MISSISSIPPI DEPARTMENT OF REVENUE

Tax Policy and Economic Development Notice 80-25-01 November 14, 2025

Income and Franchise Tax Broadband Technology Tax Credit Limitation

Miss. Code Section 57-87-5 provides an income and franchise tax credit to a telecommunications enterprise based on a percentage of the cost of equipment used in the deployment of broadband technology. House Bill 1644, passed in 2025, amended Section 57-87-5 to limit the aggregate amount of credits that may be claimed in a single year, effective January 1, 2025.

- The aggregate amount of credits that may be claimed by all taxpayers during a calendar year shall not exceed $15,000,000.00.
- Not including any credit carried forward from a previous year, a single telecommunications enterprise may not claim more than $1,500,000.00 per calendar year.

Requesting Credit Allocation

In the event the total amount of credits requested exceed $15,000,000.00 in any calendar year, the Department is required to allocate the available credits on a prorated basis. To receive an allocation, an eligible telecommunications enterprise must submit a request to the Department no later than March 20th of the calendar year following the year in which the eligible equipment was deployed. Submissions received after March 20th may not be eligible to receive an allocation.

To request allocation, an Economic Incentive application must be submitted through TAP. The following documentation should be attached to the application:

- A statement attesting that the listed equipment meets the eligibility requirements under Miss. Code Section 57-87-5 **and** that the equipment was not paid for or reimbursed by CARES or BEAD funds; and
- A schedule, by County Tier, listing:
    1. The calendar year in which the eligible equipment was placed in service,
    2. The county in which the eligible equipment was placed in service,
    3. The cost of the eligible equipment that was placed in service, and
    4. A description of the equipment being deployed.

The Department will review all applications received by March 20th and provide a written response regarding the approved allocated credit amount no later than April 1st.

If you have any questions, please contact our Tax Policy and Economic Development Office at 601-923-7440.