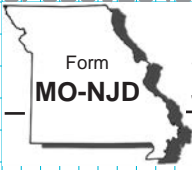


000000000111111111122222222223333333333344444444445555555555666666666677777777778888888888
1234567890123456789012345678901234567890123456789012345678901234567890123456789012345



Missouri Department of Revenue
**Small Business Deduction For New
Jobs Under Section 143.173, RSMo.**

Department Use Only (MM/DD/YY) [] [] [] [] [] [] [] []

Taxable Year Beginning (MM/DD/YY) [] [] [] [] [] [] [] [] Ending (MM/DD/YY) [] [] [] [] [] [] [] []

Missouri Tax I.D. Number [] [] [] [] [] [] [] [] [] [] [] []

Federal Employer I.D. Number [] [] [] [] [] [] [] [] [] [] [] [] [] [] [] []

Name of Small Business			Social Security Number (Last 4 Digits)			
Address		City	State	Zip Code		
Type of Small Business						
<input type="checkbox"/> Sole Proprietor <input type="checkbox"/> Partnership <input type="checkbox"/> C-Corporation <input type="checkbox"/> S-Corporation <input type="checkbox"/> Limited Liability Company <input type="checkbox"/> Limited Liability Partnership						
<input type="checkbox"/> Other Business Entity (Specify Business Type) _____						

Qualifications

For all taxable years beginning on or after January 1, 2011 (if pass through entity, see special instructions on page 2), and ending on or before December 31, 2014, if a small business creates new jobs, it may qualify to claim a deduction in the taxable year each new employee completes at least 52 weeks of full-time employment. The deduction is equal to \$10,000 for each new job created or \$20,000 for each new job created by a small business that paid at least 50 percent of all employees' health insurance premiums.

The Small Business:

- Must employ fewer than 50 full-time or part-time employees at all times during the tax year for which the deduction is requested to qualify for the deduction. Any small business affiliated with another business must consider each employee of all affiliated businesses in determining if it employs fewer than 50 full-time or part-time employees. Two businesses are affiliated if either party has power to control the other, or a third party controls or has the power to control both parties. For purposes of the deduction, a part-time employee is defined as one who works fewer than 30 hours per week.
- Must be subject to income taxes imposed in **Chapter 143, RSMo.**
- Must ensure all new employees have completed at least 52 weeks of full-time employment prior to including them in the deduction calculation. Upon completion of at least 52 weeks, the employee becomes a qualifying full-time employee and the small business may choose a date to compare the number of qualifying full-time employees employed in the previous calendar year. See the example below for further instruction.
- Must pay wages of at least the county average wage or the state average wage if the county wage is in excess of the state wide average. The county average wage is calculated by the Department of Economic Development and can be found at: www.missourieconomy.org/indicators/countywage.stm.
- Must pay at least 50 percent of the health insurance premium for all full-time employees, not just for new employees, to claim the \$20,000 deduction.

The Employee:

- Must complete at least 52 consecutive weeks of employment and work an average of at least 35 hours per week before the small business may claim the deduction.
- May not have been previously employed in Missouri by the small business or any business affiliated with the small business for a period of 12 months prior to the creation of the new job.

Example: A small business chooses November 1 as its comparison date. On that date in 2011, the business had 25 full-time employees who had been employed for at least 52 weeks, and five employees who had been employed for 20 weeks. Also on that date, the business hires two new employees who had not been employed by the business. If all these employees remain employed through November 1, 2012, the small business is eligible to claim deductions for seven of its employees in determining its 2012 tax liability. Although five of these employees had been employed prior to November 1, 2011, they would not qualify as full-time employees on that date because they had not completed 52 weeks of employment. Although those five employees could have qualified for the deduction prior to November 1, 2012, the two employees hired on November 1, 2011 could not. Because a small business can select only one comparison date per year, the small business selected November 1, 2012 so it could claim the deduction for all seven employees.

