

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.

K.S.A. 74-50,227 requires the collection of certain tax incentive information for publication on a database managed by the Kansas Department of Commerce. Information collected will include the name and address, including county of the recipient receiving the benefits from the tax incentive program, the annual amount of incentive claimed, distributed or received, qualification criteria for the incentive, and required benchmarks for continued participation in the program and progress made towards the benchmarks.

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 CONTRIBUTIONS

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

LINE 2 – Enter your proportionate share percentage. Partners, shareholders or members of pass through entities, 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 K-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: 785-296-4100
kansascommerce.gov

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

Taxpayer Assistance Center
Scott Office Building
120 SE 10th Ave
PO Box 750260
Topeka KS 66699-0260
Phone: 785-368-8222
Fax: 785-296-8989

Additional copies of this credit schedule and other tax forms are available from our website at: ksrevenue.gov