

Kentucky Tax Alert

A REVENUE PUBLICATION FOR THE TAX PROFESSIONAL

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WITHHOLDING NEWS

W-2 SUBMISSION TIPS

- The most common error found on Form W-2 is an incorrect or missing withholding tax account number. This number is used to reconcile the employer's account. Failure to include the correct account number creates delays in reconciling the account, as well as problems when employees file their individual income tax returns. If you are unsure of the correct account number, please call 502-564-7287 prior to issuing wage and tax statements.
- If reporting 100 or more Forms W-2, the information is required to be submitted in a wage and tax file in the EFW2 format. This may be sent via CD/diskette or Web filing. For more information on the EFW2 format and electronic submissions, please visit our Web site at <http://revenue.ky.gov/wbt/>
- An extension of 30 days for filing W-2 forms may be granted if requested in writing prior to the January 31 due date. The amount of tax due on the K-3 return must be received by January 31.
- Transmitter Report, Form 42A806, is not required from employers who paid no wages during the year and have no W-2 forms to file.

KENTUCKY'S STANDARD DEDUCTION, PENSION EXCLUSION FOR 2011 TAX YEAR

Kentucky's standard deduction for individual income tax increases to \$2,240 for the 2011 tax year as authorized by KRS 141.081(2). This change represents an increase from \$2,210 for the 2010 tax year. Taxpayers who do not itemize deductions on their individual income tax return are entitled to claim this standard deduction. Kentucky's individual income tax pension exclusion will remain unchanged at \$41,110 for the 2011 tax year. Retirees who make quarterly estimated Kentucky individual income tax payments should take this pension exclusion into account when calculating

their quarterly payments for 2011. The first payment is due April 15, 2011. The 2005 General Assembly repealed KRS 141.0105, which previously provided for the pension exclusion to be adjusted annually for inflation.

SALES TAX REBATE FOR GOVERNMENTAL PUBLIC FACILITY

House Bill 3, passed in the 2009 special legislative session, establishes a sales tax rebate of up to 100 percent of the Kentucky sales tax generated by the sale of admissions and tangible personal property at a qualified public facility. KRS 139.533 defines a public facility to be a building owned and operated by a governmental entity that is a multipurpose facility open to the general public for performance and programs relating to arts, sports and entertainment which includes at least 500 seats but no more than 8,000 seats. A governmental entity is defined as a county with a population of less than 100,000 residents, or a city, agency or other political subdivision of the Commonwealth that is located in a county with a population of less than 100,000 residents.

To be eligible for a sales tax rebate, the governmental entity must apply with the department by completing form 51A400. Only sales occurring on or after the effective date of qualification are

TABLE OF CONTENTS

Withholding News–W-2 Submission Tips.....	1
Kentucky's Standard Deduction, Pension Exclusion for 2011 Tax Year.....	1
Sales Tax Rebate for Governmental Public Facility.....	1–2
Louis A. Grief Tax Planning Institute	2
University of Kentucky 44th Annual 2010 Income Tax Seminars	2-4

eligible for the rebate. The effective date of qualification will be the first day of the month following the month in which the department notifies the governmental entity of its approval.



Once approved, the governmental entity must apply for applicable refund by completing form 51A401 within 60 days of the end of each calendar quarter for sales made during that quarter. The rebate is limited to \$250,000 in each calendar year. Applicable forms are available at the following DOR link: www.revenue.ky.gov.

LOUIS A. GRIEF TAX PLANNING INSTITUTE

The annual Louis A. Grief Tax Planning Institute will be held on December 15-17, 2010 at the University of Louisville. The Institute provides 24 hours of CPE credits (which includes two hours of **ETHICS**). Online registration begins November 1 at www.business.louisville.edu/taxinstitute. Early registration fee is \$300 before December 1.

UNIVERSITY OF KENTUCKY 44TH ANNUAL 2010 INCOME TAX SEMINARS

Program:

Income tax seminars for individuals and professionals designed to update and increase their tax preparation skills, located in convenient locations around the state of Kentucky. CPE credits will be awarded for attending the seminar.

Focus:

Two comprehensive days on individual taxpayer and small business issues, agricultural issues, the latest updates on new rulings and tax law changes, updates on IRS changes and much more.

Conducted by:

University of Kentucky Agricultural Economics Department
Cooperative Extension Service

In cooperation with:

U.S. Internal Revenue Service
Kentucky Department of Revenue

Registration Information:

Preregistration: (Two weeks before the seminar) \$249. Late registration is \$275.

Cancellation & Transfers: Cancellation requires a three-day notice before the start of the seminar to qualify for a refund. A \$50 administrative fee will be retained for prior cancellation. Transfers are discouraged, but if necessary, permitted on a space-available basis, and **require** a \$35 administrative fee.

