

FORM 851-N

41A851-N (10-05)

Department of Revenue

KENTUCKY AFFILIATIONS AND PAYMENT SCHEDULE

► **File with the nexus consolidation income tax return
(Form 725 or 765)
and extension request (Form 40A102 or 41A720SL).**

Taxable Year Ending

M	M	Y	Y

If a Kentucky consolidated corporation income tax return was filed for the previous taxable year and the members of the affiliated group subject to Kentucky income tax (KRS 141.040(1)) have changed due to nexus consolidation, check this box .

List the parent corporation and all subsidiaries subject to Kentucky income tax.

Name of Corporation	Kentucky Account Number	Current Payments (Round to Nearest Dollar) (See Instructions on Reverse)			
		Prior Year's Credit	Estimated Payments	Extension Payments	Total
Common parent corporation:					
Subsidiary corporations:					
Total Payment					►

FORM 851-N
KENTUCKY AFFILIATIONS AND PAYMENT SCHEDULE
INSTRUCTIONS

Purpose of the Form—This form must be completed and submitted with the nexus consolidated income tax return (Form 725 or 765) and the request for extension of time to file a Kentucky income tax return (applicable Kentucky Form 40A102 or 41A720SL) or copy of applicable federal form (Form 7004, Form 8736 or Form 8800) for a nexus consolidated income tax return. The information requested on this form (1) identifies the common parent of the affiliated group and each includible corporation included in the consolidated Kentucky nexus tax return; (2) provides the Kentucky Department of Revenue information of includible corporations in the consolidated return which precludes delinquent tax return notices; and (3) ensures accurate processing of payment(s).

Listing of Includible Corporations of a Affiliated Group—List each includible corporation included in the consolidated income tax return which is subject to Kentucky income tax as provided by KRS 141.040. An “affiliated group” means one or more chains of includible corporations connected through stock ownership, membership interest, or partnership interest with a common parent corporation provided the ownership interest and value of any corporation meets the 80 percent requirements as provided in KRS 141.200(9). An “includible corporation” includes, but is not limited to: (a) being organized under the laws of this state; (b) having a commercial domicile in this state; (c) owning or leasing property in this state; (d) having one or more individuals performing services in this state; (e) maintaining an interest in a general partnership doing business in this state; (f) deriving income from or attributable to sources within this state, including deriving income directly or indirectly from a trust doing business in this state; or (g) directing activities at Kentucky customers for the purpose of selling them goods or services.

Enter the six-digit Kentucky Account Number for each includible corporation. The Kentucky Account Number is located in the upper right portion of the address label on the Kentucky corporation income tax packet.

Form 851-N Filed With Form 725 or 765—Enter in the Prior Year’s Credit column the prior year’s credit applied to the current year by each includible corporation. Enter in the Estimated Payments column the estimated payments made by each includible corporation. Enter in the Extension Payments column the extension payment made with the applicable Kentucky or federal form. Enter the total of payments made by each includible corporation in the Total column. Total Payment (sum of the Total column) should equal the total amount reflected in the Tax Payment Summary of the consolidated income tax return.

Form 851-N Filed With Form 41A720SL—If the affiliated group is submitting a payment with the application for extension, the total amount entered in the Extension Payment column of Form 851-N should equal the total amount shown on Form 41A720SL.