

**FORM DEQ 50-11S**  
**RECYCLING MACHINERY AND EQUIPMENT CERTIFICATION**

Pursuant to Application for State Income Tax Credit

(Refer to the Form Instructions and Guidance for the Certification of Recycling Machinery and Equipment)

**Part I**

<b>Name(s) as shown on Virginia Tax return:</b>
<b>Phone number:</b>
<b>Tax ID:</b>
<b>Status:</b> _____ "C" Corporation _____ Individual _____ "Pass-through" Corporation
<b>Street:</b>
<b>City, State, and Zip Code:</b>

**Part II**

<b>Name of manufacturing facilities or plant units where machinery and equipment will be located (see Instructions):</b>
<b>Street:</b>
<b>City, State, and ZIP code :</b>
Detailed description of machinery and equipment and its intended use. Attach: a list of equipment to be certified; process information; proof of purchase, and drawings & brochures as appropriate.
I certify that the above information is true, correct and complete and that the machinery and equipment identified is to be used primarily for the processing of recyclable materials as defined in either § 58.1-439.7 or § 58.1-439.8 of the Code of Virginia.
_____ <b>Signature of taxpayer /Title</b> <b>[Please print or type name of taxpayer signing]</b> _____ <b>Date</b>

**[Agency Use Only]**

The Department of Environmental Quality's certification of machinery and equipment, based on the information provided by the applicant, is contained on the attached Equipment List referencing Application Number _____.
---

**INSTRUCTIONS  
FORM DEQ 50-11S**

**GENERAL**

For tax years beginning on and after January 1, 1993 but before January 1, 2015, those "C" Corporations which qualify under Code of Virginia § 58.1-439.7 may receive an income tax credit for the purchase of machinery and equipment used exclusively in or on the premises of manufacturing facilities or in plant units which manufacture, process, compound or produce items of tangible personal property from recyclable materials, within the Commonwealth. For those "C" Corporations qualifying under § 58.1-439.8 of the Code of Virginia, the tax years are on and after January 1, 1998 but before January 1, 2003. The credit is an amount equal to ten percent of the purchase price paid during the taxable year, but shall not exceed forty percent of the Virginia income tax liability of such taxpayer (Code of Virginia § 58.1-439.7), or sixty percent of the Virginia income tax liability for those corporations qualifying under § 58.1-439.8 of the Code of Virginia. This is a nonrefundable credit, however, if the allowable credit exceeds the Virginia tax liability for the taxable year in which the purchase price on recycling machinery and equipment was paid, it may be carried over for credit against the corporation's income taxes in the ten succeeding taxable years until the total credit is used (Code of Virginia § 58.1-439.7), or in the case of those corporations qualifying under § 58.1-439.8 of the Code of Virginia, twenty succeeding years.

Individuals and "Pass-through" Corporations are both entitled to claim the credit for certified equipment purchased after January 1, 2008.

The machinery and equipment must be certified by the Department of Environmental Quality as integral to the recycling process in accordance with §§ 58.1-439.7 and 439.8 of the Code of Virginia. Refer also to the [Guidance for the Certification of Recycling Machinery and Equipment for State Income Tax Credit Under Sections 58.1-439.7 and 58.1-439.8 of the Code of Virginia](#)

The Department of Environmental Quality has developed this form to assist persons applying for the machinery and equipment certification, and to expedite the certification process. However, you are not required to use this form to apply for certification.

**LOCAL TAX OPTION**

Once certified, the machinery and equipment may also qualify for a local tax exemption based on current value assessment by taxing authority. Contact your local governing body for information.

**PART I**

Enter the name, address, phone number, and tax ID, of the individual or corporation as it appears on the Virginia income tax return.

**PART II**

Enter the name and physical address of the facility where the machinery and equipment are located. Provide a detailed description of the machinery and equipment and its intended use in the facility with drawings, specifications and operating parameters.

Attach any necessary descriptions or documents which demonstrate the use of the machinery and equipment. Mail the completed form and attachments to the address below:

Department of Environmental Quality  
Waste Technical Support Office  
Attention: Machinery and Equipment Certification Officer  
PO Box 1105  
Richmond, VA 23218

For assistance call:

804-698-4145                      Department of Environmental Quality  
804-698-4021                      TDD

Upon certification, the form and attachments will be returned to you. In order to qualify for a state income tax credit, the form (or other certification document) along with documentary proof of the purchase price paid (original cost plus other capitalized costs incurred to put the machinery or equipment in service, but not including capitalized interest), will need to be attached to your Virginia income tax return when filed with the Department of Taxation. For assistance on taxation matters call 804-225-4265.