

Manufacturing Investment Tax Credit

Existing manufacturers that have operated in Mississippi for two or more years may be eligible for investment tax credits that can be applied to their state income tax liability. To qualify, an existing manufacturer must invest \$1,000,000 or more in buildings and/or equipment used in the manufacturing operation.

The credit is calculated as 5 percent of the eligible project investment and is allowed for the year that the investment occurs. The tax credit allowed on any project cannot exceed \$1,000,000.

Credits can be used to offset up to 50 percent of the business's income tax liability after all other credits have been taken, and unused investment tax credits can be carried forward up to five years.

Manufacturing Investment Tax Credits are awarded and administered by the Mississippi Department of Revenue. For further details, see the Mississippi Tax Incentives, Exemptions, and Credits guidelines on the Mississippi Department of Revenue website at <https://www.dor.ms.gov/docs/2013IncentiveBook-pdffinal.pdf> or contact MDA's Financial Resources Division.

To learn more about tax incentives available to manufacturers locating or expanding in Mississippi, view the Manufacturers Tax Incentives overview.

February 2015

Contact the Mississippi Development Authority's Financial Resources Division
at 601.359.3552 or financial@mississippi.org to learn more.