

INSTRUCTIONS—SCHEDULE KIRA-T

PURPOSE OF SCHEDULE—This schedule is to be used by any company which has entered into a revitalization agreement for a Kentucky Industrial Revitalization (KIRA) project to maintain a record of the approved costs, wage assessment fees and income tax credits for the duration of the revitalization agreement. This information is necessary for the company to determine the limitation of the tax credit for each year of the revitalization agreement and to allow the Kentucky Revenue Cabinet to verify that the credit has been properly computed.

GENERAL INSTRUCTIONS

A single Schedule KIRA-T, Tracking Schedule for a KIRA Project, shall be maintained for the duration of each KIRA project. Beginning with the first taxable year of the KIRA revitalization agreement, complete Columns A through E using a separate line for each year of the revitalization agreement. The company shall attach a copy of this schedule updated with current year information to the Schedule KIRA or Schedule KIRA-SP, which is filed with the Kentucky income tax return for the year.

SPECIFIC INSTRUCTIONS

Column A—Enter on each line the ending date (month and year) of the taxable year for which the information requested in Columns B through E is entered.

Column B—For the taxable year that includes the activation date of the revitalization agreement, enter 50 percent of the total start-up costs as verified by the Kentucky Economic Development Finance Authority. For each year thereafter, if the amount entered in Column D for the prior year exceeds the amount entered in Column E for the prior year, enter the difference.

Column C—Enter the total amount of employee wage assessment fees (both the state and local portion) withheld from the salaries of employees during the taxable year, or the appropriations received during the taxable year if an appropriation agreement was entered into in lieu of utilization of the wage assessment.

Column D—Enter the result of subtracting the amount entered in Column C from the amount entered in Column B. Also, enter on Schedule KIRA, line 4, or Schedule KIRA-SP, line 3, whichever is applicable.

Column E—Enter the amount of KIRA tax credit claimed for the taxable year. For C corporations, this amount will be the amount from Schedule KIRA, line 5, or the amount entered for this project on Schedule TCS, line 1, Column E, whichever is applicable. For S corporations and partnerships, this amount will be the amount from Schedule KIRA-SP, line 4(a) or 4(b).
