

# ARIZONA QUALIFIED EXPENDITURES

Not every expense is listed. All expenses will be reviewed for eligibility once the completion report is submitted. All expenses will require adequate documentation in order to be counted as a qualified expense. Please know that further conditions may apply. This document is provided to assist applicants. In case of conflict between what is presented here and the Arizona Revised Statutes, the statutes and the Arizona Administrative Code shall prevail. See A.R.S § 45-1517, 41-1517.01, 42-5009, 43-1075, 43-1075.01, 43-1163 and 43-1163.01.

<u>Category</u>	<u>Allowable</u>	<u>Comments</u>
<u>1. STORY &amp; RIGHTS</u>		
Story Rights	YES	A story and scenario to be used for a motion picture. If purchased out of state, the cost cannot be part of the required \$250,000 investment.
<u>2. WRITING</u>		
Writers	YES	If Arizona resident
Story Editor	YES	If Arizona resident
Research	YES	If incurred in state
Secretaries	YES	If Arizona resident
Script Printing	YES	If incurred in state
Materials & Supplies	YES	If purchased or rented in state.
<u>3. PRODUCER &amp; STAFF</u>		
Executive Producer	YES	If Arizona resident
Line Producer	YES	If Arizona resident
Producers	YES	If Arizona resident
Associate Producers	YES	If Arizona resident
Secretaries	YES	If Arizona resident
Assistants	YES	If Arizona resident
Wrap Party	NO	Not a qualified expense
Entertainment	NO	Not a qualified expense.
<u>4. DIRECTOR &amp; STAFF</u>		
Director	YES	If Arizona resident
Dialogue Coach	YES	If Arizona resident
Secretaries	YES	If Arizona resident
Choreographers	YES	If Arizona resident
Assistants	YES	If Arizona resident
Town car Allowance	YES	If incurred in state
Director Assistant Computer	YES	If purchased in state.
Director Office Rentals	YES	If rented in state
Entertainment Allowance	NO	Not a qualified expense.
<u>5. TALENT</u>		
Principal Cast	YES	If Arizona resident
Principal Cast	YES	If Arizona resident
Supporting Cast	YES	If Arizona resident
Day Player	YES	If Arizona resident
Weekly Player	YES	If Arizona resident
Talent Staff	YES	If Arizona resident
Stunt Coordinator	YES	If Arizona resident
Stunts	YES	If incurred in state
Looping and Expenses	YES	If incurred in state
Casting Director	YES	If Arizona resident
Casting Assistants	YES	If Arizona resident
Casting Office Expenses	YES	If incurred in state
<u>6. EXTRA TALENT</u>		
Stand-ins	YES	If Arizona resident
Casting commission	YES	If Arizona resident
Extras-Studio	YES	If Arizona resident

Non Union	YES	If Arizona resident
Extras-Location	YES	If Arizona resident
Non Union-	YES	If Arizona resident
Sideline Musicians	YES	If Arizona resident
Fittings	YES	If incurred in state
Wardrobe	YES	If purchased in state
Atmosphere Cars	YES	If purchased or rented in state.
Polaroid	YES	If purchased in state
Telephone/Office	YES	If incurred in state

#### 7. PRODUCTION STAFF

Production Manager	YES	If Arizona resident
Production Supervisor	YES	If Arizona resident
First Assistant Director	YES	If Arizona resident
Second AD's and Trainees	YES	If Arizona resident
Script Supervisor	YES	If Arizona resident
Location Manager	YES	If Arizona resident
Asst Location Managers & Scouts	YES	If Arizona resident
Tech Advisors	YES	If Arizona resident
Production Coordinators	YES	If Arizona resident
Asst Production Coordinators	YES	If Arizona resident
Production Secretaries	YES	If Arizona resident
Production Accountants	YES	If Arizona resident
Assistant Accountants	YES	If Arizona resident
Payroll	YES	The production company "or its authorized payroll service company" must employ Arizona residents on production activities.
Construction Estimator	YES	If Arizona resident
Post Accounting	YES	If Arizona resident
Production Assistants	YES	If Arizona resident
Pre-Production Breakdown	YES	If incurred in state
Board & Budget	YES	If incurred in state
Script Timing	YES	If incurred in state
POC and Assistants	YES	If Arizona resident

#### 8. CAMERA/PHOTOGRAPHY

Director of Photography	YES	If Arizona resident
Operator	YES	If Arizona resident
Asst Cameramen & Operators	YES	If Arizona resident
Steadicam Operator	YES	If Arizona resident
Still Photographer	YES	If Arizona resident
Loader	YES	If Arizona resident
Camera Rentals	YES	If rented in state.
Box and Still Camera Rentals	YES	If rented in state.

