

MASSACHUSETTS FILM OFFICE

PRODUCTION STEP BY STEP GUIDE

NOTE: this document is intended solely as a guide; only the Massachusetts Department of Revenue (DOR) has the authority to determine eligibility and interpret the law governing the Film Production Tax Credit program

FOR YOUR INTERNAL TRACKING PURPOSES ONLY - DO NOT SEND TO MFO

INITIAL CONTACT

□ STEP 1 DETERMINE ELIGIBILITY

Review the basic requirements to qualify for the Massachusetts film incentive program:

Does your production meet the definition of a motion picture production?

Feature-length films, videos, digital media projects, TV series with a maximum of 27 episodes, TV pilots and commercials.

Then answer the following:

- Are you a production company?
- Is this production intended for theatrical exhibition, television viewing, or is it a TV pilot?
- Do you plan to spend a **minimum of \$50,000** in Massachusetts?
- 75%* Test: Do you plan to shoot 75%* or more of principal photography days in Massachusetts?

OR

Will your Massachusetts budget exceed 75%* of your total project budget?

[Fast Facts](#) provides additional eligibility details. *If you are not certain if you will qualify for one or all three of the film production tax incentives, contact:*

Rules and Regulations - rulesandregs@dor.state.ma.us

***50% threshold increased to 75% as of January 1, 2022**

□ STEP 2 CONTACT THE MFO

Contact the **Massachusetts Film Office (MFO)** at (617) 973-8400 to discuss your production. Fill out the **MFO's Film Production Registration Form** (<https://goo.gl/fa6fTw>). If you do not yet have a local production office, this part can be left as a "TBD."

PRIOR TO PRODUCTION

□ STEP 3 REGISTER WITH SEC. OF STATE & DEPT. OF REVENUE (DOR)

If you are a **"foreign" LLC or corporation** (i.e. not domiciled in Massachusetts) register with the Massachusetts Secretary of State's Office. To check if a corporation is already registered with the Secretary of State, go to: <https://bit.ly/3dbnS0A>

Please note: Loan-outs are also required to register.

Are you an LLC?

- [Registration Instructions and Form](http://bit.ly/3L4W9QB) (<http://bit.ly/3L4W9QB>)

Are you a Corporation?

- [Registration Instructions and Form](https://bit.ly/3Ypk3cg) (<https://bit.ly/3Ypk3cg>)

Also, you **must** file an **ANNUAL REPORT**. (*Choose 1 option*)

- [File Online](https://cutt.ly/Tw1Rwuxg) (<https://cutt.ly/Tw1Rwuxg>)
- [Pre filled Form](https://cutt.ly/zw1RyzLT) (*Print & Mail*) (<https://cutt.ly/zw1RyzLT>)
- [Paper PDF](https://cutt.ly/Aw1Ri7jX) (*Print, Complete. Mail*) (<https://cutt.ly/Aw1Ri7jX>)

In addition, you **MUST register with the Department of Revenue** (<https://goo.gl/NHBczp>) to manage your Massachusetts state tax obligations.

"Foreign" Loan-Outs are also required to follow the same registration procedures.

□ **STEP 4**
SALES TAX
EXEMPTION
(STE)

If you meet the 75% requirement described in Step 1, prior to making purchases in Massachusetts, apply to the DOR for your **Sales Tax Exemption (STE)** via **MassTaxConnect (MTC)**, then download the **Sales Tax Exempt Certificate** and provide each vendor with a completed certificate.

Effective June 15, 2026, ALL Film STE applications **MUST** be submitted through MassTaxConnect (MTC), the Department of Revenue's online tax filing system. Applicants should log in to their MTC account to complete the application and upload required documents. If you do not have an account, you may still submit an application by selecting "**Submit Credit Application**" under the "**File**" section on the MTC homepage.

[SEE EXAMPLE](#)

Sales Tax Exemption:	
Eligible:	Ineligible
Production expenses including sales and meals taxes only	Room occupancy taxes

NEW Requirements for the STE

There is an additional step to the STE filing. A spreadsheet is to be submitted electronically to DOR, listing your employees' name, address, SSN, estimated gross wages, and whether they are hired by the production or through a loan out.

