



ACA's Incentive Tool Box

Arizona Competes Fund	<ul style="list-style-type: none"> • Cash assistance for business attraction projects that stimulate and promote industries that provide stable, high-wage jobs • Assistance will be performance-based and must result in a net benefit to the state
Arizona FAST Grant	<ul style="list-style-type: none"> • Cash assistance to initiate the technology commercialization process • Grant up to \$7,500 to provide select professional consulting services
Arizona Innovation Accelerator Fund Program	<ul style="list-style-type: none"> • Loan participation program to spur business expansion and job creation • Loans from \$50,000 - \$2 million for up to 49.9% of a financing package • Principle and interest payments may be deferred for up to 24 months
Arizona Innovation Challenge	<ul style="list-style-type: none"> • Cash assistance for promising technology ventures • Grants range from \$100,000 - \$250,000
Arizona STEP Grant	<ul style="list-style-type: none"> • Cash assistance to help develop international export opportunities • Reimbursable grants up to \$10,000
Commercial & Industrial Solar Energy Program	<ul style="list-style-type: none"> • Tax credit equal to 10% of the installed cost of the solar energy device <ul style="list-style-type: none"> ▪ Up to \$25,000 per location per year ▪ Not to exceed \$50,000 per taxpayer per year
Healthy Forest Tax Incentives	<ul style="list-style-type: none"> • Use fuel tax rate of 9¢ per gallon • Up to \$3,000 tax credit for each net new job created • Transaction Privilege Tax Exemption on qualifying equipment purchase or lease contracts • Transaction Privilege Tax Exemption on construction contracts • Use Tax Exemption on qualifying equipment purchased out-of-state • Property tax reductions of up to 75% for up to five years • Workforce training tax credit up to \$9,000 for each net new job created
Job Training Program	<ul style="list-style-type: none"> • Cash assistance up to \$1.5M per business <ul style="list-style-type: none"> ▪ New jobs up to 75% of eligible training expenses can be reimbursed ▪ Incumbent jobs up to 50% of eligible training expenses can be reimbursed



Military Reuse Zones	<ul style="list-style-type: none"> • Tax credits of up to \$10,000 for each new employee • Property tax reductions of up to 75% for up to five years • Transaction Privilege Tax Exemption on certain types of construction
Private Activity Bonds	<ul style="list-style-type: none"> • Alternative financing mechanism • Interest on bonds is exempt from federal income tax for most bondholders
Qualified Energy Conservation Bonds	<ul style="list-style-type: none"> • Alternative financing mechanism • Qualified tax credit bond • Credit rate is 70% of the credit rate that would allow the bond to sell at par
Quality Jobs Program	<ul style="list-style-type: none"> • Tax credit up to \$9,000 per new net qualified employee over a 3 year period
Qualified Facilities Tax Credit	<ul style="list-style-type: none"> • Refundable tax credit up to 10% of the company's investment <u>or</u> \$20,000 per new job, whichever is less
Renewable Energy Tax Incentives	<ul style="list-style-type: none"> • Refundable tax credit up to 10% of the company's investment • Property tax reductions of up to 75% for up to fifteen years
Research & Development Program	<ul style="list-style-type: none"> • Tax credit up to <ul style="list-style-type: none"> ▪ 24% of increased R&D expenses ▪ \$600,000 plus 15% on the expenses in excess of \$2.5 million ▪ 34% of expenses if made in conjunction with an AZ public university • Up to 75% of the excess tax credit can be refunded to small businesses
Small Business Capital Investment Tax Credit (Angel Investment)	<ul style="list-style-type: none"> • Tax credit up to 35% of investment amount over 3 years • Elimination of capital gains tax on income derived from investment in certified companies