



2022 Jobs Growth Credit

[15-30-2361](#), [15-31-175](#), and [39-11-404, MCA](#)

Form JGI
V1 7/2022

Name (as it appears on your Montana tax return)				
Social Security Number	<input type="text"/> <input type="text"/> <input type="text"/> - <input type="text"/> <input type="text"/> <input type="text"/> - <input type="text"/> <input type="text"/> <input type="text"/>	<i>OR</i>	Federal Employer Identification Number	<input type="text"/> <input type="text"/> - <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/>
Credit Certificate Number <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> - <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> - <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/>				

Part I. Credit Calculation

1. Total Social Security and Medicare Taxes paid on behalf of eligible employees	1.	
2. Multiply line 1 by 50% (0.50). This is your 2022 Jobs Growth Incentive Credit.	2.	

Part II. Claimable Credit

1. Tax liability for 2022	1.	
2. Enter your 2022 Jobs Growth Incentive Credit from Part I, line 2	2.	
3. If line 1 is greater than line 2, enter the amount from line 2. If line 1 is less than line 2, enter the amount from line 1. This is the amount of Jobs Growth Incentive Credit to claim on your 2022 tax return.	3.	
4. If line 3 is less than line 2, subtract line 3 from line 2. This is your 2022 Jobs Growth Incentive Credit carryover.	4.	

Part III. Carryover Table

A Credit year	B Amount of credit	C Credit carryover	D Credit amount absorbed	E Remaining balance
2022				
2023				
2024				
2025				
2026				
2027				
2028				
2029				
2030				
2031				
2032				
2033				
2034				
2035				
2036				
2037				
2038				

Form JGI Instructions

Purpose of Form

This form is for eligible employers to claim the Jobs Growth Incentive Credit on their tax return.

In order to claim the credit, you must apply with the Montana Department of Labor and Industry. Once approved, the Department of Labor and Industry will issue you a Credit Certificate. Attach a copy of the Credit Certificate to your tax return along with this form.

Jobs Growth Incentive Credit

The Jobs Growth Incentive Credit is available beginning in Tax Year 2022 and expires in Tax Year 2028. The credit is equal to half of the eligible employer's taxes paid under Federal Insurance Contributions Act (FICA) for qualifying new employees. The credit is nonrefundable but may be carried forward for up to 10 years. It must be carried forward to the earliest tax year and the oldest available credit must be used first.

The credit is available to qualifying employers in Montana that create qualifying net employee growth in Montana. Net employee growth is the amount of newly hired employees between calendar years 2022 and 2028 compared to the number of the employer's full-time employees in calendar year 2021.

To attain qualifying net employee growth, an employer must hire at least 10 qualifying new employees during the first year the credit is claimed and at least 15 total qualifying in any subsequent year. Qualifying employers in a county with a population of less than 20,000 need to hire at least five new employees in the first year and seven in any subsequent year to attain qualifying net employee growth.

Qualifying new employees must be hired between calendar years 2022 and 2028 and must work for the employer for at least six months during the calendar year for which the credit is being claimed. Qualifying new employees must have a yearly wage of at least \$50,000 plus any benefits paid to other employees. The minimum yearly wage is adjusted annually for inflation.

The credit may only be claimed for seven years. The Montana Department of Labor and Industry must issue a Credit Certificate for every year that the credit is claimed. A Credit Certificate is not required when claiming a carryover of the credit.

How to Claim the Credit

Individuals report the credit on Form 2, Nonrefundable Credits Schedule. Individuals receiving the credit from a pass-through entity only complete Part II.

Partnerships and S corporations only complete Part I. Then, report the amount on Part I, line 2 on Form PTE, Schedule II. The credit is passed to each partner or shareholder in the same proportion of Montana source income (loss). The partner's or shareholder's share of the credit is reported on Schedule K-1 (PTE). Partners and shareholders only complete Part II; they must also complete Part III only if a credit carryover exists.

Estates and trusts report the credit on Form FID-3, page 2. Any credit not used by the estate or trust may be attributed to the beneficiary in the same proportion used to report the beneficiary's income for Montana income tax purposes.

Corporations report the credit on Form CIT, Schedule C.

Taxpayers with a fiscal year end claim the credit for the calendar year that ends with the fiscal year.

The Department of Revenue is required by law to divulge information provided in the form to the Revenue Interim Committee and the Montana Department of Labor and Industry. Therefore, the contents of this form are not considered confidential.

Apprenticeship credit. Taxpayers may not claim both the Apprenticeship Credit and the Jobs Growth Incentive Credit in the same year. However, a credit carryforward of the Jobs Growth Incentive Credit may be claimed during a year that the Apprenticeship Credit is claimed. If you are claiming the Apprenticeship Credit in 2022 do not complete this form.

Line Instructions

Part I. Credit Calculation

Complete this section to determine the amount of your credit for 2022.

Line 1. Enter the amount of Social Security and Medicare Taxes you paid on behalf of your eligible employees.

Line 2. This is your Jobs Growth Incentive Credit for 2022. This amount is not refundable, but it may be carried forward up to 10 years.

Part II. Claimable Credit

Complete Part II to determine the amount of credit to claim on your 2022 tax return.

Line 1. Enter your 2022 tax liability. Individuals report the amount on Form 2, line 18. Estates and trusts report the amount from Form FID-3, line 36. C corporations report the amount from Form CIT, line 10.

Line 4. This is the amount of credit that may be carried forward to a future tax year and up to 10 years from Tax Year 2022.

Part III. Carryover Table.

Use this table to track the amount of credit you have available to carry over to a future tax year.

Column B. Enter Part I, line 2.

Column C. Leave this column blank in 2022.

Column D. Enter Part II, line 3.

Column E. Enter Part II, line 4.

Questions? Call us at (406) 444-6900 or Montana Relay at 711 for the hearing impaired.