#### 9. SPECIAL PHOTOGRAPHY

Process Operating	YES	If incurred in state
Blue Screen	YES	If purchased or rented in state.
Matte Shots Contract	YES	If incurred in state
Matte Crew Expenses	YES	If incurred in state
Animation	YES	If incurred in state
Miniature Contact	YES	If incurred in state
Miniature Expenses	YES	If incurred in state
Computer Graphics	YES	If incurred in state
Equipment Rentals	YES	If rented in state.

#### 10. SPECIAL EFFECTS

SFX Coordinator	YES	If Arizona resident
SFX Assistants	YES	If Arizona resident
Rig and Strike	YES	If Arizona resident

Manufacturing Labor & Materials	YES	If Arizona resident
Equipment Rentals	YES	If rented in state
Box Rental	YES	If rented in state

## 11. VIDEO TAPE

Supervision	YES	If Arizona resident
Technical Director	YES	If Arizona resident
Video Operator	YES	If Arizona resident
Video Recordist	YES	If Arizona resident
Additional Labor	YES	If Arizona resident
Supplies	YES	If purchased or rented in state.
Rentals	YES	If rented in state
Video Assist Package	YES	If purchased or rented in state.
Video Transfers	YES	If incurred in state
Video Editing	YES	If incurred in state
Video Contact	YES	If incurred in state

## 12. PRODUCTION SOUND

Mixer	YES	If Arizona resident
Boom Operator	YES	If Arizona resident
Additional Labor Sound	YES	If Arizona resident
Rentals	YES	If rented in state
Sound Package	YES	If purchased or rented in state.
Addl Equipment	YES	If purchased or rented in state.
Walkie Talkies	YES	If purchased or rented in state.
Beezers	YES	If purchased or rented in state.
Box Rental	YES	If rented in state.

## 13. PICTURE VEHICLES/ANIMALS

Picture Car Coordinator	YES	If Arizona resident
Picture Car Drivers	YES	If Arizona resident
Picture Car Rentals	YES	If rented in state.
Picture Car Expense	YES	If incurred in state
Marine Expense	YES	If incurred in state
Aircraft/Helicopter Expense	YES	If incurred in state
Pic Vehicle Manufacturing	YES	If incurred in state
Mechanic	YES	If Arizona resident
Animals	YES	If purchased or rented in state.
Wranglers, Handlers	YES	If Arizona resident
Feeding and Stabling	YES	If incurred in state

## 14. ART DEPARTMENT

Production Designer	YES	If Arizona resident
Art Director and Assistants	YES	If Arizona resident
Set Designers	YES	If Arizona resident
Illustrators	YES	If Arizona resident
AZ Hire	YES	If Arizona resident
Storyboard Artist	YES	If Arizona resident
Prod. Assistants	YES	If Arizona resident
Blue Printing	YES	If incurred in state
Stock Units / Backing	YES	If purchased in state.
Processing	YES	If incurred in state
Research Materials	YES	If purchased or rented in state.
Rentals	YES	Rental of facilities and equipment in state. Transaction Privilege Tax (TPT) exemption on machinery and all equipment including personal tangible property.
Equipment	YES	
Car and Box Rentals	YES	If rented in state

## 15. SET CONSTRUCTION

Construction costs are limited to those paid to contractors licensed in Arizona under A.R.S. §32-10.

Construction Coordinators	YES	If Arizona resident
Construction Foremen	YES	If Arizona resident
Stage Set Construction Labor	YES	If Arizona resident
Location Set Construction Labor	YES	If Arizona resident
Stage Set Construction Materials	YES	If purchased or rented in state.
Location Set Construction Materials	YES	If purchased or rented in state.
Stage Set Striking Labor	YES	If Arizona resident
Stage Set Striking Materials	YES	If purchased or rented in state.
Location Set Striking Labor	YES	If Arizona resident
Location Set Striking Materials	YES	If purchased or rented in state.
Set Restoration	YES	If incurred in state
Fold and Hold Sets	YES	If purchased or rented in state.
Greens Purchase	YES	If purchased in state.
Backings Rental/Purchase	YES	If purchased or rented in state.
Trash Removal	YES	If incurred in state
Scissors Lifts/Forklifts	YES	If purchased or rented in state.
Car and Box Rentals	YES	If rented in state.
Construction Expendables	YES	If incurred in state
Construction Contracts	YES	Transaction Privilege Tax (TPT) exemption on construction contracts for buildings or other structures. The Arizona contractors must be also be licensed under A.R.S. Title 32 chapter 10.

