



KENTUCKY EDUCATION TUITION TAX CREDIT

➤ Enclose with Form 740 or Form 740-NP.

Enter name(s) as shown on Form 740 or Form 740-NP, page 1. Your Social Security Number

Caution: You cannot take the 2017 Kentucky Education Tuition Tax Credit if you are not eligible for the Federal Education Credits. You must attach the federal Form 8863.

Carryforward Information: If you have an unused credit from prior year(s), complete Page 2. Part V to determine your carry-

forward amount. You must have cor					
PART I—Qualifications					
 Are all expenses claimed on this located within the Commonweal Are all of the expenses claimed or married filing a joint return? 	th of Kentucky (Kentuck on this form for undergr gle; married filing separ	y institution)? raduate studies? rately on a combined re	eturn;	Yes	No
If you answered "No" to any of thes If you answered "Yes" to all question	se questions above, STC				
PART II—American Opportunity Credi	t (List only expenses for	undergraduate studies f	rom Kentucky institutio	ns)	
1 (a) <u>Student Name</u> SSN	(c) Qualified Expenses (see instructions). Do not enter more than \$4,000 for each student.	(d) Subtract \$2,000 from column (c); if zero or less enter -0-	(e) Multiply column (d) by 25% (.25)	enter the ar column (c); add \$2,000	n (d) is zero mount from ; otherwise, to column (e er result
	.00	.00	.00		.00
(b) Institution Name and Address					
(a) <u>Student Name</u> SSN	(c) Qualified Expenses (see instructions). Do not enter more than \$4,000 for each student.	(d) Subtract \$2,000 from column (c); if zero or less enter -0-	(e) Multiply column (d) by 25% (.25)	enter the ar column (c); add \$2,000	n (d) is zero mount from ; otherwise, to column (e er result
	.00	.00	.00		.00
(b) Institution Name and Address					
2 Add the amounts on line 1, colu3 Enter the decimal amount from go to line 4; you cannot take an	line 6 of the federal Fo	rm 8863. If this line is b	olank, enter -0- and	_•_	.00
4 Tentative American Opportunity result on line 4 cannot exceed the Lifetime Learning Credit for from line 4 on line 11	he amount of the federa another student, comp	al Form 8863, line 7). It lete Part III; otherwise,	f you are taking enter amount		.00



PART III—Lifetime Learning	Credit (List only	v expenses for under	graduate studies from K	entucky institutions)
TAIL III LIICUIIIC LCUIIIIII	g Olcait (List oill)	y capciliaca for unider	gradate stadies from it	circuony institutions,

5	(a) Student Name	(b) Student SSN	(c) Name and Address of Kentucky Institution	(d) Qualified Expenses (See instructions)
		1 1		.00
				.00
6	Add the amounts on line	5, column (d) and ente	r total here6	.00
7	Enter the smaller of line 6	or \$10,000	7	.00
8	Multiply line 7 by 20% (.2	0) and enter here		.00
9	Enter the decimal amoun	t from line 17 of the fed	deral Form 8863. If this line is blank, enter -0-	
	and go to line 10; you car	nnot take any Lifetime l	_earning Credit 9	
10	Tentative Lifetime Learning	ng Credit. Multiply line	8 by line 9 and enter here (Note: The result	
	on line 10 cannot exceed	the amount of the fede	eral Form 8863, line 18)10	.00
11	Total Tentative Kentucky	Education Tuition Tax C	redits. Add lines 4 and 10 11	.00
PAI	RT IV—Allowable Education	Credits		•
12	Multiply the amount on li	ine 11 by 25% (.25) and	enter total here 12	.00
13	Enter tentative tax from F	orm 740 or Form 740-N	NP, page 1, line 22 13	.00
14	Enter amount from Part V	, line 34. If Part V, line 3	34 is blank, enter -0 14	.00
15	Subtract line 14 from line	13		.00
16	Enter the smaller of line	15 or line 12		.00
17	Add lines 14 and 16. Ente	r here and on Form 740	or Form 740-NP, line 23.	
	This is your allowable 20	17 Kentucky Education	Tuition Tax Credit 17	.00
18	If line 15 is smaller than I	ine 12, subtract line 15	from line 12. This is the amount	
	of unused credit carryfor	ward from 2017 to 2018	B. Enter here and on the 2017 Carryforward	
	Worksheet, Line E, provid	led below	18	.00
PAI	RTV—Credit Carryforward fr	om Prior Years		
19	Enter tentative tax from F	orm 740 or Form 740-N	NP, page 1, line 22 19	.00
20	Enter your credit carryfor	ward from 2012	20	.00
21	Enter your credit carryfor	ward from 2013	21	.00
22	Enter your credit carryfor	ward from 2014		.00
23			23	.00
24	Enter your credit carryfor	ward from 2016	24	.00
25			25	.00
26	Subtract line 20 from line	e 19. If zero or less, ente	er -0	.00
27	Enter 2013 credit carryfor	ward to 2018. Subtract	line 26 from line 21. If zero or less, enter -0 27	.00
28			er -0	.00
29			line 28 from line 22. If zero or less, enter -0 29	.00
30			er -0 30	.00.
31			line 30 from line 23. If zero or less, enter -0 31	.00
32			er -0 32	.00
33			line 32 from line 24. If zero or less, enter -0 33	.00
34				.00

