



Application must be submitted to the Department of Revenue prior to December 31, 2025.

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

KRS 141.391

Name of Entity	Federal Identification Number	Kentucky Corporation/LLET Account Number (if applicable) <i>Must be 9 digits. If 6 digits, must lead with zeros.</i>
Mailing Address		
Location County	Amount of Sales Tax Remitted or Intend to Remit	
	\$ _	

Per KRS 141.391(4)(a)(2)(c), attach a statement of how approval of this tax credit will result in greater investment in this state by:

- i. Expansion of broadband services;
- ii. An upgrade to existing broadband infrastructure; or
- iii. An increase of access to broadband for the residents in this state.

	DEPARTMENT OF REVENUE USE ONLY
Kentucky Qualified Broadband Investment Approved Credit Certificate	
1 (a) Requested credit for Kentucky Qualified Broadband Investment (numerator) (a) (b) Total requested credit for all applicants (denominator) (b) $\left(\frac{(a)}{(b)} \right) \times \\$5,000,000 =$	Approved Credit
By: _____	Date: _____
By: _____	Date: _____

I, the undersigned, declare under the penalties of perjury, that I have examined this application, including all accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete.

Signature	Title	Date
Contact Name (if different from signer)	Email Address	
Telephone Number	Fax Number	

TAXPAYER USE ONLY			
Amount of Credit Approved	00	Amount of Credit Claimed	00
Submit verification of sales and use tax remitted. KRS 141.391			

The qualified broadband investment tax credit is a nonrefundable and nontransferable credit applied against the individual income tax imposed by KRS 141.020 or the corporation income tax imposed by KRS 141.040 and/or the limited liability entity tax (LLET) imposed by KRS 141.0401.

Schedule KQBI is due prior to DECEMBER 31 of the current calendar year.

Purpose of Schedule—The qualified broadband investment application and schedule is used to award tax credits for the expansion of broadband services in Kentucky. The Department of Revenue will certify the amount of the qualified broadband investment tax credit for each taxpayer. The tax credit is available for tax years beginning on or after January 1, 2025, with an expiration date of December 31, 2029.

The credit is based on the sales and use tax remitted on qualified broadband investments. Per KRS 141.391(3)(b), the credit is reduced by the amount of seller reimbursement allowed under KRS 139.570 and limited to fifty percent (50%) of eligible equipment or services. The annual tax credit cap is \$5,000,000 in each taxable year the credit is available. There is no carryforward provision for this tax credit. Any credit amount not utilized will be lost in the same year.

Per KRS 141.391(4)(a)(1), for proper preliminary approval, an application must be submitted to the Department of Revenue prior to December 31 of the current calendar year. The Department of Revenue will confirm receipt of the application. If you do not receive confirmation within one week of submitting the application, contact the Tax Credits Section at 502-564-8139.

Fax number: 502-564-0058
Email address: DORTaxCredits@ky.gov

Per KRS 141.391(4)(b), Department of Revenue will issue the credit certificate listing the amount of credit awarded by February 1 following the submission of the application. Attach the credit certificate to the tax return claiming the credit along with verification of the sales and use tax remitted on the qualified broadband investment. Verification includes a receipt for eligible equipment or services purchased or a lease agreement for eligible equipment or services.

General Instructions—Enter the name of the entity applying for the Kentucky Qualified Investment tax credit. Enter the mailing address and location county.

Federal Identification Number—For an individual, enter the Social Security number; for all other entities, enter the FEIN.

Amount of Sales Tax Remitted or Intention—Enter the amount of the sales tax remitted or intended to remit.

Attach a Statement—Attach a statement of how approval of this tax credit will result in greater investment in this state by either the expansion of broadband services, an upgrade to existing broadband infrastructure, or an increase of access to broadband for the residents in this state.

41A720KQBI (10-25)

DEPARTMENT OF REVENUE USE ONLY

Kentucky Qualified Broadband Investment Approved Credit Certificate

This part is completed by the Department of Revenue to determine the qualified broadband investment tax credit for each taxpayer.

The Department of Revenue determines the total approved credit. Per KRS 141.391(6), if it exceeds the annual tax credit cap of \$5,000,000, the department will compute each taxpayer's approved credit based upon a fraction, the numerator (Line 1(a)) being the credit requested by the taxpayer and the denominator (Line 1(b)) being the total credit requested by all taxpayers. The qualified broadband investment tax credit is multiplied by this fraction to determine each applicant's approved credit.

TAXPAYER USE ONLY

To be filed with the return—Enter the amount of credit approved by the Department from the certification above. Enter the amount of credit claimed on the return.

Submit verification of sales and use tax remitted with the return (see KRS 141.391(4)(a)(2)(b)). Per KRS 141.391(4)(b), failure to do so will result in the denial of the credit on the return.

Eligible Equipment or Services (see KRS 141.391(1)(a))

"Eligible equipment or services" means the equipment used in the expansion of broadband services in Kentucky and includes:

1. Wires, cables, fiber, conduits, antennas, poles, switches, routers, amplifiers, rectifiers, repeaters, receivers, multiplexers, transmitters, circuit cards, insulating and protective materials and cases, power equipment, backup power equipment, diagnostic equipment, storage devices, and modems;
2. General central office or headend equipment, including:
 - a. Channel cards;
 - b. Frames; and
 - c. Cabinets;
3. Equipment used in successor technologies, including items used to monitor, test, maintain, enable, or facilitate:
 - a. Eligible equipment or services;
 - b. Machinery;
 - c. Software;
 - d. Ancillary components;
 - e. Appurtenances; and
 - f. Accessories; and
4. Any other infrastructure that is used in whole or in part to provide or expand broadband communications services.