#### 16. SET DRESSING

Set Decorator	YES	If Arizona resident
Leadmen/Buyer	YES	If Arizona resident
Set Dressing Labor	YES	If Arizona residents
Drapery/Carpet	YES	If purchased in state.
Manufacturing/Materials	YES	If purchased in state.
Set Dressing Materials	YES	If purchased in state.
Fixtures	YES	If purchased in state.
Car and Box Rentals	YES	If rented in state.
Research	YES	If incurred in state
Film Processing	YES	If incurred in state
Expendables	YES	If incurred in state
Cleaning	YES	If incurred in state

#### 17. SET OPERATIONS

Key Grip	YES	If Arizona resident
Grips -- All	YES	If Arizona resident
Craft Service Persons	YES	If Arizona resident
Greens Person - Company	YES	If Arizona resident
Stand By Carpenters	YES	If Arizona resident
Stand By Painters	YES	If Arizona resident
Set Watch/Fireman	YES	If Arizona resident
First Aid & Expenses	YES	If incurred in state
Medics	YES	If Arizona resident
Other Crafts	NO	Must be catered to qualify.
Heating/Air Conditioning	YES	If purchased in state.
Grip Expendables	YES	If incurred in state
Lumber	YES	If purchased in state.
Rentals	YES	If rented in state.
Grip Package	YES	If purchased or rented in state.
Truck Package	YES	If purchased or rented in state.
Helicopter Rental	YES	If rented in state.
Box Rentals	YES	If rented in state.

#### 18. ELECTRICAL

Chief Lighting Technician	YES	If Arizona resident
Lighting Assistant and Technicians	YES	If Arizona resident

Rig and Strike	YES	If Arizona resident
Generator Operator	YES	If Arizona resident
Generator Assistants	YES	If Arizona resident
Special Equipment Operator	YES	If Arizona resident
Electric Hookup	YES	Lighting and related costs.
Current	YES	If purchased in state.
Globes and Carbons	YES	If purchased in state.
Electric Package	YES	If purchased or rented in state.
Stage Package	YES	If purchased or rented in state.
Rigging Package	YES	If purchased or rented in state.
Addl Equipment	YES	If purchased or rented in state.
Specialty Lighting	YES	If purchased or rented in state.
Generator Rentals	YES	If rented in state.
Box Rentals	YES	If rented in state.

#### 19. PROPS

prop master	YES	If Arizona resident
Assistant prop master & Labor	YES	If Arizona resident
Manufacturing CT Labor/Materials	YES	If purchased in state.
Car and box Rentals	YES	If rented in state.
Film Processing	YES	If incurred in state
Research	YES	If incurred in state

#### 20. WARDROBE

Costume Designer	YES	If Arizona resident
Designer Staff	YES	If Arizona resident
Wardrobe Labor	YES	If Arizona resident
Costumers & Assts.	YES	If Arizona resident
Cleaning and Dying	YES	If incurred in state
Alterations & Repairs	YES	If incurred in state
Car and box Rentals	YES	If purchased or rented in state.
Research	YES	If incurred in state
Washing Machine & Dryer	YES	If purchased or rented in state.
Shop Set Up	YES	If incurred in state
Polaroid	YES	If purchased in state.

#### 21. MAKEUP & HAIRDRESSING

Makeup Artist	YES	If Arizona resident
Key Makeup	YES	If Arizona resident
Additional Makeup	YES	If Arizona resident
Additional Hairstylist	YES	If Arizona resident
Makeup & Hairdressing Supplies	YES	If purchased or rented in state.
Chair Rental	YES	If rented in state.
Wigs Purchase/Rentals	YES	If rented in state.
Appliances	YES	If purchased in state.
Box Rentals	YES	If rented in state

#### 22. PRODUCTION DALLIES

#### 23. MUSIC

Clearances	YES	If incurred in state
Writers	YES	If Arizona resident
Composers	YES	If Arizona resident
Supervisor	YES	If Arizona resident
Arrangers	YES	If Arizona resident
Copyists	YES	If Arizona resident
Pre-Score Musicians	YES	If Arizona resident
Underscore Musicians	YES	If Arizona resident
Star Vocalist	YES	If Arizona resident
Vocalists	YES	If Arizona resident

Music Editing	YES	If incurred in state
Cassettes	YES	If purchased in state.
Rental and Cartage	YES	If rented in state.

