

# RECAPTURE OF QUALIFIED INVESTMENT EXEMPTION FROM PROPERTY TAX

**FORM 49ER**  
TC49ER041  
11-23-04

Use this form to report recapture on assets on which you claimed a property tax exemption.

Name(s)	Social Security Number or EIN
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**PART I -- IDENTIFY PROPERTY THAT CEASED TO QUALIFY AS IDAHO INVESTMENT TAX CREDIT PROPERTY**

Asset Number	Asset Description
A	
B	
C	
D	
E	

**PART II -- PROPERTY TAX BENEFIT TO BE RECAPTURED**

	Assets				
	A	B	C	D	E
1. Date asset was placed in service					
2. First year exemption claimed .....					
<b>YEAR 1</b>					
3. County in which placed in service					
4. Exempted value in year 1 .....					
5. If locally assessed property, enter the average property tax levy for the county in year 1. ....					
6. If centrally assessed property, or property in more than one state, enter the average urban property tax levy of the state in year 1. ....					
7. Multiply line 4 by line 5 or 6. ....					
<b>YEAR 2</b>					
8. County in which placed in service					
9. Exempted value in year 2 .....					
10. If locally assessed property, enter the average property tax levy for the county in year 2. ....					
11. If centrally assessed property, or property in more than one state, enter the average urban property tax levy of the state in year 2. ....					
12. Multiply line 9 by line 10 or 11. ... Property tax benefit:					
13. Add lines 7 and 12.					

**PART III -- COMPUTATION OF PROPERTY TAX RECAPTURE**

14. Date asset ceased to qualify .....					
15. Number of full years between dates on line 1 and line 14 .....					
16. Recapture percentage from table on page 2 .....					
17. Property Tax Recapture: Multiply line 13 by line 16.					
18. Add line 17, columns A through E. This is the total amount due.					



# Instructions for Idaho Form 49ER

## GENERAL INSTRUCTIONS

Use Form 49ER to compute the recapture of the property tax benefit you received from the property tax exemption elected in lieu of earning the Idaho investment tax credit (ITC).

You must compute the recapture if you claimed the qualified investment exemption (QIE) for property tax on property you disposed of before the end of the five-year recapture period. You must also recapture the property tax benefit on any property ceasing to qualify as ITC property. Property moved from Idaho ceases to qualify as ITC property and is subject to recapture.

## SPECIFIC INSTRUCTIONS

Instructions are for lines not fully explained on the form.

Fill in lines 1 through 17 in Parts II and III for each property listed in Part I on which you are recapturing property tax benefit. Use a separate column for each item. If you have recapture on more than five items, use additional Forms 49ER, or other schedules with all the information required to be included on Form 49ER.

### PART I

**Lines A through E.** Describe each asset for which you must recapture the property tax benefit. Provide the asset number and the description of the asset in Part I.

### PART II

**Line 1.** Enter the month, day and year that the asset was first available for service.

**Line 2.** Enter the year you first claimed the exemption.

**Line 3.** Enter the Idaho county in which the asset was placed in service. This should match your Form 49E for the first year the exemption was claimed for this asset.

**Line 4.** Enter the exempted value of the asset for the first year you claimed the exemption. If you do not have this information, you will have to contact the applicable county assessor.

**Line 5.** If the asset was locally assessed, enter the average property tax levy for the county in year 1 as listed for that county on page 2. If the asset was centrally assessed, leave this line blank and go to line 6.

**Line 6.** If the asset was centrally assessed or used in more than one state, enter the average urban property tax levy of the state in year 1 as listed on page 2.

**If the property tax exemption was not claimed in year 2 for an asset, skip lines 8 through 12 for that column and go to line 13.**

**Line 8.** Enter the Idaho county in which the asset was placed in service. This should match your Form 49E for the second year the exemption was claimed for this asset.

**Line 9.** Enter the exempted value of the asset for the second year you claimed the exemption. If you do not have this information, you will have to contact the applicable county assessor.

**Line 10.** If the asset was locally assessed enter the average property tax levy for the county in year 2 as listed for that county on page 2. If the asset was centrally assessed, leave this line blank and go to line 11.

**Line 11.** If the asset was centrally assessed or used in more than one state, enter the average urban property tax levy of the state in year 2 as listed on page 2.

**Line 13.** Add lines 7 and 12 to determine the amount of property tax benefit subject to recapture.

### PART III

**Line 14.** Enter the date the property ceased to qualify as ITC property.

**Line 15.** Enter the number of full years between the dates on line 1 and line 12. Do not enter partial years. If property was held less than 12 months, enter zero.

**Line 16.** Enter the appropriate recapture percentage from the table below.

**Line 17.** Multiply line 13 by line 16. This is the property tax benefit to be recaptured for each asset.

**Line 18.** Add line 17 in columns A through E. If you have more than one Form 49ER, total all pages. This is the total property tax benefit to be recaptured. Make your check or money order payable to the Idaho State Tax Commission and attach it to the Form(s) 49ER.

**TABLE FOR RECAPTURE OF INVESTMENT TAX CREDIT  
(Section 50, Internal Revenue Code)**

Time held and/or time qualifying	Recapture percent
less than or equal to 1 year	100%
more than 1 year but less than or equal to 2 years	80%
more than 2 years but less than or equal to 3 years	60%
more than 3 years but less than or equal to 4 years	40%
more than 4 years but less than or equal to 5 years	20%

# Average Property Tax Levies

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## 2004

### AVERAGE PROPERTY TAX LEVY BY COUNTY (Rates to use for line 5)

Ada	1.620%	Cassia	1.345%	Lewis	1.604%
Adams	1.222%	Clark	1.053%	Lincoln	1.415%
Bannock	2.210%	Clearwater	1.330%	Madison	1.418%
Bear Lake	1.068%	Custer	0.855%	Minidoka	1.403%
Benewah	1.253%	Elmore	1.516%	Nez Perce	1.985%
Bingham	1.625%	Franklin	1.311%	Oneida	1.340%
Blaine	0.588%	Fremont	1.122%	Owyhee	1.289%
Boise	1.024%	Gem	1.180%	Payette	1.727%
Bonner	1.104%	Gooding	1.283%	Power	1.784%
Bonneville	1.858%	Idaho	1.116%	Shoshone	1.954%
Boundary	1.428%	Jefferson	1.313%	Teton	0.715%
Butte	1.333%	Jerome	1.611%	Twin Falls	1.641%
Camas	1.396%	Kootenai	1.496%	Valley	0.885%
Canyon	1.902%	Latah	1.924%	Washington	1.458%
Caribou	1.515%	Lemhi	1.123%		

### AVERAGE URBAN PROPERTY TAX LEVY OF THE STATE (Rate to use for line 6)

1.658%