

# K-68

(Rev. 10-17)

# KANSAS INDIVIDUAL DEVELOPMENT ACCOUNT CREDIT

For the taxable year beginning, \_\_\_\_\_, 20\_\_\_\_; ending \_\_\_\_\_, 20\_\_\_\_\_.

Name of taxpayer (as shown on return)	Social Security Number or Employer ID Number (EIN)
If partner, shareholder or member, enter name of partnership, S corporation, LLC or LLP	Employer ID Number (EIN)

Enter exact date and amount of contributions made this taxable year (if additional space is needed, enclose a separate sheet):

Date	Amount	Date	Amount
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

## PART A – COMPUTATION OF CREDIT AVAILABLE FROM THIS TAX YEAR’S CONTRIBUTIONS

1. Enter the total amount contributed to an Individual Development Account Reserve Fund this tax year. 1. \_\_\_\_\_
2. Enter your proportionate share percentage (see instructions). 2. \_\_\_\_\_
3. Credit allowed (multiply line 1 by line 2). 3. \_\_\_\_\_
4. Authorized credit percentage. 4. 75%
5. Your share of the credit (multiply line 3 by line 4). 5. \_\_\_\_\_

**Form K-120 filers:** Skip lines 6 through 8 and enter this amount on the appropriate line in Part I of Form K-120.

## PART B – COMPUTATION OF TOTAL CREDIT CLAIMED THIS YEAR (FORM K-40 AND K-41 FILERS ONLY)

6. Amount of your total Kansas tax liability for this tax year after all credits other than this credit. 6. \_\_\_\_\_
7. Amount of credit this tax year (enter the lesser of lines 5 or 6). 7. \_\_\_\_\_

**Form K-40 or K-41 filers:** Enter this amount on the appropriate line of Form K-40 or Form K-41.

**If line 7 is less than line 5, complete PART C.**

## PART C – COMPUTATION OF REFUND (FORM K-40 AND K-41 FILERS ONLY)

8. Excess credit to be refunded (subtract line 7 from line 5). 8. \_\_\_\_\_

**Form K-40 or K-41 filers:** Enter this amount on the appropriate line of Form K-40 or Form K-41.

# INSTRUCTIONS FOR SCHEDULE K-68

## GENERAL INFORMATION

K.S.A. 74-50,208 provides an income tax credit for any program contributor that contributes to an individual development account (IDA) reserve fund. Legislation passed in 2012 limited this credit to C-Corps only; however 2015 legislation reinstated the credit for all income filers for tax years commencing after December 31, 2014.

The credit is 75% of the amount contributed. If the credit allowed exceeds the program contributor's tax liability in any one taxable year, the remaining portion of the credit shall be refunded.

**Limitation.** No IDA Credit (Schedule K-68) shall be allowed for any contribution made by a program contributor which also qualified for a community service tax credit claimed on Schedule K-60.

## DEFINITIONS

**Program Contributor:** A person or entity who makes a contribution to an IDA reserve fund.

**IDA Reserve Fund:** The fund created by an approved community-based organization for the purposes of funding the costs incurred in the administration of the program by the financial institutions and the community-based organizations and for providing matching funds for moneys in IDAs.

**Community-based Organization:** Any religious or charitable association or tribal entity that is approved by the department to implement the IDA reserve fund.

**Department:** The Kansas Department of Commerce.

## SPECIFIC LINE INSTRUCTIONS

Complete information as requested at the top of the schedule.

### PART A – COMPUTATION OF CREDIT AVAILABLE FROM THIS TAX YEAR'S CONTRIBUTION

**LINE 1** – Enter the total amount of contributions made to an IDA reserve fund.

**LINE 2** – Partners, shareholders or members: Enter the percentage that represents your proportionate share in the partnership, S corporation, LLC or LLP. All other taxpayers: Enter 100%.

**LINE 3** – Multiply line 1 by line 2 and enter the result.

**LINE 4** – The credit is limited to 75% of the amount contributed during this tax year.

**LINE 5** – Multiply line 3 by line 4 and enter the result. This is your share of the tax credit for contributions made this tax year.

**Form K-120 filers:** Skip lines 6, 7, and 8 and enter the amount from line 5 on the appropriate line of Part I, Form K-120.

### PART B – COMPUTATION OF TOTAL CREDIT CLAIMED THIS YEAR (FORM K-40 AND D-41 FILERS ONLY)

**LINE 6** – Enter the amount of your tax liability after all credits other than this credit.

**LINE 7** – Enter the lesser of lines 5 or 6. This is the amount of credit allowed for this tax year. Enter this amount on the appropriate line of Form K-40 or Form K-41.

### PART C – COMPUTATION OF REFUND (FORM K-40 AND K-41 FILERS ONLY)

**LINE 8** – Subtract line 7 from line 5. This is the excess credit to be refunded. Enter this amount on the appropriate line of Form K-40 or Form K-41.

## TAXPAYER ASSISTANCE

Questions you have about qualifying for the Kansas Individual Development Account Program should be addressed to:

Kansas Department of Commerce  
1000 SW Jackson, Suite 100  
Topeka, KS 66612-1354  
Phone: 785-296-3485  
[kansascommerce.com](http://kansascommerce.com)

For assistance in completing this schedule contact the Kansas Department of Revenue:

Taxpayer Assistance Center  
Scott Office Building  
120 SE 10th Ave.  
PO Box 750680  
Topeka, KS 66675-0680  
Phone: 785-368-8222  
Fax: 785-291-3614  
[ksrevenue.org](http://ksrevenue.org)