#### 24. SOUND (POST PRODUCTION)

Dubbing Stage	YES	If incurred in state
Temp Dub	YES	If incurred in state
Pre Dub	YES	If incurred in state
Final Dub	YES	If incurred in state
Post Preview/Session	YES	If incurred in state
Foreign Mu/Fx	YES	If incurred in state
DTS	YES	If incurred in state
ADR Stage	YES	If incurred in state
Foley Efx Recording	YES	If incurred in state
Walkers	YES	If incurred in state
Video Transfer	YES	If incurred in state
Tape Transfer	YES	If incurred in state
Dubbing	YES	If incurred in state
Dolby Cards	YES	If purchased in state.
DTS Fee	YES	If incurred in state
License Fee	YES	If incurred in state
Dolby License	YES	If incurred in state
DTS License	YES	If incurred in state
SDDS License	YES	If incurred in state
Close Captioning	YES	If incurred in state

#### 25. TITLES, OPTICLES, INSERTS

Main & End Titles	YES	If incurred in state
Title Designer	YES	If Arizona resident
Optical Effects	YES	If incurred in state
Inserts	YES	If incurred in state
Trademarks and Rating	YES	If incurred in state
Optical Development	YES	If incurred in state

#### VISUAL EFFECTS

Visual Effects Supervisor	YES	If Arizona resident
Miniatures	YES	If purchased in state.
Wire Removal	YES	If incurred in state
Mattes	YES	If purchased in state.

#### 27. LABORATORY PROCESSING

#### 28. SECOND UNIT

Second Unit Director	YES	If Arizona resident
Cast Talent	YES	If Arizona resident
Production Staff	YES	If Arizona resident
Camera	YES	If purchased in state.
Art Department	YES	If related expenses are incurred in state
Construction	YES	If related expenses are incurred in state
Special Effects	YES	If related expenses are incurred in state
Set Operations	YES	If related expenses are incurred in state
Electrical	YES	If related expenses are incurred in state
Set Dressing	YES	If related expenses are incurred in state
Props	YES	If related expenses are incurred in state
Pic Vehicles and Animals	YES	If related expenses are incurred in state
Extras	YES	If related expenses are incurred in state
Wardrobe	YES	If related expenses are incurred in state
Makeup and Hair	YES	If related expenses are incurred in state
Sound	YES	If related expenses are incurred in state
Locations	YES	If related expenses are incurred in state

Video Tape	YES	If related expenses are incurred in state
Transportation	YES	If related expenses are incurred in state
Raw Stock/Develop	YES	If related expenses are incurred in state
Post Prod Labor	YES	If related expenses are incurred in state

#### 29. ADDITIONAL UNIT/SPECIAL UNIT

Talent	YES	If Arizona resident
Staff	YES	If Arizona resident
Labor	YES	If Arizona resident
Transportation	YES	If incurred in state
Contract	YES	If incurred in state
Locations	YES	If related expenses are incurred in state
Raw Stock/Develop	YES	If related expenses are incurred in state

#### 30. LOCATION EXPENSE

Site Fees	YES	If incurred in state
Police/Firemen/Watchmen	YES	If Arizona resident
Set Security	YES	If Arizona resident
Scouting	YES	If Arizona resident
Travel Fares	YES	Must be a 100% intrastate travel and directly attributable to the production. Travel expenses must be made in Arizona as well.
Airfare Rates	YES	Must be a 100% intrastate travel and directly attributable to the production. Travel expenses must be made in Arizona as well.
Hotels	YES	Rental of lodging space in state.
Catering	YES	Transaction Privilege Tax (TPT) exemption on the sales of catered food, drink and condiments
Per Diems	YES	If incurred in state and only for AZ residents.
Meals	YES	Must be catered.
Extras Catering	YES	Transaction Privilege Tax (TPT) exemption on the sales of catered food, drink and condiments
Office Production	YES	If incurred in state
Catering Assistants	YES	If Arizona resident
Entertainment/Gratuities	NO	Not a qualified expense.
Film Shipping	YES	Shipping must originate in Arizona.
Shipping Negative	YES	Shipping must originate in Arizona.
Baggage/Equipment Shipping	YES	Shipping must originate in Arizona.
Mileage and Parking	YES	All Mileage and parking must be within the state of Arizona
Location Restoration	YES	If incurred in state
Office Supplies & Equipment	YES	If purchased or rented in state.
Office Space	YES	If purchased or rented in state.
Utilities	YES	If purchased in state.
Cleaning	YES	If incurred in state
Art Dept Office	YES	If purchased or rented in state.
Set Dec/Props Warehouse	YES	If purchased or rented in state.
Construction Mill	YES	If purchased or rented in state.
Telephone/Postage	YES	Shipping must originate in Arizona.
Install Phone Systems	YES	If incurred in state
Phone Charges	YES	If incurred in state
Cell Charges	YES	If incurred in state
Office Equipment Rental	YES	If rented in state
FACILITY EXPENSES		
Studio Telephone	YES	Studio phone must be located in Arizona
Studio Phone Charges	YES	Studio phone must be located in Arizona
Post Phone Charges	YES	Studio phone must be located in Arizona
Postage and Messengers	YES	Postage must originate in AZ and Messengers must be Arizona residents.
Studio Shipping/Messengers	YES	Shipping must originate in AZ and Messengers must be Arizona residents.
Outside Facility	YES	If purchased or rented in state.

