Form received from the RFO*) . . . . . **2** \_\_\_\_\_
3. Multiply line 2 by 50% (.50) . . . . . **3** \_\_\_\_\_
4. RFO tax credit from a passthrough entity (*Attach copy of North Dakota Schedule K-1*) . . . . . **4** \_\_\_\_\_
5. Carryforward from 2014 tax year (*from 2014 Schedule RZ, Part 5, line 8*) . . . . . **5** \_\_\_\_\_
6. Total available credit (*Add lines 3, 4, and 5*) . . . . . **6** \_\_\_\_\_
7. Credit for 2015 tax year (*See instructions*) (*Attach statement*) Enter here and on page 5, Part 7, line 5 . . . **7** \_\_\_\_\_
8. Carryforward to 2016 tax year (*See instructions*) (*Attach statement*) . . . . . **8** \_\_\_\_\_

---

## Part 6 Nonparticipating property owner tax credit

▶ See the instructions for Part 6 on page 10 of the instruction booklet.

1. Project number assigned by the local zone authority (*Attach a copy of final zone project approval letter*) \_\_\_\_\_
2. Renaissance zone city in which the zone project is located \_\_\_\_\_
3. Street address of zone project property \_\_\_\_\_
4. Does taxpayer have more than one zone project at the address shown on line 3 above?     Yes     No  
If yes, enter all of the project numbers here \_\_\_\_\_
5. Approved cost of making utility changes (*from final zone project approval letter*) . . . . . **5** \_\_\_\_\_
6. Nonparticipating property owner tax credit from a passthrough entity (*Attach copy of North Dakota Schedule K-1*) . . . . . **6** \_\_\_\_\_
7. Carryforward from 2014 tax year (*from 2014 Schedule RZ, Part 6, line 10*) . . . . . **7** \_\_\_\_\_
8. Total available credit (*Add lines 5, 6, and 7*) . . . . . **8** \_\_\_\_\_
9. Credit for 2015 tax year (*See instructions*) (*Attach statement*) Enter here and on page 5, Part 7, line 6 . . . **9** \_\_\_\_\_
10. Carryforward to 2016 tax year (*See instructions*) (*Attach statement*) . . . . . **10** \_\_\_\_\_

▶ Attach all 5 pages of Schedule RZ to the North Dakota income tax return

## Part 7 Exemption and tax credit summary

- **Interest in multiple zone projects.** A separate Schedule RZ (for Parts 1 through 6) must be completed for each zone project. If more than one Schedule RZ is completed for the tax year, add the separate amounts from all of the Schedule RZ forms and enter the total on the appropriate line of Part 7 on only one of the Schedule RZ forms.

1. Business or investment income exemption:

**Projects approved before August 1, 2013**

- a. Exemption amount from directly-owned property from Part 1, line 18a . . . . . **1a** \_\_\_\_\_
- b. Exemption amount from passthrough entity from Part 1, line 19a . . . . . **1b** \_\_\_\_\_
- c. Business or investment income exemption for projects approved before August 1, 2013.  
Add lines 1a and 1b. Enter this amount on the 2015 North Dakota return as instructed below . . . . . **1c** \_\_\_\_\_

**If filing:**                      **Enter amount from line 1c on:**  
Form ND-1 . . . . . Schedule ND-1SA, line 1  
Form 38 . . . . . Form 38, Tax Computation Schedule, line 4d  
Form 40 . . . . . Form 40, line 10, or Schedule CR, Part I, line 10  
Form 58 . . . . . Form 58, Schedule K, line 4a  
Form 60 . . . . . Form 60, Schedule K, line 2a

**Projects approved after July 31, 2013**

- d. Exemption amount from directly-owned property from Part 1, line 18b . . . . . **1d** \_\_\_\_\_
- e. Exemption amount from passthrough entity from Part 1, line 19b . . . . . **1e** \_\_\_\_\_
- f. Add lines 1d and 1e. . . . . **1f** \_\_\_\_\_
- g. Maximum exemption per year for projects approved after July 31, 2013. . . . . **1g** 500,000
- h. Business or investment income exemption for projects approved after July 31, 2013. Enter lesser  
of line 1f or line 1g. Enter this amount on the 2015 North Dakota return as instructed below . . . . . **1h** \_\_\_\_\_

**If filing:**                      **Enter amount from line 1h on:**  
Form ND-1 . . . . . Schedule ND-1SA, line 1  
Form 38 . . . . . Form 38, Tax Computation Schedule, line 4d  
Form 40 . . . . . Form 40, line 10, or Schedule CR, Part I, line 10  
Form 58 . . . . . Form 58, Schedule K, line 4b  
Form 60 . . . . . Form 60, Schedule K, line 2b

2. Business purchase or expansion tax credit from Part 2, line 10 . . . . . **2** \_\_\_\_\_
3. Single-family residence tax credit from Part 3, line 11 . . . . . **3** \_\_\_\_\_
4. Historic property preservation or renovation tax credit from Part 4, line 10 . . . . . **4** \_\_\_\_\_
5. Renaissance fund organization investment tax credit from Part 5, line 7 . . . . . **5** \_\_\_\_\_
6. Nonparticipating property owner tax credit from Part 6, line 9 . . . . . **6** \_\_\_\_\_
7. Total renaissance zone credit. Add lines 2 through 6. Enter this amount on the 2015 North Dakota  
return as instructed below . . . . . **7** \_\_\_\_\_

**If filing:**                      **Enter amount from line 7 on:**  
Form ND-1 . . . . . Schedule ND-1TC, line 2  
Form 38 . . . . . Form 38, page 1, line 3  
Form 40 . . . . . Form 40, Schedule TC, line 11, or Schedule CR, Part III, line 11  
Form 58 . . . . . Form 58, Schedule K, line 7  
Form 60 . . . . . Form 60, Schedule K, line 4