



Application for Qualified Empire Zone Enterprise (QEZE) Sales Tax Certification

For businesses certified by Empire State Development on or after April 1, 2005,
and before April 1, 2009

Please print or type

Legal name of business			
DBA (if different from above)			
Address of empire zone location (if you have more than one zone location, attach a list of all locations)			
Number and street	City	State	ZIP code
Mailing address, if different from address above			
c/o name	Number and street	City	State ZIP code
Federal employer identification number (EIN)		Telephone number	

You must include a copy of the *Certificate of Eligibility* and the *Empire Zone Retention Certificate (EZRC)*, issued to your business enterprise by Empire State Development (ESD). If you are certified in multiple zones, you must attach copies of **all** *Certificates of Eligibility* and EZRCs issued to you, and you must complete this application based on the effective date of the first (earliest) *Certificate of Eligibility* issued. Your application **will not be processed** if you do not include a copy of your *Certificate of Eligibility* and EZRC.

Mail your application and a copy of your *Certificate of Eligibility* and EZRC to: **NYS TAX DEPARTMENT
SALES TAX REGISTRATION UNIT
W A HARRIMAN CAMPUS
ALBANY NY 12227**

You **must** keep a completed copy of this application for your records. You will need to use this as a reference when completing the annual employment test if you become certified as a QEZE.

General information

If you are a business enterprise that has been certified to receive benefits under General Municipal Law Article 18-B and you meet the required employment test, you are eligible for certain sales tax benefits. To be eligible for these benefits, you must apply for, and receive, Form DTF-81, *Qualified Empire Zone Enterprise (QEZE) Sales Tax Certification*, issued by the New York State Tax Department. Sales tax benefits are not retroactive. The sales and use tax benefits are available for 120 consecutive months, beginning on the **Effective date** on Form DTF-81, provided that the QEZE annually meets the employment test described in this application.

Once you have received Form DTF-81 from the Tax Department, you may apply for a credit or refund for New York State and, in some areas, local tax paid on purchases made on or after the **Effective date** on Form DTF-81. Businesses certified by ESD after April 1, 2009 do not need to apply for and receive Form DTF-81. These businesses may apply for a credit or refund and attach copies of your *Certificate of Eligibility* and EZRC issued by ESD.

When completing this form, mark an **X** in the appropriate box for each *Yes* or *No* question. For the lines and questions that request dates, enter them in *mm/dd/yy* format using the preprinted slashes, unless otherwise indicated.

Step 1 — Test date

Enter the **effective date** (not the issue date) from your attached *Certificate of Eligibility*.

If you are certified in multiple empire zones, you must complete this application based on the effective date of the first (earliest) *Certificate of Eligibility* issued. / /

Step 2 — Tax year

Enter the period on which your business's tax year is based. / to /
mm dd to mm dd

Tax year means the tax year of your business enterprise under Tax Law Article 9-A (Franchise Tax on Business Corporations), Article 22 (Personal Income Tax), Article 32 (Franchise Tax on Banking Corporations), or Article 33 (Franchise Tax on Insurance Corporations).

<i>Department use only</i>	
Exemption number	Eligibility date

Step 3 — Test year and base period

- (a) Enter the dates of the last tax year ending before the test date determined in Step 1. / / to / /
- (b) Enter the dates of the three tax years immediately preceding the test year listed in 3(a) above. If you have fewer than three years preceding the test year, your base period is the smaller set of years. / / to / /
 / / to / /
 / / to / /

If you do not have a base period, or if you have no employment numbers in your base period, continue with Step 4 below. If you had employees during any part of your base period, skip Step 4 and continue with Step 5.

Note: If you were certified in the empire zone during your first tax year and are filing this application during your first tax year, the employment test is considered met for such tax year during any month in which your employment number exceeds zero. For example, ABC Inc. was created in February of 2005. They were certified in the empire zone effective February 1, 2009. They hire 12 employees on May 15, 2009. ABC Inc. may file this application at any time after May 15, 2009, but before the end of their first tax year, and will qualify for QEZE sales tax benefits for the remainder of their tax year. If this applies to you, continue below. At the end of your current tax year, you **must reapply** and qualify as a new business to continue claiming QEZE sales tax benefits. If this does not apply, skip to Step 4.