Stage Use / Licensing Agreement	YES	If incurred in state
Stage Includes Power/Security	YES	If incurred in state
Prep/Strike	YES	If incurred in state
Shoot	YES	If incurred in state
Power	YES	If incurred in state
Backlot Rental	YES	Rental of facilities and equipment in state.
Dressing Room Rental	YES	Rental of facilities and equipment in state.
Parking Space Rental	YES	Rental of facilities and equipment in state.
Prep - Parking	YES	If incurred in state
Shoot - Parking	YES	If incurred in state
Other Studio Facilities	YES	If purchased or rented in state.
Studio Personnel Charges	YES	If incurred in state
Dumpsters, Cleaning	YES	If incurred in state

### 31. EDITING

Film Editor	YES	If Arizona resident
Assistant Film Editors	YES	If Arizona resident
Conforming	YES	If incurred in state
Post Prod Supervisor	YES	If Arizona resident
Projectionist	YES	If Arizona resident
Coding and Misc. Editorial	YES	If incurred in state
Coding Equipment	YES	If incurred in state
Sound Effects Editing	YES	If incurred in state
ADR Editing	YES	If incurred in state
Production Assistant	YES	If Arizona resident
Negative Cutting	YES	If incurred in state
Music Editors	YES	If Arizona resident
Post Ship/Messenger	YES	Shipping must originate in AZ and Messengers must be Arizona residents.
Continuity Expenses	YES	If incurred in state
Editorial Room Rentals	YES	If rented in state
Editors' KEM/Equipment	YES	If purchased or rented in state.
Bins, Sync, Racks	YES	If purchased or rented in state.
Light Works System	YES	If purchased or rented in state.
Equip, Deliver/Pickup	YES	If incurred in state
Sound Editors' Room	YES	If purchased or rented in state.
Music Editors' Room	YES	If purchased or rented in state.
Other Equip.	YES	If purchased or rented in state.

### 32. FILM & STOCK SHOTS

Raw Stock	YES	If purchased in state.
Steadicam	YES	If purchased or rented in state.
Negative Develop	YES	If incurred in state
Develop (90%)	YES	If incurred in state
Positive Printing	YES	If incurred in state
1/4" Sound Tape	YES	If purchased in state.
Sound Transfers	YES	If incurred in state
Video Cassette Dailies	YES	If incurred in state
Telecine Transfers	YES	If incurred in state
Polaroid - All Departments	YES	If purchased in state
Talent	YES	If Arizona resident
Labor	YES	If Arizona resident
Film	YES	If incurred in state

### 33. AUDIENCE RELATIONS

Audience	NO
Talent	NO
Bleachers/Drapes	NO

Does not qualify as it is not an expense directly attributed to the production.

Food/Drink	NO
Transport	NO
Fringes	NO

#### 34. TRAVEL & LIVING

Travel	YES	Must be a 100% intrastate travel and directly attributable to the production. Travel expenses must be made in Arizona as well.
Living	YES	Rental of lodging space in state. Living expenses depend on who pays for them. If the employee pays for them and is reimbursed, that would be considered per diem, which is only allowable for AZ residents. Meals are not permitted. Only catered meals are eligible costs.
Catering	YES	Transaction Privilege Tax (TPT) exemption on the sales of catered food, drink and condiments
Per Diems	YES	If incurred in state and only for AZ residents.
Meals	YES	Must be catered.
Extras Catering	YES	Transaction Privilege Tax (TPT) exemption on the sales of catered food, drink and condiments

