

SCHEDULE RC

41A720RC (10-06)

Commonwealth of Kentucky
DEPARTMENT OF REVENUE



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

APPLICATION FOR INCOME TAX CREDIT FOR RECYCLING AND/OR COMPOSTING EQUIPMENT OR MAJOR RECYCLING PROJECT KRS 141.390

Name of Individual; Corporation as defined in KRS 141.010(24); General Partnership; Other Identification Number

Street Address, Route Number or Post Office Box Telephone Number (Include Area Code)

City State ZIP Code

PART I - Composting and/or Recycling Equipment

Table with 7 columns: A (Type of Equipment), B (Equipment Location), C (Date of Purchase), D (Date of Installation), E (Purchase Price), F (Installation Cost), G (For Department of Revenue Use Only). Includes rows for describing equipment use.

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.

Table for reporting credit claimed with rows for amounts 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



Mail to Department of Revenue, Division of Corporation Tax, Frankfort, KY 40620.





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 III, 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 | Balance of Major Recycling Project Credit | Amount of Credit Used (Enter on Schedule TCS, Part II) |
| (Month/Year) | | |
| 1. ___ / _____ | | |
| 2. ___ / _____ | | |
| 3. ___ / _____ | | |
| 4. ___ / _____ | | |
| 5. ___ / _____ | | |
| 6. ___ / _____ | | |
| 7. ___ / _____ | | |
| 8. ___ / _____ | | |
| 9. ___ / _____ | | |
| 10. ___ / _____ | | |