01
 02
 03
 04
 05
 06
 07
 08
 09
 10
 11
 12
 13
 14
 15
 16
 17
 18
 19
 20
 21
 22
 23
 24
 25
 26
 27
 28
 29
 30
 31
 32
 33
 34
 35
 36
 37
 38
 39
 40
 41
 42
 43
 44
 45
 46
 47
 48
 49
 50
 51
 52
 53
 54
 55
 56
 57
 58
 59
 60
 61
 62
 63
 64
 65
 66

Instructions

1. Comparison Date: Each small business must choose a date to compare the number of full-time employees in the deduction year and the number employed in the immediately preceding year. Enter your comparison date: (MM/DD/YYYY) .. 1 ___/___/_____
 2. Employees in Deduction Year: The number of full-time employees employed on your comparison date in the deduction year. 2
 3. Employees in Previous Year: The number of full-time employees employed on your comparison date in the immediately preceding year. 3
 4. Subtract Line 3 from Line 2 to determine the number of eligible employees..... 4
- In the table below, enter the requested information for each new employee reflected on Line 4.
 Note: If the employee worked in more than one county, enter the county in which he or she worked for the majority of his or her 52 weeks of employment.

Signature

Under penalties of perjury, I declare that the above information and any attached supplement is true, complete, and correct. I am the owner of or an officer of the above business and am authorized to apply for the small business deduction for new jobs on behalf of the small business identified above. I hereby certify to the Department of Revenue that the employees listed on page 2 meet the requirements outlined in Section 143.173, RSMo, and the small business claiming a deduction meets the requirements outlined in this document and in [Section 143.173, RSMo](#).

Signature _____ Title _____

Printed Name _____ Date (MM/DD/YYYY) _____

Employee Name First, Middle Initial, Last	Employee Social Security Number (Last Four Digits)	Employee Title or Position Code	County Where Employee Worked	Annual County Average Wage	Total Wages Paid For 52 Consecutive Weeks	Total Deduction
1.				\$	\$	\$
2.				\$	\$	\$
3.				\$	\$	\$
4.				\$	\$	\$
5.				\$	\$	\$
6.				\$	\$	\$
7.				\$	\$	\$
8.				\$	\$	\$
9.				\$	\$	\$
10.				\$	\$	\$
11.				\$	\$	\$
12.				\$	\$	\$
13.				\$	\$	\$
14.				\$	\$	\$
15.				\$	\$	\$
Total Deduction: Enter your total deduction here and on Form MO-1040 , Line 18B; or on Form MO-1120 , Line 7.						\$
If you hired more than ten new employees, please print an additional page(s).						\$

Special Instructions for Pass-Through Entities:

For tax years ending on or after August 28, 2012, S-corporations, limited liability companies, limited liability partnerships or other pass-through business entities may also qualify for the small business deduction for new jobs under Section 143.173, RSMo.

The deduction year comparison date can be any date within the tax year and the previous year comparison date will be one year earlier. Each partner, member or shareholder must attach a completed Form MO-NJD when claiming the small business deduction on their income tax return.

01
02
03
04
05
06
07
08
09
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60
61
62
63
64
65
66

Complete the Allocation Schedule below listing each partner, member, or shareholder and their applicable amount of the total small business deduction (round to whole numbers). The deduction must be allocated in the same proportion as income is allocated for income tax purposes. The pass-through entity qualifying for the deduction must provide a copy of this form to each partner, member or shareholder claiming the deduction, who must file the copy with their return. If you have more than fifteen partners, members or shareholders, please print an additional page(s).

Allocation Instructions and Schedule

Name of Partner, Member or Shareholder	Last Four Digits of Social Security Number or Complete FEIN	Share %	Deduction Amount
<i>Example: Joe Smith</i>	<i>XXX-XX-1234 or 12-3456789</i>	<i>50 %</i>	<i>\$ 500.00</i>
1.		%	\$
2.		%	\$
3.		%	\$
4.		%	\$
5.		%	\$
6.		%	\$
7.		%	\$
8.		%	\$
9.		%	\$
10.		%	\$
11.		%	\$
12.		%	\$
13.		%	\$
14.		%	\$
15.		%	\$
Total Deduction: Enter your total deduction here and on Form MO-1040 , Line 18B.		100 %	\$

Schedule MO-NJD must be filed with Form MO-1040, [MO-1120](#), or [MO-1120S](#). Please attach to the form and mail to the appropriate address as shown on page 1 of the form.

Form MO-NJD (Revised 12-2014)

Taxation Division
Personal Tax Corporate Tax
P.O. Box 385 P.O. Box 3365
Jefferson City, MO 65105-0385 Jefferson City, MO 65105-3365
E-mail: income@dor.mo.gov **E-mail: corporate@dor.mo.gov**

Phone: (573) 751-4541
Fax: (573) 522-1721



Visit <http://smallbiztax.mo.gov/> for additional information.