#### 35. TRANSPORTATION

Transportation Coordinator	YES	If Arizona resident
Captains	YES	If Arizona resident
Studio Drivers	YES	If Arizona resident
Location Drivers	YES	If Arizona resident
Repairs/Maintenance	YES	If incurred in state
Box Rental	YES	If rented in state.
Honey Wagon Supplies	YES	If purchased or rented in state.
Pickup Service	YES	If incurred in state
Taxis	YES	If incurred in state
Car Pickups	YES	If incurred in state
Gas and Oil	YES	If purchased in state.
Genny Gas & Oil	YES	If purchased in state.
Office Production	YES	If incurred in state
Road Permits	YES	If incurred in state
Honey Wagon Supplies	YES	If purchased or rented in state.
Studio Vehicles	YES	If purchased or rented in state.
Production Trucks & Vehicles	YES	If purchased or rented in state.
Location Vehicles	YES	If purchased or rented in state.
Cranes	YES	If purchased or rented in state.
Insert Car	YES	If purchased or rented in state.
Camera Cars	YES	If purchased or rented in state.

#### 36. FRINGE BENEFITS

Pension Plan & Health and Welfare	YES	FUI, SUI, FICA, Health Insurance premiums, and Workman's Comp are all allowed for Arizona Residents.
Employer Taxes	YES	
Local Hire Fringes	YES	
Payroll Handling	YES	
Per Diem	YES	only for AZ residents

#### 37. GENERAL EXPENSES

Purchases and rentals for all above categories	YES	Must be directly attributable to the production. Further information required to determine if these are qualified expenses incurred in Arizona and directly attributable to the qualified production
Expendables	YES	Must be directly attributable to the production. Further information required to determine if these are qualified expenses incurred in Arizona and directly attributable to the qualified production
MPAA Seal	NO	
Work Order Transfers	YES	if performed in AZ
Legal Fees	NO	
Bank/Exchange Costs	NO	
Certified Public Accountant	NO	

Professional Fees	YES	Must be directly attributable to the production. Further information required to determine if these are qualified expenses incurred in Arizona and directly attributable to the qualified production
Studio Entertainment	NO	
Outside bank Interest	NO	
Preview Expenses	NO	
Previews	NO	
Office Purchases	YES	Further information required to determine if these are qualified expenses incurred in Arizona and directly attributable to the qualified production
Computers and Software	YES	If purchased or rented in state.
Office Space Rental	YES	If rented in state
Post Office & Shipping	YES	shipping must originate in AZ
Office Equipment Rental	YES	If rented in state
Post Office Equipment	NO	
Miscellaneous		Further information required to determine if these are qualified expenses incurred in Arizona and directly attributable to the qualified production
OSHA Safety	YES	If this is the cost of meeting OSHA requirements on the set
Wrap Party	NO	not a qualified expense
Loss and Damage	YES	The replacement or repair of the damaged or lost equipment would qualify if all of the following apply: 1. The replacement is purchased here or the repairs are completed In AZ 2. The repaired item or the replacement is used in producing the motion picture. A replacement obtained after production is done would not qualify. 3. The replacement or repaired item must fall into one of the categories of costs listed under A.R.S. § 41-1517(A)(2). It should be clear that the qualified production cost is for the replacement or repair and not for the loss.
<b><u>38. OTHER:</u></b>		
INSURANCE	NO	Does not qualify as it is not an expense directly attributed to the production.
Cast Insurance		
Negative Insurance		
Extra Expense		
Marine and Aircraft		
Miscellaneous such as errors and Omissions		
Deductibles		
UNIT PUBLICITY		Does not qualify as it is not an expense directly attributed to the production.
Unit Publicist	NO	
Publicity Contract	NO	
Outside Photographer	NO	
Stills Film and Processing for Shoot	NO	
Fringes	NO	
PRODUCT PLACEMENT	NO	This would be considered income
Product Placement Credits	NO	This would be considered income
INSURANCE CLAIMS	NO	Does not qualify as it is not an expense directly attributed to the production.
Cast		
Negative		
Extra Expenses		
Marine, Aircraft Etc.		
COMPLETION BOND	NO	Does not qualify as it is not an expense directly attributed to the production.
CONTINGENCY	YES	Further information required to determine if these are qualified expenses incurred in Arizona and directly attributable to the qualified production
*Payments for Penalties and Fines do not qualify as production costs.		