

SCHEDULE HH

Form 720

41A720HH (10-00)

Revenue Cabinet

KENTUCKY HOUSING FOR HOMELESS FAMILIES DEDUCTION

Taxable Year Ending

Mo. / Yr.

Attach this form to Form 720, 720S, 740, 740-NP, 741 or 765.

Name of Taxpayer Social Security or Federal Identification Number

Complete a separate Schedule HH for each dwelling unit donated.

- A. Organization to which property was donated
B. Date property donated to above organization
C. Type of unit donated: single family dwelling unit within multiple family facility
D. If multiple family facility, indicate total number of units in the facility number of units donated

COMPUTATION OF DEDUCTION

Table with 5 columns: Donated Property, Comparable Property A, Comparable Property B, Comparable Property C, and rows for City and state, Street address, Description of property, Rooms, Square footage, Monthly rent, Average monthly rent, etc.

Purpose of Form—This form is to be used to determine the amount of deduction allowed by KRS 141.0202 for the value of leasehold interest in property contributed to a charitable organization to be used to provide temporary living quarters for a homeless family.

Contributions Qualifying for Deduction—Effective for tax years beginning after December 31, 1989, contributions of property to a charitable organization qualify for this deduction if the property is used to provide temporary living quarters for a homeless family when:

- 1. the homeless family has demonstrated a need for a fixed, regular and adequate night time residence; and
2. the homeless family does not occupy the dwelling for a period in excess of one year.

Information Necessary to Substantiate the Deduction—In addition to the information requested on this form, the following information must be attached to this form:

- 1. proof that during the taxable year the dwelling meets the habitability standards prescribed by the state or political subdivision in which the dwelling is located; and
2. copy of statement supplied by the charitable organization reflecting the dates during the year the dwelling was occupied by each homeless family.

Example: Family 1—from 1/5/90 to 1/15/90
Family 2—from 1/25/90 to 2/28/90, etc.

SPECIFIC INSTRUCTIONS

Line 3—The description of the properties should be very brief and general such as, 1 b.r. house, eff. apt., 1 b.r. apt., etc.

Line 4—Use abbreviations to list the rooms included in each dwelling such as, b.r. for bedroom, bth. for bathroom, l.r. for living room, etc.

Line 5—Enter total square footage of living space.

Lines 6 and 8—The monthly rental amounts to be entered on these lines must be net of any charge or fees for utilities or other services.

Line 10—KRS 141.0202 allows a deduction in the amount of the monthly value of the leasehold interest multiplied by the number of months during which the property is occupied for a substantial portion of the month by a homeless family.

Line 11—The amount from line 11 or, if more than one Schedule HH is required, the total of line 11 from all the Schedules HH filed must be entered on the appropriate tax returns as follows.

Important: For Kentucky purposes, this deduction is a special deduction which may be greater than any ordinary charitable contribution deduction allowed for the property and is not subject to the percentage limitation provided by IRC Section 170.

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