- (c) Were you certified in the empire zone during your first tax year? Yes No
- If *Yes*, continue with Step 3(d).
 - If *No*, skip to Step 4.

- (d) Are you submitting this application during your first tax year? Yes No
- If *No*, your first tax year has already ended. You must qualify as a new business to qualify for QEZE sales tax benefits. Continue with Step 4.
 - If *Yes*, did you hire any full-time employees during your first tax year? Yes No
 - If *No*, you do not qualify for QEZE sales tax benefits at this time because you do not have any employees. You may reapply at any time during the remainder of your first tax year when your employment number exceeds zero.
 - If *Yes*, enter the number of employees and the date of first hire.
 Number of employees: _____ Date of first hire: _____

The employment test is considered met for your **first** tax year during any month in which your employment number exceeds zero. You will be eligible for sales tax benefits for the remainder of your first taxable year provided that you continue to have employees. Your QEZE certification will expire at the end of your first taxable year and **you must reapply** and qualify as a new business to continue claiming QEZE sales tax benefits. Skip Steps 4 and 5 and proceed to Step 6.

Step 4 — New business test

Business enterprises that have no base period or no employment numbers in the base period and have employment numbers in the most recently completed tax year **must** meet the new business test below to qualify for QEZE sales tax benefits. If this applies to you, continue below. If not, skip to Step 5.

- (a) Is your business entity identical in ownership and operation to an existing business entity in New York State? (*Identical in ownership and operation* means that the new business entity has identical ownership to the existing entity and that the new business operation is the same type of operation as the existing entity.) Yes No
- If *No*, continue with Step 4(b).
 - If *Yes*, is the other business entity operating in a **different county** in New York State? Yes No
 - If *No*, then your business entity is identical in ownership and operation to an existing business entity operating in the **same** county as your business. You do **not** qualify as a new business and are not eligible for QEZE sales tax benefits. Do not continue to Step 5, and **do not submit this application**.
 - If *Yes*, complete either (1) or (2) on page 3 (whichever is applicable), mark an **X** in the *New business* box at the top of Step 5, and proceed to Step 6.

- (1) If the other business entity is **not certified** with the Tax Department as a QEZE for sales tax purposes, enter the name, federal employer identification number (EIN), and address of the other business entity:

Other business entity legal name: _____
 Other business entity federal EIN: _____
 Other business entity address: _____

- (2) If the other business entity is **certified** with the Tax Department as a QEZE for sales tax purposes, enter the name, federal EIN, address, and 7-digit QEZE number from the other entity's Form DTF-81. You **must** also attach a copy of the other business entity's Form DTF-81. **Note:** Your business will be eligible for QEZE sales tax benefits as of the effective date on **your** Form DTF-81, and your benefit period will extend only for the remainder of the other business entity's existing benefit period.

Other business entity name: _____
 Other business entity federal EIN: _____
 Other business entity address: _____

Other business entity 7-digit QEZE sales tax number: _____

- (b) Is your business entity substantially similar in ownership and operation to an existing or previously existing business entity taxable, or previously taxable, under Tax Law, Article 9, section 183, 184, 185, or 186; Article 9-A, 32, or 33; Article 23 (or that would have been subject to Article 23 as this article was in effect January 1, 1980); or a business entity for which the income or losses were included for your taxes under Article 22? Yes No

- If *No*, mark an **X** in the *New business* box at the top of Step 5, *Employment test*, and skip to Step 6.
- If *Yes*, you do **not** qualify as a new business and are not eligible for QEZE sales tax benefits. Do not continue with Step 5, and **do not submit this application**.

Step 5 – Employment test

New business:

If you qualify as a new business in Step 4, mark an **X** in the box to the right and skip to Step 6.
 As a new business, you will qualify for QEZE sales tax benefits for each tax year in which you have full-time employees.
 If you are not a new business, continue with the employment test below.

Employment test tables:

For the employment test tables in Parts A and B, *full-time employees* are individuals, not including general executive officers, employed for at least half of the tax year in a job of at least 35 hours per week. This includes two or more jobs that together constitute the equivalent of a job of at least 35 hours per week. A *seasonal business* (a business that regularly operates for less than an entire tax year, such as a ski resort) that employs individuals full-time for at least three months of continuous duration may include these individuals in the employment number if they are working in a job of at least 35 hours per week. **Note:** When completing the employment test tables, employment numbers for tax years beginning on or after January 1, 2002, cannot include individuals employed within the immediately preceding 60 months by a related person, as defined in Internal Revenue Code (IRC) section 465(b)(3)(C).

