



HRTC

HEADQUARTERS RELOCATION TAX CREDIT ECONOMY TAX CREDIT

DESCRIPTION

The Headquarters Relocation Tax Credit (HRTC) provides a tax credit to a business that relocates their headquarters to Indiana. The credit is assessed against the corporation's state tax liability.

CALCULATION OF CREDITS

The credit is up to 50 percent of a corporation's approved costs of relocating its headquarters to Indiana, as determined by the IEDC. A nine year carry forward applies to any unused part of the credit.

Eligible relocation costs include:

- Moving costs and related expenses
- The purchase of new or replacement equipment
- Capital investment costs
- Property assembly and development costs including:
 - » The purchase, lease, or construction of buildings and land
 - » Infrastructure improvements
 - » Site development costs

Does not include any costs that do not directly result from the relocation of the business to a location in Indiana.

The Headquarters Relocation Tax Credit is established by I.C. 6-3.1-30.

ELIGIBILITY

Headquarters is defined as the building or buildings where one or more of the following are located:

- The principal offices of the principal executive officers of an eligible business
- The principal offices of a division or similar subdivision of an eligible business
- A research and development center of an eligible business

An "eligible business" is one that:

- Is engaged in either interstate or intrastate commerce
- Maintains a corporate headquarters at a location outside Indiana
- Has not previously maintained a corporate headquarters at a location in Indiana
- Had annual worldwide revenues of at least \$50 million for the taxable year immediately preceding the business's application for this tax credit
- Commits contractually to relocating its corporate headquarters to Indiana
- Company must employ at least 75 employees in Indiana