



KENTUCKY DEPARTMENT OF REVENUE
E-COMMERCE BRANCH

Latest Revision Date: August 22, 2019

In an effort to provide all substitute form and software development information on the FTA secure State Exchange System (SES) in tax year 2018, Kentucky will maintain this document for Statuses/Announcements/Events. Our Software Developer web page (<https://revenue.ky.gov/Software-Developer/Pages/default.aspx>) will remain active for the KDOR Gateway-Withholding Tax Bulk Filing information.

MeF Status:

	Test Region	Production Region
IMF	Non-Operational (Shut down to get ready for TY2019 testing.)	Operational
BMF	Non-Operational (Shut down to get ready for TY2019 testing.)	Operational
ESTRST	Non-Operational (Shut down to get ready for TY2019 testing.)	Operational

Schema Version:

	Test Region	Production Region
IMF	TY2018 returns for ATS - KYIndividual2018v0.4 TY2017 returns filed in Processing Yr 2019 - KYIndividual2017v1.0 TY2016 returns filed in Processing Yr 2019 - KYIndividual2016v1.0	TY2018 returns – KYIndividual2018v0.4 TY2017 returns - KYIndividual2017v1.0 TY2016 returns - KYIndividual2016v1.0
BMF	TY2018 returns for ATS – KYBusiness2018v0.3 TY2017 returns for Processing Yr 2019 - KYBusiness2017v1.0 TY2016 returns for Processing Yr 2019 - KYBusiness2016v1.0	TY2018 returns – KYBusiness2018v0.3 TY2017 returns - KYBusiness2017v1.0 TY2016 returns - KYBusiness2016v1.0
ESTRST	TY2018 returns for ATS – KYEstateTrust2018v0.2 TY2017 returns for Processing Yr 2019 - KYEstateTrust2017v1.0	TY2018 returns - KYEstateTrust2018v0.2 TY2017 returns - KYEstateTrust2017v1.0

Known Issues:

Date Added	Schema	Description/Action
1/16/2019	KYIndividual2018v0.4 and KYBusiness2018v0.3	<p>Form4562K.xsd – The IRS added a line to line 20 on the TY18 Form 4562 and in the Form4562.xsd. The Kentucky Form4562K schema, line 20 matches last year’s form.</p> <p>Issue: The ADS30YearProperty is missing in the Kentucky Form4652K schema.</p> <p>Solution: If you have taxpayer that requires the missing line, it is acceptable to attach a pdf copy of the form supporting the missing information in the Kentucky submission.</p>

Announcements/Events:

Date Added	*Tax Type	Effective Date	Message/Information
7/12/2018	BIT, FIT, PIT	7/12/2018	KYST.TY18 folders created in SES
8/2/2018	FIT, PIT	8/2/2018	Fiduciary Income Tax and Individual Income Tax draft forms posted to SES. We will begin accepting substitute forms for approval in Draft format immediately.
8/2/2018	BIT, FIT, PIT	8/2/2018	TY2018 Substitute Forms Design Guide posted to SES
8/2/2018	BIT	8/2/2018	Corporate Forms posted to SES. We will begin accepting substitute forms for approval in Draft format immediately.
8/3/2018	BIT, FIT, PIT	8/3/2018	Kentucky LOI posted to SES. We will begin accepting LOI’s immediately.
8/3/2018	BIT, FIT, PIT	8/3/2018	TY2018 KY Publication 1345 – Handbook for Electronic Filers of Income Tax Returns was posted to SES.
8/9/2018	BIT, FIT, PIT	8/9/2018	Scannable Forms posted to SES. We will begin accepting substitute forms for approval in Draft format immediately.
8/23/2018	WTH	8/23/2018	Added the Form K-5-Kentucky Employer’s Report Of Withholding Tax Statements (42A805-K5) to the KYST.TY18.DraftWithholdingTaxForms folder.
8/28/2018	PIT, FIT	8/24/2018	Problem encountered when replacing Production Certificate. Unable to communicate with IRS Gateway, so downloads/acks cannot occur. No ETA at this time. Working with IRS Technical staff.
8/29/2018	PIT, FIT, BIT	8/29/2018	The replacement cert is not and approved version accepted by the IRS. We are working to obtain an approved version. Our old cert expires on 9/2. We will continue to use it until it expires or we obtain a new approved version. We are currently downloading and acknowledging submissions once again.
9/6/2018	BIT, FIT, PIT	9/3/2018	Our Gateway is nonoperational awaiting a replacement certificate. We do not have an expected resolution date at this time. Additional information will be posted as we know it. Downloads are not occurring at this time.

