

Income Tax - Enterprise Zone ITC

Can the owner of injection molds that is not located in an enterprise zone take the enterprise zone investment tax credit if the molds are used and stored on the site of another company located in an enterprise zone?

Yes. Assuming that all other qualifications are met, the location that the mold is used is the key in determining availability of the enterprise zone investment tax credit. The molds must be used exclusively within an enterprise zone for at least one year.

Similarly, a company located in an enterprise zone could not claim the enterprise zone investment tax credit if its molds are used outside the enterprise zone.