

K-56

(Rev. 9/13)

KANSAS CHILD DAY CARE ASSISTANCE CREDIT

For the taxable year beginning _____, 20____; ending _____, 20____.

Name of taxpayer (as shown on return)	Employer ID Number (EIN)
Name of parent corporation	Employer ID Number (EIN)

PART A – CHILD DAY CARE INFORMATION

- Location of child day care facility: Number and street _____
City _____ State _____ Zip Code _____
- Enter the Kansas day care license or registration number: _____
- Is the day care facility (check one): Paid by you Located by you Established and owned by you
- Enter the date you began paying for or providing child day care services in Kansas at this facility: _____
- If you own and operate the facility:
 - Was the facility established in conjunction with other taxpayers? No Yes If yes, how many _____
 - 1) Enter the average number of your employees' dependents cared for: _____
 - 2) If 5(a) is yes, enter average number of employees' dependents cared for from other taxpayers in 5(a): _____
 - 3) Enter the average number of non-employees' dependents cared for at this facility: _____

PART B – COMPUTATION OF CREDIT FOR ESTABLISHING AND OPERATING A DAY CARE FACILITY

Complete PART B if you established and operated this child day care facility this tax year. **(C Corporation and Privilege taxpayers only)**

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| 6. Amount spent in Kansas during this taxable year. Enclose schedule. | 6. _____ |
| 7. Amount received from employees or other sources, if any. Enclose schedule. | 7. _____ |
| 8. Net amount spent (subtract line 7 from line 6; cannot be less than zero). | 8. _____ |
| 9. Credit percentage allowed in initial year. | 9. <u>50%</u> |
| 10. Amount of credit subject to limitation (multiply line 8 by line 9). | 10. _____ |
| 11. Maximum amount of credit allowable in initial year. | 11. <u>\$45,000</u> |
| 12. Amount of credit allowable for expenditures made this year (line 10 or line 11, whichever is less).
Enter this amount on the appropriate line of Form K-120 or K-130. | 12. _____ |

PART C – COMPUTATION OF CREDIT FOR PURCHASING OR LOCATING CHILD DAY CARE SERVICES

Complete PART C if you purchased child day care services, located child day care services for your organization, or for years subsequent to the initial year, you established and operated this child day care facility. **(C Corporation and Privilege taxpayers only)**

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| 13. Amount spent in Kansas during this taxable year. Enclose schedule. | 13. _____ |
| 14. Amount received from employees or other sources, if any. Enclose schedule. | 14. _____ |
| 15. Net amount spent (subtract line 14 from line 13; cannot be less than zero). | 15. _____ |
| 16. Credit percentage allowed. | 16. <u>30%</u> |
| 17. Amount of credit subject to limitation (multiply line 15 by line 16). | 17. _____ |
| 18. Maximum amount of credit allowable. | 18. <u>\$30,000</u> |
| 19. Amount of credit allowable for expenditures made this year (line 17 or line 18, whichever is less).
Enter this amount on the appropriate line of Form K-120 or K-130. | 19. _____ |

INSTRUCTIONS FOR SCHEDULE K-56

GENERAL INFORMATION

K.S.A. 79-32,190 provides an income or privilege tax credit if, during the taxable year, the taxpayer:

- pays for child day care services for its employees, OR
- locates child day care services for its employees, OR
- provides facilities and necessary equipment for child day care services to its employees.

NEW! For tax year 2013, and all tax years thereafter, new credits shall be available to only corporations that are subject to the Kansas corporate income tax (i.e., C corporations). New credits shall no longer be available to individuals, partnerships, S corporations, limited liability companies, and other pass-through entities.

In order to receive a credit or refund, the child day care facility or provider must be licensed or registered pursuant to Kansas law.

The amount of credit is based on the amount spent by the taxpayer LESS any contribution from its employees or any other source(s). Any approved credit that exceeds the taxpayer's tax liability for the tax year will be refunded.

The amount of allowable credit is as follows:

Taxpayer Provides Facilities and Necessary Equipment for Child Day Care Services (Initial Year). Fifty percent (50%) of the net amount spent by the taxpayer or by the taxpayer in conjunction with other taxpayers during the initial tax year in which a facility providing child day care services is established and operated by those taxpayers in Kansas for use primarily by the dependent children of the taxpayer's employees. The amount of credit in the initial year may not exceed \$45,000 for any taxpayer. (Complete lines 6 through 12.)

Taxpayer Pays For OR Locates Child Day Care Services. Thirty percent (30%) of the net amount spent by the taxpayer during the tax year for child day care services purchased in Kansas to provide care for the dependent children of the taxpayer's employees or for the service of locating child day care services for the taxpayer's employees. The credit may not exceed \$30,000 for any taxpayer during any taxable year. (Complete lines 13 through 19.)

Taxpayer Provides THE Facility And Necessary Equipment For Child Day Care Services (Subsequent Years). Thirty percent (30%) of the net amount spent by the taxpayer or by the taxpayer in conjunction with other taxpayers during the years subsequent to the initial year in which a facility providing child day care services was established and operated by those taxpayers in Kansas for

use primarily by the dependent children of the taxpayer's employees. The credit in the years subsequent to the initial year may not exceed \$30,000 for any taxpayer during any taxable year. (Complete lines 13 through 19.)

SPECIFIC LINE INSTRUCTIONS

Complete a separate Schedule K-56 for each child day care facility in Kansas.

PART A—CHILD DAY CARE INFORMATION

LINES 1 through 5: Complete all applicable lines. This information determines the amount of your credit. In answering 5(b), use an average number as of the last day of each month in the taxable year.



Keep a copy of the following information with your records as KDOR (Kansas Department of Revenue) reserves the right to request it at a later date:

- A list of names and addresses for the number of taxpayers reported on line 5(a).
- A schedule supporting the average number of employees reported on line 5(b).

PART B—COMPUTATION OF CREDIT FOR ESTABLISHING AND OPERATING A DAY CARE FACILITY

LINES 6 through 12: Complete these lines if you established and operated a child day care facility this taxable year.

PART C—COMPUTATION OF CREDIT FOR PURCHASING OR LOCATING CHILD DAY CARE SERVICE

LINES 13 through 19: Complete these lines if you purchased or located child day care services for your employees, or established and operated this child day care facility in a year **prior to** this taxable year.

TAXPAYER ASSISTANCE

For assistance in completing this schedule contact KDOR:

Tax Operations
Docking State Office Building, 1st fl.
915 SW Harrison St.
Topeka, KS 66625-2007

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Fax: (785) 291-3614
Web site: ksrevenue.org