9/26/2018	PIT	9/26/2018	Draft Schema KYIndividual2018v0.1, TY2018 Reject Codes_v1.0, and TY2018 IMF Business Rules_v1.0 posted to SES/KYST/KYST.TY18/KYST.TY18.Efile.
9/26/2018	BIT, FIT, PIT	9/26/2018	The replacement certificate is on its way to us. We anticipate being operational by the end of this week.
9/26/2018	BIT, FIT, PIT	10/1/2018	Test region will be unavailable until ATS startup to make it ready for testing tax year 2018 returns.
9/27/2018	BIT, FIT, PIT	9/27/2018	MeF is operational and we are working to clear the backlog. Downloads and processing have started. Acknowledgements will follow.
10/2/2018	BIT, FIT, PIT	10/1/2018	All downloads and acknowledgements are current.
10/2/2018	BIT, FIT, PIT	10/2/2018	KY Publications 4163 v1.0, 4164 v1.0 and the Business Reject Codes v1.0 are posted to SES.
10/6/2018	BIT	10/5/2018	KYBusiness2018v0.2 schema posted to SES.
10/10/2018	FIT	10/10/2018	KYEstateTrust2018v0.1 draft schema posted to SES. This should be the version used for ATS.
10/10/2018	PIT	10/10/2018	KYIndividual2018v0.2 draft schema posted to SES. The v0.1 schema was revised with the TY2018 725 and 725EZ. This should be the version used for ATS.
10/10/2018	BIT		A known issue exists on the KYBusiness2018v0.2 schema – KY720S - TaxCreditsType is missing INV in the enumerated list and CI and KESA expired and will be removed. The next release will correct this issue.
10/11/2018	PIT	10/11/2018	Replaced KYIndividual2018v0.1. Previous copy did not have the schema version updated to v0.2 in all places.
10/12/2018	BIT, FIT, PIT, WTH	10/13/2018 – 10/14/2018	We have been advised by our Technology Department of a mandatory shutdown for Saturday and Sunday (10/13 – 10/14). This is notification that downloads/acknowledgements from the weekend will be slightly delayed. You will not need to stop your Kentucky transmissions, but they will not be downloaded or acknowledged until we resume services on Monday morning, 10/15/2018.
10/15/2018	BIT, FIT, PIT, WTH	10/15/2018	Services have resumed.
10/15/2018	PIT	10/15/2018	Replaced KYIndividual2018v0.2 with KYIndividual2018v0.3. Changes are documented in Schema Change Log.
10/17/2018	PIT	1/1/2019	Interest Rate for 2019 published. The rate charged by DOR on unpaid taxes shall be 7% and when interest is due on a refund, the rate shall be 3%. Final versions of the forms will be posted soon.
10/19/2018	PIT, FIT		TY2018 Final Forms posted to SES
10/24/2018	FIT, PIT	10/24/2018	Replaced KYIndividual2018v0.3 with KYIndividual2018v0.4. Replaced KYEstateTrust2018v0.1 with KYEstateTrust2018v0.2. Changes are documented in the Schema Change Log.
10/24/2018	BIT, FIT, PIT	10/27/2018	Quick Alert received from the IRS: The Modernized e-File (MeF) Sunday maintenance build window is being extended. The MeF Production system will be unavailable:

			<ul style="list-style-type: none"> • Saturday October 27, 2018: 8:00 a.m. to 6:00 p.m. Eastern • Sunday October 28, 2018: 8:00 a.m. to 4:00 p.m. Eastern <p>Please refrain from accessing the MeF Production system during this timeframe.</p>
10/26/2018	BIT, FIT, PIT	10/27/2018	<p>Quick Alert received from the IRS:</p> <p>Update - The MeF Production system will be available all day Saturday, October 27, 2018 and Sunday, October 28, 2018.</p> <p>The MeF maintenance builds for Saturday October 27th, from 8:00 a.m. to 6:00 p.m. Eastern and Sunday, October 28th, from 1:00 a.m. to 7:00 a.m. and 8:00 a.m. to 4:00 p.m. Eastern have been canceled. We apologize for any inconvenience caused.</p>
10/26/2018	BIT	10/26/2018	Replaced KYBusiness2018v0.2 with KYBusiness2018v0.3. Changes are documented in the Schema Change Log.
10/29/2018	FIT, PIT	11/5/2018	Kentucky will begin downloading TY2018 Forms 740, 740-NP, 740-NP-R and 741 ATS tests on 11/5/2018.
11/13/2018	FIT, PIT	11/13/2018	IMF and ESTRST tests are being retrieved, but there are processing delays. The ETA for the fix is 11/19. Tests will be processed and results will be provided asap beginning on Monday, 11/19.
11/18/2018	FIT , PIT	11/17/2018	IMF and ESTRST production region shutdown for implementation of TY2018 changes. TY18 start date has not been set.
11/26/2018	FIT	11/26/2018	ESTRST is still operational for TY2017.
12/26/2018	BIT, FIT	12/26/2018	IRS/Kentucky Business MeF Production shutdown to cutover for tax year 2018.
1/7/2019	BIT, FIT	1/7/2019	The IRS will begin accepting all business tax returns at 9 a.m. Eastern on January 8, 2019. The Kentucky start date for accepting business income tax returns has not been set. The Kentucky start date for the Form 720 and 720-S will be announced later this week. Additional return types will be phased-in.
1/8/2019	PIT	1/8/2019	The IRS announced it will begin accepting e-file returns on 1/28/2019. Kentucky will begin accepting e-file returns on the same date. Kentucky will participate in the Controlled Launch.
1/9/2019	BIT	1/9/2019	ATS opens for the Form 765 and 765-GP.
1/14/2019	BIT, FIT, PIT	1/14/2019	Schema maturity levels and release dates updated for Production. Version numbers remain the same.
1/16/2016	BIT	1/16/2019	Kentucky e-File start date for the Forms 720, 720-S, 765 and 765-GP. The 725 and 725-EZ start date has not been set.

