SCHEDULE KESA-T

41A720KESA-T (10-14)

Commonwealth of Kentucky
DEPARTMENT OF REVENUE

TRACKING SCHEDULE FOR A KESA PROJECT
KRS 154.48-010 to 035

➤ **See instructions.**

➤ **Attach to Schedule KESA or KESA-SP.**

Name of Entity

Entity Type ☐ Corporation ☐ Limited Liability Pass-through Entity ☐ General Partnership ☐ Other	Federal Identification Number	Kentucky Corporation/LLET Account Number
Location of Project City County	Activation Date of KESA Incentive Agreement Mo. Day Yr.	Environmental Stewardship Project Number

A Taxable Year Credit Taken (Month/Year)	**B** Balance of Approved Costs		**C*** Environmental Stewardship Credit Claimed	
1.		**00**		**00**
2.		**00**		**00**
3.		**00**		**00**
4.		**00**		**00**
5.		**00**		**00**
6.		**00**		**00**
7.		**00**		**00**
8.		**00**		**00**
9.		**00**		**00**
10.		**00**		**00**
11.		**00**		**00**

* *The maximum amount of credit claimed by an approved company for any single taxable year cannot exceed twenty-five percent (25%) of the total approved costs.*

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INSTRUCTIONS—SCHEDULE KESA-T

PURPOSE OF SCHEDULE—This schedule is used by a company which has entered into an agreement for a Kentucky Environmental Stewardship Act (KESA) project to maintain a record of the balance of approved costs and credits claimed for the duration of the agreement. This information is necessary for the company to determine the limitation of the tax credit for each year of the agreement and to allow the Kentucky Department of Revenue to verify that the credit has been properly computed.

GENERAL INSTRUCTIONS

A separate Schedule KESA-T, Tracking Schedule for a KESA Project, shall be maintained for the duration of each KESA project. Beginning with the tax year of activation, complete Columns A through C using a separate line for each year of the agreement. The company shall attach a copy of this schedule updated with current year information to the Schedule KESA or Schedule KESA-SP which is filed with the Kentucky income tax return for the year.

For Form 720, all tax credits are entered on Schedule TCS, Tax Credit Summary Schedule. The total tax credits calculated may exceed the amount that can be used. Credits must be claimed in the order prescribed by KRS 141.0205. Total credits claimed cannot reduce the LLET below the $175 minimum. Total credits claimed cannot reduce the income tax liability below zero.

KRS 154.48-025(5) provides that the carryover of inducements shall not be longer than the earlier of: (a) the date on which the approved company has received inducements equal to the approved costs of its project; or (b) ten (10) years from the activation date.

SPECIFIC INSTRUCTIONS

Column A—Enter on each line the ending date (month, day and year) of the tax year for which the information requested in Columns B and C is entered.

Column B—Enter the total authorized inducement for the tax year of activation. For each year thereafter, if the amount entered in Column B for the prior year exceeds the amount entered in Column C for the prior year, enter the difference. If the amount entered in Column C for the prior year equals the amount entered in Column B for the prior year, enter zero (-0-).

Column C—The KESA tax credit is applied against the income tax imposed by KRS 141.020 or KRS 141.040 and the limited liability entity tax imposed by KRS 141.0401. The tax credit calculated for each tax can be different; however, for tracking purposes, the maximum amount used against either tax is recorded as amount claimed. Enter the greater of Column E or Column F from Schedule TCS for this project. The maximum amount of KESA credit claimed by an approved company for any single taxable year cannot exceed twenty-five percent (25%) of the total approved costs.