

SCHEDULE ME

Form 740-NP

42A740-NP-ME

Commonwealth of Kentucky
Department of Revenue



2008

MOVING EXPENSE
AND REIMBURSEMENT

Attach to Form 740-NP.

Form with 7 numbered lines for entering income, moving expense reimbursement, and allowable Kentucky moving expense. Includes a Social Security Number field.

INSTRUCTIONS - SCHEDULE ME

Full-Year Nonresidents - If you are a full-year nonresident, moving expense reimbursements are not taxable, and moving expenses are not deductible.

Part-Year Residents - If you are a part-year resident, any payments to you or on your behalf by any employer for moving expenses are considered income.

Persons who were residents of Kentucky for only part of the year are required to report as income only part of the total reimbursement they received.

For the computation of this percentage, earned income is income you received for services you provided. It includes wages, salaries, tips, etc.

Line 1 - Enter earned income received from Kentucky sources while a nonresident and from all sources while a resident of Kentucky.

Line 2 - Enter total earned income reported on your federal return. Do not include moving expense reimbursement reflected on the wage and tax statements (box 1).

Line 4(a) - Enter moving expense reimbursement included in wages (box 1 of Form W-2).

Line 4(b) - Subtract federal Form 3903, line 3, from federal Form 3903, line 4, and enter result.

Line 4(c) - Add lines 4(a) and 4(b) above and enter result here and on Form 740-NP, page 4, line 2, Column A.

ITEMIZED DEDUCTIONS LIMITATION SCHEDULE - Use this schedule if the federal adjusted gross income on Form 740-NP, page 1, line 8, exceeds \$159,950 (\$79,975 if married filing separate returns).

Form with 12 numbered lines for calculating itemized deductions limitation. Includes a note about gambling losses.