

SCHEDULE BIO (K-1)

41A720BIO (K-1)
(10-06)

Commonwealth of Kentucky
DEPARTMENT OF REVENUE



**DISTRIBUTIVE SHARE OF APPROVED
BIODIESEL AND/OR BLENDED BIODIESEL TAX CREDIT
(For Use by General Partnerships)**

➤ Attach to Form 765-GP.

For biodiesel and/or blended biodiesel approved during tax year ending _____, _____.

PART I—Taxpayer Information

Partner's Identification Number ➤	Partnership's FEIN ➤
Name, Address and ZIP Code	Name, Address and ZIP Code

PART II—Partner's Distributive Share of Credit

1. Total approved tax credit of partnership from Schedule BIO	1	
2. Partner's distributive share percentage	2	%
3. Partner's share of approved tax credit (line 1 multiplied by line 2)	3	

Schedule BIO (K-1) Instructions

Purpose of Form—This form is used by general partnerships to compute each partner's distributive share of Kentucky income tax credit for the biodiesel tax credit. It is also used by partners to substantiate and keep a record of the amount of credit claimed on the partner's Kentucky income tax return.

The biodiesel producer or blender shall notify the Department of Revenue electronically of all partners who may claim any amount of the approved credit. Failure to provide this information may constitute forfeiture of available credits to all partners in the partnership.

Part I and II—Partnership Instructions

Parts I and II are completed by the general partnership for the year during which the biodiesel is produced or blended. A copy is to be provided to each partner.

Part I, Partner's Identification Number—If the partner is a corporation, enter the Kentucky Corporation Account Number; a general partnership, enter the FEIN; an individual, enter the Social Security number.

Part II, Line 1—Enter the total credit from Schedule BIO, Part II, Line 1.

Part II, Line 2—Enter the partner's ownership of capital percentage from Item D, Schedule K-1 (Form 765-GP) or other percentage specifically provided by the partnership agreement.

Part II, Line 3—Enter partner's share of credit determined by multiplying Line 1 by Line 2 in Part II. The current credit is entered on the appropriate line of the partner's Kentucky income tax return (corporations enter on Schedule TCS, Part II; resident individuals, Form 740, Section A, Line 12; nonresident individuals, Form 740-NP, Section A, Line 12). There is no carryforward of unused credit.