

Obtain additional information or assistance by calling one of the numbers listed below:

Phoenix (602) 255-3381  
From area codes 520 and 928, toll-free (800) 352-4090

Obtain tax rulings, tax procedures, tax forms and instructions, and other tax information by accessing the department's Internet home page at [www.azdor.gov](http://www.azdor.gov).

### **General Instructions**

Arizona Revised Statutes § 43-1182 previously provided a nonrefundable corporate income tax credit for the installation of a water conservation system plumbing stub out in each house or dwelling unit constructed by the taxpayer. The houses or dwelling units must be located in Arizona.

The tax credit applied to taxable years beginning from and after December 31, 2006 and ending before January 1, 2012.

**NOTE:** *Calendar year 2011 was the last year to establish a credit for water conservation system plumbing stub outs. Taxpayers with a fiscal year ending in 2012 did not qualify to establish a credit for 2011. Carryovers will be allowed for not more than five consecutive taxable years.*

If the allowable tax credit exceeded the taxes otherwise due, or if there are no taxes due, the amount of the credit not used to offset taxes may be carried forward for not more than five consecutive taxable years as a credit against subsequent years' income tax liability.

### **Specific Instructions**

Complete the name and employer identification number section at the top of the form. Indicate the period covered by the taxable year. Attach the completed form to the tax return.

All returns, statements, and other documents filed with the department require a taxpayer identification number (TIN). The TIN for a corporation or an S corporation is the taxpayer's employer identification number. A taxpayer that fails to include its TIN may be subject to a penalty.

#### **Available Credit Carryover**

Complete Form 337 only if the allowable credit for prior taxable years exceeded the Arizona income tax liability for those taxable years.

Each corporate partner must complete Form 337 for the computation of the available carryover of the credit passed through by the partnership.

#### **Lines 1 through 5 -**

Enter the taxable year(s) from which you are carrying over the credit in column (a) on lines 1 through 4. In column (b), enter the credit originally computed for that taxable year. In column (c), enter the amount of the credit from that taxable year which you have already used. Subtract the amount in column (c) from the amount in column (b) and enter the difference in column (d). Add the amounts entered on lines 1 through 4 in column (d). Enter the total on line 5, column (d). This is the total credit carryover available for the current taxable year.

Enter the amount on line 5, column (d) on Form 300, Part I, line 16. This is the total available credit which may be applied to the current taxable year's corporate income tax liability.