Seminar Schedule: 8:00 a.m. – 5:00 p.m.

Meals are not provided. Refreshments will be served at all seminar breaks. All seminars will be smoke-free. The use of cell phones and voice recorders is prohibited.

In addition, a one-day basic seminar is being offered designed to help preparers pass the new IRS competency exam when required and a two-hour Ethics seminar at selected locations. For further information on any of these seminars, please write, call, or FAX:

Kathy Roe

UK Income Tax Seminar Office

421 C.E. Barnhart Building

Lexington, KY 40546-0276

Phone: 888-808-3303 or

859-252-3769

FAX 859-225-9043

EMAIL: Kathy.roe@uky.edu

www.ca.uky.edu/agecon/index.php?p=658



2010 UK INCOME TAX SEMINAR LOCATIONS**Elizabethtown**

Nov. 3 – 4
Elizabethtown Tourism
& Convention Bureau
1030 N. Mulberry St.
Elizabethtown, KY 42701
270-765-2175

Maysville

Nov. 9 – 10
Mason County Ext. Office
800 U.S. Hwy 68
Maysville, KY 41056
606-564-6808

Grayson

Nov. 18 – 19
Grayson Conf. Ctr.
371 CW Stevens Blvd.
Grayson, KY 41143
606-475-0565

Jenny Wiley

Dec. 2 – 3
Jenny Wiley Conf. Ctr.
75 Theatre Ct.
Prestonsburg, KY 41653
800-325-0142

Lexington/Extension

Dec. 10 – Basic
Fayette Co. Extension Ctr.
1140 Red Mile Place
Lexington, KY 40504
859-257-5582

Burlington

Jan. 4 – 5
Boone Co. Extension Office
6028 Camp Ernst Rd.
Burlington, KY 41005
859-586-6101

Somerset

Nov. 4 – 5
Center for Rural Development
2292 So. Hwy 27
Somerset, KY 42501
606-677-6000

Owensboro

Nov. 15 – 16
Owensboro Christian Church
2818 New Hartford Rd.
Owensboro, KY 42303
270-683-2706

Lexington/North

Nov. 29 – 30
Nov. 29 – Ethics
Embassy Suites
1801 Newtown Pike
Lexington, KY 40511
859-445-5000

Erlanger

Dec. 6 – 7
Dec. 6 – Ethics
Receptions Conf. Ctr.
1379 Donaldson Rd.
Erlanger, KY 41018
859-746-2700

Hopkinsville

Dec. 13 – 14
Christian Co. Ext. Office
2850 Pembroke Rd.
Hopkinsville, KY 42240
270-886-6328

Bowling Green

Nov. 8 – 9
Nov. 8 – Ethics
University Plaza & Conv. Ctr.
1021 Wilkinson Place
Bowling Green, KY 42103
270-745-0088

Paducah

Nov. 17 – 18
Nov. 17 – Ethics
Julian Carroll Conv. Ctr.
One Executive Blvd.
Paducah, KY 42001
270-444-5156

Louisville

Nov. 30 – Basic
Dec. 1 – 2
Dec. 1 – Ethics
Crowne Plaza Hotel
830 Phillips Lane
Louisville, KY 40209
800-633-8723

Frankfort

Dec. 8 – 9
Best Western Parkside Inn
80 Chenault Drive
Frankfort, KY 40601
502-695-6111

Lexington/Downtown

Dec. 14 – 15
Dec. 14 – Ethics
Hyatt Regency Lexington
401 W. High Street
Lexington, KY 40507
859-253-1234

General Income Tax Seminars–2010
2010 UK Income Tax Seminars Program Registration Form

Name _____

Company _____

Address _____

City _____ State _____ ZIP _____

Phone () _____ Fax () _____

Last four digits of Social Security number _____

(Social Security number required to verify CEU credits)

Payment must accompany registration! Please duplicate this form for multiple registrations.

Payment Method: Check Visa MasterCard

Make Checks Payable To: UK Income Tax Seminar, 421 C.E. Barnhart Building, Lexington, KY 40546-0276
Phone 888-808-3303 or 859-252-3769 FAX 859-225-9043
(Faxed registrations without a credit card number will not be accepted!)

Card Account Number _____ Expiration Date ____/____

Amount _____ Cardholder Name _____

Signature _____

DO NOT supply credit card information via e-mail for security purposes.

Kentucky Tax Alert comments and suggestions should be addressed to the Office of Public Information, Finance Secretary's Office, Frankfort, Kentucky, (502) 564-9165.

STEVEN L. BESHEAR, Governor

JONATHAN MILLER, Secretary
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The Department of Revenue can be found at
www.revenue.ky.gov