2017 Carryforward Worksheet

Α	From Part V, Line 27, 2013 to 2018	.00
В	From Part V, Line 29, 2014 to 2018	.00
С	From Part V, Line 31, 2015 to 2018	.00
D	From Part V, Line 33, 2016 to 2018	.00
Е		.00

If you have a carryforward of credit, maintain a copy of this worksheet or Form 8863-K for your records. This information will be needed to prepare future returns.

Instructions for Form 8863-K

Purpose of Form—Use Form 8863-K to calculate and claim your 2017 education tuition tax credits. The education credits are: the American Opportunity Credit and the Lifetime Learning Credit. These credits are based on qualified undergraduate education expenses paid to an eligible postsecondary educational institution located in Kentucky. If you elected to claim the education credit for federal purposes rather than the tuition and fees deduction, you must make that same election for Kentucky purposes.

Part I, Qualifications—All questions in Part I must be answered "Yes" to be eligible to claim the Kentucky education tuition tax credit.

Qualified Education Expenses—See the federal instructions to determine the qualified expenses for the American Opportunity Credit and the Lifetime Learning Credit. The allowable expenses may be different for each credit.

Eligible Educational Institution located in Kentucky—An eligible educational institution is generally any accredited public, nonprofit, or private college, university, vocational school, or other postsecondary institution. The institution must be eligible to participate in a student aid program administered by the Department of Education. The institution attended must be physically located in Kentucky to qualify.

Part II, American Opportunity Credit—You must enter the student's name and Social Security number, the name and address of the Kentucky institution, and the qualified expenses. Use the federal instructions to determine if each student meets the qualifications. For Kentucky, the credit is limited to 25% of the allowable federal credit with a maximum amount allowed of \$625 for each qualifying student.

Part III, Lifetime Learning Credit—You must enter the student's name and Social Security number, the name and address of the Kentucky institution, and the qualified expenses. Use the federal instructions to determine if each student meets the qualifications. For Kentucky, the credit is limited to 25% of the allowable federal credit with a maximum allowed of \$500 per return.

Part IV, Allowable Education Credits-

Line 12—Multiply Line 11 by 25% (.25). This is your tentative Kentucky allowable credit.

Line 13—Enter the tentative tax from Form 740 or Form 740-NP, page 1, Line 22.

Line 14—Enter the amount from page 2, Part V, Line 34. This is the allowable credit carryforward from prior year(s). If there is no carryforward, enter zero.

Line 15—Subtract Line 14 from Line 13.

Line 16-Enter the smaller of Line 15 or Line 12.

Line 17—Add Lines 14 and 16. Enter here and on Form 740 or Form 740-NP, Line 23. This is your allowable 2017 education credit.

Line 18—If Line 15 is smaller than Line 12, subtract Line 15 from Line 12. This is the amount of unused credit carryforward from 2017 to 2018. Maintain records for following years.

Part V, Credit Carryforward from Prior Years—The Kentucky education tuition tax credit can be carried forward for up to 5 years if unused during the preceding tax year(s). You must have completed Form 8863-K for any prior year(s) in which you are claiming a credit carryforward.