



➤ See instructions.

➤ Attach to Form 720, 720S, 725, 740, 740-NP, 741, 765, or 765-GP.

KRS 141.408

Name of Taxpayer	Federal Identification Number or Social Security Number	Kentucky Corporation/LLET Account Number (if applicable)
Mailing Address	Taxed as: <input type="checkbox"/> Corporation <input type="checkbox"/> Limited Liability Pass-through Entity <input type="checkbox"/> General Partnership <input type="checkbox"/> Individual <input type="checkbox"/> Other _____	

DRAFT
7/26/18

PART I – Qualifications

- Did you pay ad valorem (inventory) tax to a taxing jurisdiction within Kentucky? Yes No
- Was the inventory tax timely paid to the taxing jurisdiction on or before December 31? Yes No

If you answered “No” to either question above, **STOP!** You do not qualify for the credit.

If you answered “Yes” to both questions above, go to Part II.

PART II – Amount of Credit

Visit revenue.ky.gov for a worksheet to calculate the amount of allowable inventory tax credit.

	Taxpayer’s Valuation of Inventory		Tax Timely Paid on Inventory	
Enter the total amount reported on all Forms 62A500 (Lines 1-6).				
1 Line 31, Merchants Inventory.....	1	00	1	00
2 Line 32, Manufacturing Finished Goods	2	00	2	00
3 Line 33, Manufacturers Raw Materials/Goods in Process	3	00	3	00
4 Line 34, Motor Vehicles Held for Sale (dealers only), New Farm Machinery Held Under a Floor Plan, New Boats and Marine Equipment Held Under a Floor Plan, Salvage Titled Vehicles (insurance companies only), Recreational Vehicles Held in Retailer’s Inventory, Biotechnology Products Held in a Warehouse (manufacturers and affiliates only), and Nonferrous Metal Located in a Commodity Warehouse and Held on Warranty.....	4	00	4	00
5 Line 35, Goods Stored in Warehouse/Distribution Center	5	00	5	00
6 Line 36, Inventory - In Transit.....	6	00	6	00
7 Total of timely paid inventory tax (add lines 1 through 6).....	7		7	00
8 Allowable percentage.....	8		25%	
9 Allowable Inventory Tax Credit (Line 7 multiplied by Line 8).....	9			00