IMPORTANT NOTE: Whatever date you put on the STE form as your START DATE (*it does NOT have to be the date you are sending the form in*) – starts the ticking clock of your 12-consecutive months qualifying period. You CAN back date in order for (qualifying) expenses on this production paid prior to the filing of the STE, to qualify. But be aware - that date will formally become the production's start date.

For tax questions, refer to our [**FAQs**](https://mafilm.org/facts/) (<https://mafilm.org/facts/>)

For more information, please contact

Massachusetts Department of Revenue

Film Credit Unit

Phone: (617) 887-6970 | **Email:** Credits@dor.state.ma.us

□ **STEP 5**
LOAN OUTS

For loan-outs and personal services corporations to qualify for the Tax Credit, MA personal income tax **must be withheld** and you **must file a [Loan-Out Affidavit/Allocation Form](#)** for **each** loan-out or personal service company. For more information: [Directive 07-01](#), [TIR 7-15](#), [Motion Picture Production Company Withholding](#) and [Loan Out Guide](#).

□ **STEP 6**
TAX AND
ACCOUNTING
EXPERTS

Figuring out who will be on your tax and accounting team will help you set up your systems properly, making the "back end" of the process much easier. At this juncture, it may be in your best interest to:

- Determine who you will hire as your Production Accountant (or who will act in this capacity) [Local Accountants](https://goo.gl/6qQYQt) (<https://goo.gl/6qQYQt>)
- Determine which Payroll Company you will hire (if you are hiring one), [Local Payroll Companies](https://goo.gl/xxYKAv) (<https://goo.gl/xxYKAv>)
- Choose and speak with the MA licensed CPA who will perform your audit or Agreed Upon Procedures (required if your budget is over \$250,000 – but many productions hire an MA CPA regardless) [Local CPAs/Auditors](#)

PRODUCTION

□ **STEP 7**
FILM YOUR
PRODUCTION

Make your movie, TV show, commercial or digital media project!

Be sure to keep all receipts, purchase orders, shipping and travel info as you may need it as proof, should the DOR ask for back up or justification.

Don't hesitate to contact the MFO if you need any assistance, we're here to help.

AFTER ALL SPEND/WORK IN MA INCLUDING MA POST PRODUCTION IS COMPLETED

□ STEP 8 AUDIT/AGREED UPON PROCEDURES	If your project is over \$250,000, you MUST get an independent audit from a MA licensed CPA. For a list of MA CPAs, click here <i>(Please note, these are not recommendations)</i>
□ STEP 9 PROOF OF PAID UNEMPLOYMENT TAXES	You MUST also verify that the production company and/or the payroll company has paid the requisite unemployment taxes. The 940 Certification is generated from your online UI account. (https://goo.gl/VFyT5L) ➤ TIR 15-4 (bit.ly/3ATCDAP) ➤ Instructions (http://bit.ly/3GRn9ka) The 940 Certification must include all the production company's Massachusetts payroll, not just payroll associated with the specific film project. In some cases, that will require a 940 Certification from the payroll company, if applicable, and a 940 Certification from the production company. You will also be handing in a certificate from the Department of Unemployment Assistance. <i>Questions? Contact Enforcement Staff at (617) 626-5770</i>
□ STEP 10 FILING FOR YOUR TAX CREDITS*	File for your tax credits. As of Friday, June 28, 2024, ALL Film Credit Applications MUST be submitted on MassTaxConnect (MTC) (https://mtc.dor.state.ma.us/mtc/), the Department of Revenue's web-based application for filing and paying taxes. Please log into your MTC account to complete the application. No MTC Account ? - You can submit the application under the File section on MTC. There will be a link labeled "Submit a Credit Application." DOR will not accept applications submitted in any other way after Sept 1, 2024. Include completed Loan-Out Affidavit Form(s) (https://shorturl.at/svAmg) for each Loan-Out, 940 Certifications(s), and Audit/AUP if applicable, and read the Instructions on FORM FP (http://bit.ly/3F1mMBM) for additional documents needed. Submission issues or questions – Email: Credits@dor.state.ma.us Phone: (617) 887-6970
□ STEP 11 END CREDITS	Motion pictures filmed or produced in the Commonwealth shall include: "Filmed in the Commonwealth of Massachusetts" in the end credits, as well as the Massachusetts Film Office logo***. <i>***Contact the Massachusetts Film Office for details and an appropriate digital version of the logo.</i>