

**SCHEDULE KCR  
Form 720**

41A720KCR (10-07)  
Department of Revenue

**KENTUCKY  
CONSOLIDATED RETURN SCHEDULE  
(Attach All Applicable Schedules)**

**Taxable Year Ending**

\_\_\_\_ / \_\_\_\_  
Mo. Yr.

Common Parent Corporation

Kentucky Corporation/LLET Account Number

\_\_\_\_ \_

	Total	Parent	Name _____ _____ FEIN _____ KY Corp./LLET Acct. No. _____	Name _____ _____ FEIN _____ KY Corp./LLET Acct. No. _____	Name _____ _____ FEIN _____ KY Corp./LLET Acct. No. _____
1. Federal taxable income (Sch. CR or Sch. CR-C, line 28) .....					
(a) Intercompany eliminations .....					
<b>Additions</b>					
2. Interest income (state and local obligations) .....					
3. State taxes based on net/gross income .....					
4. Depreciation adjustment .....					
5. Deductions attributable to nontaxable income .....					
6. Related party expenses .....					
7. Dividend paid deduction (REIT) ...					
8. Domestic production activities deduction .....					
9. Other (attach schedule) .....					
10. <b>Total</b> (add lines 1 through 9) .....					
<b>Subtractions</b>					
11. Interest income (U.S. obligations) .					
12. Dividend income .....					
13. Federal work opportunity credit ...					
14. Depreciation adjustment .....					
15. Other (attach schedule) .....					
16. <b>Net income</b> (line 10 less lines 11 through 15) .....					
17. Less nonbusiness income net of related expenses .....					
18. Add Kentucky nonbusiness income net of related expenses ....					
19. Kentucky net income (line 16 less line 17 plus line 18) .....					



## Schedule KCR – Kentucky Consolidated Return Schedule

### GENERAL INSTRUCTIONS

**Purpose of Form**—This schedule must be completed and submitted with the consolidated income tax return (Form 720) to show the statutory adjustments for each member of the affiliated group. Each affiliate is reported net of all amounts resulting from transactions with other members of this consolidated group (intercompany eliminations).

**Specific Instructions**—For each subsidiary, enter the name, FEIN and Kentucky Corporation/LLET account number. If there are more than three subsidiaries in the affiliated group, use Schedule KCR-C, Kentucky Consolidated Return Schedule Continuation Sheet.

Enter on Line 1 the amounts from Schedule CR, or Schedule CR-C, Line 28. **These amounts are before intercompany eliminations.** Enter on Line 1(a) the amount of intercompany eliminations for each entity. Enter reductions as a negative. The Line 1(a) Total amount is the same as the amount on Schedule CR, Intercompany Eliminations column, Line 28.

For each line item 1 through 16, the total of the parent plus each subsidiary shall equal the corresponding line item on Form 720, Part II, if the affiliate does not have nonbusiness income. Enter on Line 17, the amount from Schedule A, Section II, Line 3. Enter on Line 18, the amount from Schedule A, Section II, Line 7. Combine the amounts on Lines 16 through 18 and enter on Line 19. The total on Line 19 is the Kentucky net income **before** apportionment. This is the total of Schedule A, Part II, Line 4 and Line 7. The total of Line 16 is the same as the amount on Form 720, Part II, Line 16, unless there is Kentucky nonbusiness income. This form can be duplicated as needed.