Part A

Determine the average number of full-time employees located in empire zones for both your most recently completed tax year and your base period, as indicated below. To qualify for QEZE sales tax benefits, the average number of empire zone employees for your most recently completed tax year must exceed the average number of empire zone employees for your base period.

Employees within empire zones

	Column A Year	Column B March 31	Column C June 30	Column D Sept 30	Column E Dec 31	Column F Total (B + C + D + E)	Column G Average number of employees (divide total in Col. F by the number of entries in B through E)
1. Enter in Column A the dates of your business's most recently completed tax year . Enter in Columns B through E, for the dates shown, the total number of full-time employees within empire zones. Note: This might not be the tax year listed in Step 3(a).							1.

	Column A Year	Column B March 31	Column C June 30	Column D Sept 30	Column E Dec 31	Column F Total (B + C + D + E)	
Enter in Column A, lines 2 through 4, the tax years in the base period from Step 3(b). (Base period year 1 is the oldest year, base period year 3 is the most recent.) Enter in Columns B through E, lines 2 through 4, for the dates shown, the total number of full-time employees within empire zones.							
2. Base period year 1						2.	
3. Base period year 2						3.	
4. Base period year 3						4.	
5. Total number of full-time employees within empire zones during the base period (add boxes 2 through 4)						5.	
6. Average number of full-time employees within empire zones during the base period (divide the total in box 5 by the number of entries in Columns B through E, lines 2 through 4)							6.

(continued)

Is the employment number in box 1 **greater than** the employment number in box 6? Yes No

- If **No, stop**; you are not eligible at this time for QEZE sales tax benefits. Do not continue to Step 6 and **do not file this application**. When your business's current tax year ends, you may complete this application again to determine your eligibility for QEZE sales tax benefits.
- If **Yes**, proceed below.

Part B

Determine the average number of full-time employees located within New York State, including empire zones. To qualify for QEZE sales tax benefits, the average number of employees located in New York State, including empire zones, for your most recently completed tax year must exceed the average number of employees located in New York State, including empire zones, for your base period.

Employees in New York State, including empire zones

	Column A Year	Column B March 31	Column C June 30	Column D Sept 30	Column E Dec 31	Column F Total (B + C + D + E)	Column G Average number of employees <i>(divide total in Col. F by the number of entries in B through E)</i>
7. Enter in Column A the dates of your business's most recently completed tax year . Enter in Columns B through E, for the dates shown, the total number of full-time employees in New York State including empire zones. Note: This might not be the tax year listed in Step 3(a).							7.
Enter in Column A, lines 8 through 10, the tax years in the base period from Step 3(b). (Base period year 1 is the oldest year, base period year 3 is the most recent.) Enter in Columns B through E, lines 8 through 10, for the dates shown, the total number of full-time employees in New York State, including empire zones.	Column A Year	Column B March 31	Column C June 30	Column D Sept 30	Column E Dec 31	Column F Total (B + C + D + E)	
8. Base period year 1						8.	
9. Base period year 2						9.	
10. Base period year 3						10.	
11. Total number of full-time employees in New York State, including empire zones, during the base period <i>(add boxes 8 through 10)</i>						11.	
12. Average number of full-time employees in New York State, including empire zones, during the base period <i>(divide the total in box 11 by the number of entries in Columns B through E, lines 8 through 10)</i>							12.

Is the employment number in box 7 **greater than** the employment number in box 12? Yes No

- If **No, stop**; you are not eligible at this time for QEZE sales tax benefits. **Do not file this application**. When your business's current taxable year ends, you may complete this application again to determine your eligibility for QEZE sales tax benefits.
- If **Yes**, you meet the employment test requirements and you can file this application. If the Tax Department approves your application, you will receive Form DTF-81.

Step 6 — Certification

I certify that the information in this application is true and correct. Willfully filing a false application is a misdemeanor punishable under the Tax Law.

Print name	Title	
Signature	Date	

This application will be returned if it is not signed or if any other information is missing.