

KANSAS
RESEARCH AND DEVELOPMENT CREDIT

K-53
Attach
191218



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)
Certificate Number	<input type="checkbox"/> Check here if this credit is the result of a transfer credit from an eligible taxpayer

PART A – COMPUTATION OF CREDIT

1. Total credit issued by the Department of Revenue (from Tax Credit Certificate) 1. _____
2. Proportionate share percentage (see instructions). 2. _____
3. Your share of credit (multiply line 1 by line 2). 3. _____
4. Amount of available carry forward from prior year's K-53. 4. _____
5. Total tax credit available this year (add lines 3 and 4) 5. _____
6. Total tax liability for this tax year after all credits other than this credit. 6. _____
7. Credit this tax year (lesser of line 5 or line 6). Enter here and on the appropriate line of Form K-40, Form K-41, Form K-120 or Form K-120S. 7. _____
8. Amount of carry forward allowed (subtract line 7 from line 5). 8. _____

PART B – COMPUTATION OF ALLOWED CREDIT FOR PRIOR YEAR'S EXPENDITURE.

	(A)	(B)	(C)	(D)
9. Year end date of original K-53 for which a carry over is being claimed	9.			
10. Certificate Number, SSN or EIN. (see instructions).....	10.			
11. Amount of carry over from the original K-53 for the year shown on line 9	11.			
12. Amount of line 11 which has previously been used as a credit.....	12.			
13. Year(s) credit was used	13.			
14. Carry forward remaining (line 11 minus line 12).....	14.			
15. Maximum credit allowable in any one year from original K-53 for the year shown on line 9.....	15.			
16. Amount of carry forward available to this return (lesser of line 14 or line 15).....	16.			

17. Total carry forward amount available (add line 16, columns A through D) 17. _____
18. Amount of tax liability for current taxable year after all previously claimed credits 18. _____

INSTRUCTIONS FOR SCHEDULE K-53

GENERAL INSTRUCTIONS

A credit may be deducted from a taxpayer's Kansas income tax liability if the taxpayer had qualifying expenditures in research and development activities conducted within Kansas (K.S.A. 79-32,182b). Qualifying expenditures are expenditures made for research and development purposes (other than expenditures of monies made available to the taxpayer pursuant to federal or state law), which are expenses allowable for deduction under the provisions of the federal Internal Revenue Code of 1986 and amendments thereto.

For tax year 2023 and all tax years thereafter, the allowable credit is 10% of the amount by which the amount expended for the activities in the taxable year exceeds the taxpayer's average of the actual expenditures. This is for the activities made in the taxable year and the two immediate preceding taxable years.

The amount of credit allowable in any one taxable year is limited to 25% of the total amount of the credit plus any applicable carry forward. The amount of any remaining unused credit may be carried forward until the total amount of the credit is used.

For tax year 2013 through 2022, new credits shall be available to only corporations that are subject to the Kansas corporate income tax (i.e., C corporations). New credits are not available to individuals, partnerships, S corporations, limited liability companies, and other pass-through entities. For tax year 2023 and after, new credits shall be available to all income taxpayers.

After an Application for Research and Development Credit (Form K-204) has been approved and a Tax Credit Certificate has been issued for tax year 2023 and all tax years thereafter, new credits may be transferred by a taxpayer without a current tax liability to any person and be claimed by the transferee as a credit against the transferee's Kansas income tax liability in the tax year when it was transferred. A transfer credit is not refundable. Only the full credit may be transferred to a transferee and the credit may only be transferred one time.

Carry Forward of Unused Credits: If this credit was earned prior to tax year 2013 and a carry forward credit remains available to a taxpayer, that taxpayer may continue to claim that credit. However, that carry forward credit shall be subject to limitations and requirements in place at the time the credit was earned.

SPECIFIC LINE INSTRUCTIONS

Enter the taxpayer's name and Social Security number or federal Employer Identification Number (EIN) in the space provided. If the person claiming this credit is a partner or shareholder in a partnership, LLC, S Corporation, etc., enter the name and EIN of that entity.

PART A – COMPUTATION OF MAXIMUM ALLOWABLE CREDIT FOR THIS YEAR'S EXPENDITURES

LINE 1 – Enter the total credit issued by the Department of Revenue. This credit amount will be referenced on the Tax Credit Certificate issued by the Department.

LINE 2 - Enter your proportionate share percentage.

Pass-through entities that HAVE NOT elected to be taxed at the entity level:

Partners, shareholders or members, enter the percentage that represents your proportionate share in the partnership, S corporation, LLC or LLP.

Pass-through entities that HAVE elected to be taxed at the entity level:

If Electing pass-through entity, enter the percentage that represents the proportionate share of all "electing pass-through entity owners." Partners, shareholders or members that are NOT "electing pass-through entity owners" (i.e. other pass-through entities and C corporations), 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. This is your share of the credit.

LINE 4 – Enter amount of available carry forward from prior year's K-53.

LINE 5 – Add lines 3 and 4. This is the total tax credit available.

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

LINE 7 – Enter the lesser of line 5 or line 6. Enter here and on the appropriate line of Form K-40, K-41, K-120, or K-120S.

LINE 8 – Subtract line 7 from line 5 and enter the result. This amount cannot be less than zero. Enter this amount on next year's Schedule K-53.

PART B - COMPUTATION OF CREDITS FROM PRIOR YEARS

If additional columns are necessary, please enclose a separate schedule. You will need copies of your Schedule K-53 forms from prior years to complete this section.

LINE 9 – Enter the year end date of the original Schedule K-53 for which you are claiming a carry forward credit.

LINE 10 - For tax years 2022 and prior, enter your EIN or SSN. For tax years 2023 and after, enter your Certificate Number. If you do not have a Certificate Number, you must complete and submit Form K-204 (Research and Development Tax Credit Application), to receive a Certificate Number allowing the credit to be claimed.

LINE 11 - Enter the amount of carry forward from the original Schedule K-53 for the year shown on line 9.

LINE 12 – Enter the total amount of line 11 which you have previously claimed as a credit.

LINE 13 – Enter the years you previously claimed the credit.

LINE 14 – Subtract line 11 from line 12. This is the amount of carry forward remaining from the prior K-53 schedules.

LINE 15 – Enter the maximum credit allowable in any one year from the original Schedule K-53 for the year shown on line 9.

LINE 16 – Enter the lesser of line 14 or line 15. This is the amount of carry forward available to this return from each year shown on line 9.

LINE 17 – Add line 16, columns (A) through (D) (plus additional columns if applicable) and enter the result. This is the total amount of carry forward credit available to this tax year.

LINE 18 – Enter total Kansas tax liability for the current tax year after all previously claimed credits.

TAXPAYER ASSISTANCE

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: 785-291-3614

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