



➤ See instructions.

➤ Attach to Form 720, 720U, PTE, 725, 740, 740-NP, or 741.

**KRS 141.065**

Name of Entity		Social Security Number ____-____-____	
Street Address	Apt. Number	Federal Identification Number ____-____-____	
City	State	ZIP Code	Kentucky Corporation/LLET Account Number ____-____-____

**PERSONS EMPLOYED**

Enter below the name(s), Social Security number(s), and Office of Employment and Training Certificate number(s) of employee(s) for whom you are claiming a credit and enter the date employed and the last date the employee was on your payroll during the tax year.

	Employee's Name	Social Security Number	Office of Employment and Training Certificate Number	Employment Dates					
				Date Employed			Date Employed Through		
				Mo.	Day	Yr.	Mo.	Day	Yr.
1									
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									

24 Enter total number of employees listed above ..... 24



## PERSONS EMPLOYED—continued

25	Enter total number of employees listed on line 24 .....	25	
26	Unemployment tax credit (multiply line 25 by \$100) .....	26	
27	Form 720 or 720U—Enter on Schedule TCS, Part II, Columns E and F .....	27	
28	Form PTE—Enter on Schedule TCS, Part II, Column E and on PTE, Schedule K. <b>General</b> <b>Partnerships only enter on Form PTE, Schedule K</b> .....	28	
29	Form 725—Enter on Schedule TCS, Part II, Column E .....	29	
30	Form 740—Enter on Schedule ITC, Section A, Line 7 .....	30	
31	Form 740-NP—Enter on Schedule ITC, Section A, Line 7 .....	31	
32	Form 741—Enter on Form 741, Line 18 .....	32	

## INSTRUCTIONS FOR SCHEDULE UTC

KRS 141.065(2) provides a tax credit for a taxpayer against the taxes imposed by KRS 141.020 or 141.040 and 141.0401 in an amount equal to one hundred dollars (\$100) for each person hired by the taxpayer. The person(s) must have been classified as unemployed by the Education and Workforce Development Cabinet, Department of Workforce Investment, Office of Development and Training for at least sixty (60) days prior to employment by the taxpayer. The person(s) must remain employed by the taxpayer for at least one hundred eighty (180) consecutive days during the taxable year in which the credit is claimed. This credit is subject to the ordering of credits per KRS 141.0205.

KRS 141.065(3) provides that no credit shall be allowed to any taxpayer for any person hired under any of the following circumstances: (a) A person for whom the taxpayer receives federally funded payments for on-the-job training; (b) For any person who bears any of the relationships to the taxpayer described in paragraphs (1) through (8) of Section 152(a) of the Internal Revenue Code **OR** if the taxpayer is a corporation, to an individual who owns, directly or indirectly, more than fifty percent (50%) in value of the outstanding stock of the corporation as determined with the application of Section 267(c) of the Internal Revenue Code; (c) If the taxpayer is an estate or trust, to any person who is a grantor, beneficiary, or fiduciary of the estate or trust, or is an individual who bears any of the relationships described in paragraphs (1) through (8) of Section 152(a) of the Internal Revenue Code to a grantor, beneficiary, or fiduciary of the estate or trust; or (d) To any person who is a dependent of the taxpayer as described in Section 152(a)(9) of the Internal Revenue Code **OR** if the taxpayer is an estate or trust, of a grantor, beneficiary, or fiduciary of the estate or trust.

KRS 141.065(4) and (5) provide that related corporations or unincorporated trades and business shall be treated as a single employer for purposes of the tax credit and in no instance shall the credit for any qualified employee be claimed more than once for any tax year. KRS 141.065(6) provides that no tax credit shall be allowed to any organization which is exempt from income tax as provided by KRS Chapter 141.

KRS 141.065(7) provides that the tax credit for a pass-through entity shall be applied at the entity level against the limited liability entity tax imposed by KRS 141.0401 and shall be distributed to each partner, member, or shareholder based on the partner's, member's, or shareholder's pro rata share.

KRS 141.065(8) provides that the tax credit for an estate or trust shall be apportioned between the estate or trust and the beneficiaries on the basis of income of the estate or trust allocable to each.