

Personal Property Tax Credit for Transitional Periods

Business Tax Transitional Reporting Period	Payment of Personal Property Taxes (PPT)	Available Credit*
Less than 12 months	1) Personal property taxes (PPT) were <u>paid</u> during the tax period covered by the return or prior to the due date of the return.	$\left(\frac{\text{PPT Paid}}{12}\right) \times \# \text{ of months in period}$
	2) Personal property taxes (PPT) were <u>NOT paid</u> during the tax period covered by the return or prior to the due date of the return. <ul style="list-style-type: none"> Use the personal property taxes paid for the previous business tax return filed. “Previous PPT Paid” is the amount of personal property taxes paid during the tax period covered by the previous return or prior to the due date of the previous return. 	$\left(\frac{\text{Previous PPT Paid}}{12}\right) \times \# \text{ of months in period}$
12 months	<ul style="list-style-type: none"> Personal property taxes (PPT) were paid during the tax period covered by the return or prior to the due date of the return. 	PPT Paid
More than 12 months	1) Personal property taxes (PPT) due for <u>one</u> (1) property tax year were paid during the tax period of the return or prior to the due date of the return.	$\left(\frac{\text{PPT Paid}}{12}\right) \times \# \text{ of months in period}$
	2) Personal property taxes (PPT) for <u>two</u> (2) consecutive property tax years were paid either during the tax period of the return or prior to the due date of the return. <ul style="list-style-type: none"> “Sum of PPT Paid” is the sum of the personal property taxes paid for two consecutive property tax years either during the tax period covered by the return or prior to the due date of the return. Personal property taxes payments were not used for credit on previous year’s return. 	$\left(\frac{\text{Sum of PPT Paid}}{24}\right) \times \# \text{ of months in period}$

*Total credits cannot exceed 50% of taxpayer’s tax liability.