



- > See instructions.
- > Attach this schedule to Form 720, 720U, PTE, or 725.

Name of Entity	Federal Identification Number	Kentucky Corporation/LLET Account Number

**PART I—Economic Development Tax Credit Summary**

A	B	C	D	E	F
Type of Project (KREDA, MCC, KSBTC, KSFTC, KIDA, KJRA, KIRA, KJDA, KBI, KRA, STICA, IEIA, IEBA)	Location of Project	Project Number	Allowable Credit from Each Schedule	LLET Credit Claimed	Corporation Credit Claimed
1			00	00	00
2			00	00	00
3			00	00	00
4			00	00	00
5			00	00	00
6	Total of Economic Development Tax Credits (add lines 1 through 5)			00	00

**PART II—Other Tax Credits**     Check if received through K-1 and enter the FEIN of company issuing \_\_\_\_\_

A	B	C	D	E	F
Preapproval Required	Credit Name	Required Attachment	LLET Credit Claimed	Corporation Credit Claimed	
1	Yes	Farming Operation Networking	Schedule FON	00	00
2	Yes	Certified Rehabilitation	Certification Copies	00	00
3	No	Unemployment	Schedule UTC	00	00
4	Yes	Recycling/Composting Equipment	Schedule RC	00	00
5	Yes	Kentucky Investment Fund	KEDFA notification	00	00
6	No	Qualified Research Facility	Schedule QR	00	00
7	No	GED Incentive	Form DAEL-31	00	00
8	Yes	Voluntary Environmental Remediation	Schedule VERB	00	00
9	Yes	Biodiesel	Schedule BIO	00	00
10	Yes	Clean Coal Incentive	Schedule CCI	00	00
11	Yes	Ethanol	Schedule ETH	00	00
12	Yes	Cellulosic Ethanol	Schedule CELL	00	00
13	No	Railroad Maintenance & Improvement	Schedule RR-I	00	00
14	Yes	Railroad Expansion	Schedule RR-E	00	00
15	Yes	Endow Kentucky	Schedule ENDOW	00	00
16	Yes	New Markets Development Program	Form 8874(K)-A	00	00
17	No	Food Donation	(See instructions)	00	00
18	No	Distilled Spirits	Schedule DS	00	00
19	Yes	Film Industry	Film office certification	00	00
20	No	Inventory (ad valorem)	Schedule INV	00	00
21	Yes	Renewable Chemical Production	Schedule CHEM	00	00
22	Yes	Education Opportunity Account Program	Schedule EOA	00	00
23	Total of Other Tax Credits (add lines 1 through 22) .....			00	00

**PART III—Total Tax Credits**

1 Total LLET credits claimed (Total of Part I, Column E, line 6 and Part II, Column E, line 23). Enter this amount on Form 720; Form PTE; Form 725, Part II, line 5; or 720U, Schedule U9, Section A, line 5 in the respective column .....	1		00	
2 Total corporation tax credits claimed (Total of Part I, Column F, line 6 and Part II, Column F, line 23). Enter this amount on Form 720, Part III, line 7 or 720U, Schedule U9, Section B, line 7 in the respective column .....	2			00

Schedule TCS is used by corporations and limited liability pass-through entities to apply tax credits against the corporation income tax imposed by KRS 141.040 and/or the limited liability entity tax (LLET) imposed by KRS 141.0401. The amount of tax credit against each tax can be different.

## PURPOSE OF SCHEDULE

This schedule is used by corporations to summarize all tax credits being claimed against income tax per KRS 141.040 and used by corporations and limited liability pass-through entities to summarize all tax credits being claimed against the LLET per KRS 141.0401.

Limited liability pass-through entities must not enter income or LLET tax credits on Schedule TCS from Schedules KREDA-SP, KIDA-SP, KJRA-SP, KIRA-SP, KJDA-SP, KBI-SP, KRA-SP, IEIA-SP, IEBA-SP, or FON-SP. See instructions for those schedules.

