

**SCHEDULE RC**

41A720RC  
(Rev. 1-06)

Commonwealth of Kentucky  
DEPARTMENT OF REVENUE



**Application for Income Tax Credit for  
Recycling and/or Composting Equipment  
or Major Recycling Project  
KRS 141.390**

If the election is made to claim the balance of the recycling credit as allowed in KRS 141.390(3), check here.

If major recycling project, check here and complete Part I and page 2.

For equipment purchased (installed) during tax year beginning \_\_\_\_\_, \_\_\_\_\_, and ending \_\_\_\_\_, \_\_\_\_\_.

Name of <input type="checkbox"/> Individual; <input type="checkbox"/> Corporation as defined in KRS 141.010(24); <input type="checkbox"/> General Partnership; <input type="checkbox"/> Other _____	Identification Number _____
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Street Address, Route Number or Post Office Box _____	Telephone Number (Include Area Code) _____
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City _____	State _____	ZIP Code _____
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**PART I—Composting and/or Recycling Equipment**

A Type of Equipment	B Equipment Location (City in Kentucky)	C Date of Purchase (Mo., Day, Yr.) <i>(see instructions)</i>	D Date of Installation (Mo., Day, Yr.) <i>(see instructions)</i>	E Purchase Price	F Installation Cost	G For Department of Revenue Use Only Approved Amounts from Col. E and F
Describe how used: _____						
Describe how used: _____						
Describe how used: _____						

**PART II—Credit Approved (For Department of Revenue Use Only)**

1. Total of all amounts in Column G, Part I (including Part I continuation schedules) .....	
2. Credit approved (50% of line 1) (general partnerships, see instructions) .....	

**PART III—Amount of Credit Claimed (To be Completed by Taxpayer as Used) Maximum allowable credit in year of purchase (installation) is limited to the lesser of 10% of line 2 or 25% of tax liability. For all other years, credit is limited to 25% of tax liability.**

Amount from line 2, Part II, used in tax year ended _____ / _____ / _____ .....		
Amount from line 2, Part II, used in tax year ended _____ / _____ / _____ .....		
Amount from line 2, Part II, used in tax year ended _____ / _____ / _____ .....		
Amount from line 2, Part II, used in tax year ended _____ / _____ / _____ .....		
Amount from line 2, Part II, used in tax year ended _____ / _____ / _____ .....		

I, the undersigned, declare under the penalties of perjury, that the above information, including all accompanying schedules, is a correct and complete listing of my equipment for exclusive use in Kentucky for recycling and/or composting.

**Reviewed by:**

Signature _____	Title (if applicable) _____	Date _____	Department of Revenue Representative _____	Date _____
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**MAJOR RECYCLING PROJECT**

**PART IV—Requirements Questionnaire**

	Yes	No
1. Investment more than \$10,000,000 in recycling or composting equipment used exclusively in Kentucky? .....		
2. More than 750 full-time employees with an average hourly wage of more than 300 percent of the federal minimum wage? .....		
a. Average minimum wage ..... \$ _____		
b. Number of employees earning this wage .....		
3. Plant and equipment with a total cost of more than \$500,000,000 .....		
a. Total cost .....		

If yes to all three requirements, continue to Part I. If no, you are not entitled to the Major Recycling Credit.

**PART V—Credit Calculation**

1. Tax liability per Form 720, Form 720S, Form 725 or Form 765, Part IV, line 3 .....	1	
2. Baseline tax liability (see instructions) .....	2	
3. Excess of tax liability over baseline tax liability (line 1 minus line 2) .....	3	
4. Limitation (line 3 multiplied by 50% (.50)) .....	4	
5. Enter lesser of line 4, balance in Part VI or \$2,500,000 .....	5	

**PART VI—Amount of Credit Claimed**

A	B	C
Tax Year Credit Taken (Month/Year)	Balance of Major Recycling Project Credit	Amount of Credit Used
1.    ___ / ____		
2.    ___ / ____		
3.    ___ / ____		
4.    ___ / ____		
5.    ___ / ____		
6.    ___ / ____		
7.    ___ / ____		
8.    ___ / ____		
9.    ___ / ____		
10.   ___ / ____		