

**SCHEDULE TCS**

41A720TCS (10-15)

Commonwealth of Kentucky  
DEPARTMENT OF REVENUE



Taxable Year Ending

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**TAX CREDIT SUMMARY SCHEDULE**

➤ See instructions.

➤ Attach this schedule to Form 720, 720S, 725 or 765.

Name of Entity	Federal Identification Number	Kentucky Corporation/LLET Account Number
	_____	_____

**PART I— Economic Development Tax Credit Summary (Only for Projects Approved by the Kentucky Economic Development Finance Authority or Bluegrass State Skills Corporation)**

A	B	C	D	E	F
Type of Project (KREDA, MCC, KSBIC, KIDA, KEOZ, KJRA, KIRA, KJDA, KBI, KRA, STICA, IEIA)	Location of Project	Project Number	Allowable Credit from Each Schedule	LLET Credit Claimed	Corporation Credit Claimed
1			00	00	00
2			00	00	00
3			00	00	00
4			00	00	00
5			00	00	00
6	Total of Economic Development Tax Credits (add lines 1 through 5)			00	00

**PART II— Other Tax Credits**

1. Farming operation networking tax credit (attach Schedule FON) .....	1	00	00
2. Certified rehabilitation tax credit (attach copy of certification(s)) .....	2	00	00
3. Unemployment tax credit (attach Schedule UTC).....	3	00	00
4. Recycling/composting equipment tax credit (attach Schedule RC).....	4	00	00
5. Coal conversion tax credit (attach Schedule CC) .....	5	00	00
6. Kentucky investment fund tax credit (attach KEDFA notification) .....	6	00	00
7. Coal incentive tax credit (attach Schedule CI) .....	7	00	00
8. Qualified research facility tax credit (attach Schedule QR) .....	8	00	00
9. GED incentive tax credit (attach Form DAEL-31) .....	9	00	00
10. Voluntary environmental remediation tax credit (attach Schedule VERB).....	10	00	00
11. Biodiesel tax credit (attach Schedule BIO).....	11	00	00
12. Environmental stewardship tax credit (attach Schedule KESA) .....	12	00	00
13. Clean coal incentive tax credit (attach Schedule CCI).....	13	00	00
14. Ethanol tax credit (attach Schedule ETH).....	14	00	00
15. Cellulosic ethanol tax credit (attach Schedule CELL).....	15	00	00
16. Energy efficiency products tax credit (attach Form 5695-K) .....	16	00	00
17. ENERGY STAR home or ENERGY STAR manufactured home tax credit (attach Form 8908-K) .....	17	00	00
18. Railroad maintenance and improvement tax credit (attach Schedule RR-I) .....	18	00	00
19. Railroad expansion tax credit (attach Schedule RR-E).....	19	00	00
20. Endow Kentucky tax credit (attach Schedule ENDOW) .....	20	00	00
21. New markets development program tax credit (attach Form 8874(K)-A) .....	21	00	00
22. Food donation tax credit (attach Schedule FD) .....	22	00	00
23. Distilled Spirits tax credit (attach Schedule DS) .....	23	00	00
24. Total of Other Tax Credits (add lines 1 through 23) .....	24	00	00

**PART III— Total Tax Credits**

1. Total LLET credits claimed (Total of Column E, Part I, line 6 and Part II, line 24). Enter this amount on Form 720 or 720S, Part I, line 5; or Form 725 or 765, Part II, line 5 .....	1	00	
2. Total corporation tax credits claimed (Total of Column F, Part I, line 6 and Part II, line 24). Enter this amount on Form 720, Part II, line 7 .....	2		00

**INSTRUCTIONS—SCHEDULE TCS**

Schedule TCS is used by corporations and limited liability pass-through entities to apply tax credits against the corporation income tax imposed by KRS 141.040 and/or the limited liability entity tax imposed by KRS 141.0401. The amount of tax credit against each tax can be different.

