

4972-K

42A740-S21

Department of Revenue

Kentucky Tax on Lump-Sum Distributions

(From Qualified Plans of Participants Born Before January 2, 1936)

2004

Attach to Form 740, Form 740-NP or Form 741. See federal instructions.

Enter name of recipient of distribution. Social Security or federal identification number

PART I—Qualifications—An individual who qualifies to file federal Form 4972 qualifies to file Form 4972-K.

- 1. Are you filing federal Form 4972? Yes No
If "yes," you are qualified to file Form 4972-K. If "no," do not complete the rest of this form.

PART II—Excludable Lump-Sum Income—Complete this part after you have completed Schedule P.

Table with 2 columns: Description and Amount. Rows include: Enter the amount from Schedule P, line 3; Subtract line 2 from \$40,200; Enter the amount from line 8(a) plus line 9; Enter the lesser of line 3 or line 4; Amount of line 5 to be applied to capital gain distributions; Amount of line 5 to be applied to regular lump-sum distributions.

PART III—Complete this part only if you chose the 20% federal capital gain election.

Table with 2 columns: Description and Amount. Rows include: (a) Capital gain part from Box 3, Form 1099-R; (b) Enter the exclusion from line 6; (c) Subtract line 8(b) from line 8(a).

PART IV—Complete this part to choose the 10-year option.

Table with 2 columns: Description and Amount. Rows include: Ordinary income from Form 1099-R, Box 2a minus Box 3; Death benefit exclusion for a beneficiary of a plan participant who died before August 21, 1996; Subtract line 10 from line 9; Enter the exclusion from line 7; Subtract line 12 from line 11; Current actuarial value of annuity, if applicable; Add lines 13 and 14; Multiply line 15 by 50% (.50); Subtract \$20,000 from line 15; Multiply line 17 by 20% (.20); Subtract line 18 from line 16; Subtract line 19 from line 15; Federal estate tax attributable to lump-sum distribution; Subtract line 21 from line 20; Divide line 14 by line 15; Multiply line 19 by the decimal amount on line 23; Subtract line 24 from line 14; Multiply line 22 by 10% (.10); Tax on amount on line 26; Multiply line 27 by 10; Tax on amount on line 29; Multiply line 30 by 10; Tax on lump-sum distribution.