## GENERAL INSTRUCTIONS

If a taxpayer is entitled to more than one of the tax credits allowed against the taxes imposed by KRS 141.040 and/or KRS 141.0401, the priority of application and use of credits must be determined in the order that the credits are listed on Schedule TCS (KRS 141.0205). Total credits taken against corporation income tax on Form 720 or 720U may not reduce the tax below zero. Total credits taken against LLET on Form 720, 720U, PTE, or 725 may not reduce the tax below \$175.

### Part I—Economic Development Tax Credit Summary

**Corporation**—This part is completed by a corporation having approved projects under the Kentucky Rural Economic Development Act (KREDA), Metropolitan College Consortium Tax Credit (MCC), Kentucky Small Business Tax Credit Program (KSBTC), Kentucky Selling Farmer Tax Credit (KSFTC), Kentucky Industrial Development Act (KIDA), Kentucky Jobs Retention Agreement (KJRA), Kentucky Industrial Revitalization Act (KIRA), Kentucky Jobs Development Act (KJDA), Kentucky Business Investment Program (KBI), Kentucky Reinvestment Act (KRA), Skills Training Investment Credit Act (STICA), Incentives for Energy Independence Act (IEIA), and Incentives for Energy-related Business Act (IEBA).

**Limited Liability Pass-Through Entity**—This part is also completed by a limited liability pass-through entity having approved projects under the Metropolitan College Consortium Tax Credit (MCC), Kentucky Small Business Tax Credit Program (KSBTC), Kentucky Selling Farmer Tax Credit (KSFTC), and Skills Training Investment Credit Act (STICA).

A corporation must complete the applicable tax credit schedule (Schedules KREDA, KIDA, KJRA, KIRA, KJDA, KBI, KRA, IEIA, and IEBA) for each project.

A corporation or limited liability pass-through entity claiming tax credits under the Metropolitan College Consortium Tax Credit (MCC) and Skills Training Investment Credit Act (STICA) must attach a copy of the certification(s) from the Bluegrass State Skills Corporation.

A corporation or limited liability pass-through entity claiming a tax credit under the Kentucky Small Business Tax Credit Program (KSBTC) or Kentucky Selling Farmer Tax Credit (KSFTC) must attach a copy of the certification from the Kentucky Economic Development Finance Authority.

Complete a separate line for each project. Enter the appropriate information in Columns A, B, and C, and enter in Column D the credit limitation from the applicable tax credit computation schedule for each project. Enter in Column E the amount of credit claimed for each project against the LLET. Enter in Column F the amount of credit claimed for each project against the corporation income tax.

**Note:** There is no requirement to utilize credits from the economic development projects in any particular order.

### Part II—Other Tax Credits

Check the box if the credit entered was received through a K-1 and provide the FEIN of the company issuing the K-1. Attach a statement if more than one credit is received through a K-1.

Many Kentucky tax credits require preapproval for eligibility. If Column B is marked "Yes," you **must** submit the required preapproved attachment shown in Column D. If Column B is marked "No," you **must** still submit the required attachment, but it is not required to be preapproved. For information on the preapproval process, refer to the requirements for each credit.

**Line 17—Food Donation Tax Credit**—Enter any unused prior year credit carryforward. 2021 is the last year to claim any unused credit carryforward.

### Part III—Total Tax Credits

The totals from Part I and Part II, Column E cannot reduce the LLET below the \$175 minimum. The totals from Part I and Part II, Column F cannot reduce the corporation income tax liability below zero. If necessary, reduce the total amount of the credits beginning with the last credit listed. Enter the LLET credits (Column E) claimed on Form 720; Form PTE; Form 725, Part II, line 5; or 720U, Schedule U9, Section A, line 5 in the respective column. Enter the corporation credits (Column F) claimed on Form 720, Part III, Line 7; or 720U, Schedule U9, Section B, line 7 in the respective column.