**PURPOSE OF SCHEDULE**

This schedule is used by corporations to summarize all tax credits being claimed against income tax as provided by KRS 141.040 and used by corporations and limited liability pass-through entities to summarize all tax credits being claimed against the limited liability entity tax (LLET) as provided by KRS 141.0401.

Limited liability pass-through entities shall not enter income or LLET tax credits on Schedule TCS from Schedule KREDA-SP, Schedule KIDA-SP, Schedule KEOZ-SP, Schedule KJRA-SP, Schedule KIRA-SP, Schedule KJDA-SP, Schedule KBI-SP, Schedule KRA-SP, Schedule IEIA-SP or Schedule FON-SP. See instructions for those schedules.

**GENERAL INSTRUCTIONS**

If a taxpayer is entitled to more than one of the tax credits allowed against the taxes imposed by KRS 141.040 and KRS 141.0401, the priority of application and use of credits shall be determined in the order that the credits are listed on Schedule TCS (KRS 141.0205). Total credits taken against corporation income tax on Form 720 may not reduce the tax below zero. Total credits taken against LLET on Form 720, 720S, 725 or 765 may not reduce the tax below \$175.

**Part I—Economic Development Tax Credit Summary**

**Corporation—**This part is completed by a corporation having approved projects under the Kentucky Rural Economic Development Act (KREDA), Metropolitan College Consortium Tax Credit (MCC), Kentucky Small Business Investment Credit Program (KSBIC), Kentucky Industrial Development Act (KIDA), Kentucky Economic Opportunity Zone Act (KEOZ), Kentucky Jobs Retention Agreement (KJRA), Kentucky Industrial Revitalization Act (KIRA), Kentucky Jobs Development Act (KJDA), Kentucky Business Investment Program (KBI), Kentucky Reinvestment Act (KRA), Skills Training Investment Credit Act (STICA) and Incentives for Energy Independence Act (IEIA).

**Limited Liability Pass-Through Entity—**This part is also completed by a limited liability pass-through entity having approved projects under the Metropolitan College Consortium Tax Credit (MCC), Kentucky Small Business Investment Credit Program (KSBIC) and Skills Training Investment Credit Act (STICA).

**A corporation must complete the applicable tax credit schedule (Schedule KREDA, Schedule KIDA, Schedule KEOZ, Schedule KJRA, Schedule KIRA, Schedule KJDA, Schedule KBI, Schedule KRA and Schedule IEIA) for each project.**

**A corporation or limited liability pass-through entity claiming tax credits under the Metropolitan College Consortium Tax Credit (MCC) and Skills Training Investment Credit Act (STICA) must attach a copy of the certification(s) from the Bluegrass State Skills Corporation. A corporation or limited liability pass-through entity claiming a tax credit under the Kentucky Small Business Investment Credit Program (KSBIC) must attach a copy of the certification from the Kentucky Economic Development Finance Authority.**

Complete a separate line for each project. Enter the appropriate information in Columns A, B and C, and enter in Column D the credit limitation from the applicable tax credit computation schedule for each project. Enter in Column E the amount of credit claimed for each project against the LLET, and in Column F the amount of credit claimed for each project against the corporation income tax.

There is no requirement to utilize credits from the economic development projects in any particular order.

**Part II—Other Tax Credits**

For all other tax credits, enter the amount claimed on the applicable line. Attach tax credit schedules or approved applications to tax returns.

**Part III—Total Tax Credits**

The totals from Part I and Part II, Column E cannot reduce the LLET below the \$175 minimum. The totals from Part I and Part II, Column F cannot reduce the corporation income tax liability below zero. If necessary, reduce the total amount of the credits beginning with the last credit listed. Enter the LLET credits (Column E) claimed on Form 720 or 720S, Part I, Line 5; or Form 725 or 765, Part II, Line 5. Enter the corporation credits (Column F) claimed on Form 720, Part II, Line 7.