

K-68

(Rev. 8/07)

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 the 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. 50%
5. Your share of the credit (multiply line 3 by line 4). 5. _____
Form K-120 filers: Enter this amount on the appropriate line of Part I, Form K-120 and skip lines 6, 7 and 8.

PART B – COMPUTATION OF TOTAL CREDIT CLAIMED THIS YEAR (FORM K-40 AND K-41 FILERS ONLY)

6. Enter your 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 reserve fund. The credit is 50% of the amount contributed. The credit is for all tax years beginning after December 31, 2004. 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.

Limitation: No Individual Development Account 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 individual development account reserve fund.

Individual Development Account 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 individual development accounts.

Community-based Organization: Any religious or charitable association or tribal entity that is approved by the department to implement the individual development account reserve fund.

Department: The Kansas Department of Commerce.

SPECIFIC LINE INSTRUCTIONS

Enter all requested information at the top of this schedule.

PART A – COMPUTATION OF CREDIT AVAILABLE FROM THIS TAX YEAR'S CONTRIBUTIONS

LINE 1 – Enter the total amount of contributions made to an individual development account reserve fund.

LINE 2 – Partners, shareholders or members: 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. Enter the result on line 3.

LINE 4 – The credit is limited to 50% of the amount contributed during this tax year.

LINE 5 – Multiply line 3 by line 4. Enter the result on line 5. This is your share of the tax credit for contributions made this tax year. **Form K-120 filers:** Enter this amount on the appropriate line of Part I, Form K-120. Skip lines 6, 7 and 8.

PART B – COMPUTATION OF TOTAL CREDIT CLAIMED THIS YEAR (FORM K-40 AND K-41 FILERS ONLY)

LINE 6 – Enter 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 6 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) 296-3485
<http://kdoch.state.ks.us>

For assistance in completing this schedule contact:

Taxpayer Assistance Center
Docking State Office Building, 1st Floor
915 SW Harrison St.
Topeka, KS 66625-2007
Phone: (785) 368-8222
Hearing Impaired TTY: (785) 296-6461
Fax: (785) 291-3614

Additional copies of this schedule and other tax forms are available from our web site at www.ksrevenue.org.