1/23/2019	PIT	1/23/2019	ATS opens for amended returns
1/28/2019	FIT, PIT	1/28/2019	IMF and ESTRST start date
2/11/2019	FIT, PIT	2/11/2019	Acknowledgements are being held while a change is being made to Production. The estimated date to resume sending acknowledgements is Wednesday, 2/13/2019. This does not impact business income tax acks.
2/14/2019	FIT, PIT	2/14/2019	Acknowledgements have resumed. Please give us until Monday, 2/18 before checking on outstanding acks. Thanks!
3/1/2019	BIT, PIT	3/1/19	“The Schedule INV is not required to be attached to a return if the taxpayer claims the Inventory Tax Credit. The Schedule TCS and ITC both state that the SCH INV must be attached, but that is an error. Any taxpayer can receive a passed through credit via a K-1 which would flow from the K-1 to their Sch TCS (Corps & PTEs) or Schedule ITC (Individuals). We have more guidance on our website, found here: https://revenue.ky.gov/Business/Pages/HowtoFile.aspx .”
3/27/2019	FIT	3/27/2019	The Kentucky Form 741 Instructions have been updated. The following additional items must now be added back to the Federal Adjusted Total Income on the Schedule M: <ul style="list-style-type: none"> • Real estate, local, and property taxes deducted on federal Form 1041 • Investment interest deducted on federal Form 1041 • Qualified business income deduction (QBI) deducted on federal Form 1041 <p>Note: Fiduciary Fees paid or incurred to the fiduciary for administering the estate or trust during the tax year do not need to be added back. Attorney, Accountant and Return preparer fees paid for preparation of fiduciary income tax returns, the decedent’s final individual income tax returns, and all estate and generation-skipping transfer do not need to be added back.</p>
7/1/2019			KYST.TY19 folder created
7/1/2019	BIT	7/1/2019	Draft versions of the business income tax forms posted. We will begin accepting substitute forms for approval in Draft format immediately.
7/15/2019	BIT	7/15/2019	Version 1.2 of the 1D business income tax 1D barcode was posted
7/15/2019	BIT, FIT, PIT	7/15/2019	Version 1.0 of the Substitute Form Development Guide was posted
7/15/2019	BIT, FIT, PIT	7/15/2019	Version 1.0 of the Kentucky LOI and version 1.0 of the Attachment A posted. We will begin accepting the LOI and Attachment A immediately.
7/15/2019	BIT, FIT, PIT	7/15/2019	Version 1.1 of the Attachment A posted. The individual 1D barcode layout on the Substitute Forms tab has been revised to list the form id prior to the vendor id. A new LOI/Attachment A is not necessary if you have already provided us with one.
7/29/2019	BIT, FIT, PIT	7/29/2019	Version 1.2 of the Attachment A for the LOI posted. Added KNOL page to the Substitute Forms tab. A new LOI/Attachment A is not necessary if you have already provided us with one.

8/1/2019	BIT, FIT, PIT	8/1/2019	TEST REGION is shut down in preparation of Tax Year 2019.
8/1/2019	PIT	7/29/2019	Version 1.1 of the individual income tax 1D barcode posted. Revised the barcode layout. The layout out is now tax year, form id and then vendor id. Page
8/1/2019	BIT, FIT, PIT	8/1/2019	TY2019 version 1.0 of the KY Publication 1345 – E-file Handbook for E-file of Income Tax Returns and Payments posted.
8/5/2019	PIT, FIT	8/5/2019	Draft versions of the individual and fiduciary income tax forms posted. We will begin accepting substitute forms for approval in Draft format immediately. Please note the change in the 1D barcode layout for individual income tax forms.
8/5/2019	PIT, FIT	8/5/2019	Individual Income Tax Software Developer Notes posted
8/22/2019	BIT, FIT, PIT	8/22/2019	Version 1.1 of the TY2019 KY Pub 1345 posted

- *BIT – Business Income Tax
- *FIT – Fiduciary Income Tax
- *PIT – Personal Income Tax
- *WTH – Withholding Tax