KANSAS
MATHEMATICS AND SCIENCE TEACHER
EMPLOYMENT CREDIT

For the taxable year beginning _________________ , 20___; ending _________________ , 20___.

<table>
<thead>
<tr>
<th>Name of taxpayer (as shown on return)</th>
<th>Social Security Number or Employer ID Number (EIN)</th>
</tr>
</thead>
<tbody>
<tr>
<td>If partner, shareholder or member, enter name of partnership, S corporation, LLC or LLP</td>
<td>Employer ID Number (EIN)</td>
</tr>
</tbody>
</table>

Congressional District (check one): □ 1 □ 2 □ 3 □ 4

PART A – COMPUTATION OF CREDIT AVAILABLE FROM THIS YEAR’S SALARIES

1. Amount paid to teachers NOT teaching in a school district located in a rural community, underserved area, or underperforming urban area (see instructions). 1. __________

2. Maximum percent allowed. 2. ___ 25%

3. Credit allowed (multiply line 1 by line 2). 3. __________

4. Amount paid to teachers that teach in a school district located in a rural community, underserved area, or underperforming urban area (see instructions). 4. __________

5. Maximum percent allowed. 5. ___ 30%

6. Credit allowed (multiply line 4 by line 5). 6. __________

7. Total math and science teacher employment credit (add line 3 and line 6). 7. __________

8. Proportionate share percentage (see instructions). 8. __________

9. Your share of the credit (multiply line 7 by line 8). 9. __________

PART B – COMPUTATION OF TOTAL CREDIT CLAIMED THIS YEAR

10. Your tax liability for this tax year (see instructions). 10. __________

11. Amount of credit this tax year (see instructions). Enter this amount on the appropriate line of Form K-120, Form K-40, or Form K-41 11. __________
IGNINSTRATIONS FOR SCHEDULE K-71

GENERAL INFORMATION

K.S.A. 79-32,215 provides an income tax credit to any business firm which has entered into a partnership agreement to employ a Kansas mathematics or science teacher during times that school board of education is not in session. The credit is for taxable years 2005, 2006 and 2007 and is:

1) 25% of the amount paid during the taxable year by such business firm to teachers as salary pursuant to the partnership agreement; or

2) 30% of the amount paid during the taxable year by such business firm to teachers as salary pursuant to the partnership agreement if the teacher is teaching in a school district located in a rural community, underserved area or underperforming urban area.

The total amount of credits are limited to $500,000 in any one fiscal year and no more than $125,000 of credits shall be for business firms located in any one congressional district per fiscal year.

No credit shall be allowed to a business firm when the teacher employed by the firm is a household or family member of any owner, director, officer or employee of such business firm.

The total credit allowed shall not exceed the amount of tax imposed under the Kansas income tax act.

The Secretary of Revenue shall approve these credits IN ADVANCE on a first-come, first serve basis. Prior to a business firm claiming this tax credit, the Secretary of Revenue shall require submission of the following: 1) A partnership agreement for each teacher employed; 2) the salary amount paid to each teacher during the taxable year; and 3) any additional information the Secretary of Revenue may require.

The partnership agreement form can be found by visiting the following website: www.ksrevenue.org/taxcredits-math.htm

DEFINITIONS

Business firm: Any business entity authorized to do business in the state of Kansas which is subject to the state income tax imposed by the provisions of the Kansas income tax act and any individual subject to the state income tax imposed by the provisions of the Kansas income tax act.

Partnership agreement: An agreement entered into pursuant to K.S.A. 79-32,215. Such agreement shall contain a description of the duties of the position the teacher shall be performing, sufficient to establish that such position satisfies the criteria set forth in K.S.A. 79-32,215.

Rural community: The meaning ascribed thereto by K.S.A. 79-32,195, and amendments thereto.

Teacher: A person who holds a certificate to teach in Kansas with an endorsement in the areas of mathematics, science, physics, chemistry or biology and has entered into a partnership agreement.

Underperforming urban area: An area of the state in which low academic performance by pupils in school districts in such area as determined and specified by the state board of education.

Underserved area: The meaning ascribed thereto by K.S.A. 74-32,101, and amendments thereto.

SPECIFIC LINE INSTRUCTIONS

Enter all requested information at the top of this schedule. Mark the appropriate check box of the congressional district for which the business firm is located. A list of Kansas cities and counties by congressional district is available on the following website: http://skyways.lib KS.ks.us/ksleg/KLRD/LDP_Congressional.htm

PART A – COMPUTATION OF CREDIT AVAILABLE FROM THIS YEAR’S SALARIES

LINE 1 – Enter the total amount paid during the tax year to teachers as salary pursuant to the partnership agreement when the teacher IS teaching in a school district located in a rural community, underserved area or underperforming urban area.

LINE 2 – This part of the credit is limited to 25% of the salary paid during the tax year.

LINE 3 – Multiply line 1 by line 2, and enter the result on line 3.

LINE 4 – Enter the total amount paid during the tax year to teachers as salary pursuant to the partnership agreement when the teacher IS teaching in a school district located in a rural community, underserved area or underperforming urban area.

LINE 5 – This part of the credit is limited to 30% of the salary paid during the tax year.

LINE 6 – Multiply line 4 by line 5, and enter the result on line 6.

LINE 7 – Add line 3 and line 6, and enter the result on line 7.

LINE 8 – 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 9 – Multiply line 7 by line 8 and enter the result on line 9. This is your share of the tax credit.

PART B – COMPUTATION OF TOTAL CREDIT CLAIMED THIS YEAR

LINE 10 – Your tax liability. Enter your tax amount for this tax year after all credits, other than this credit.

LINE 11 – Amount of credit this tax year. Enter the lesser of line 9 or line 10. Enter this amount on the appropriate line of Form K-40, Form K-41 or Form K-120. (You may not carry over any amount of credit exceeding your tax liability.)

TAXPAYER ASSISTANCE

Questions about the Math and Science Teacher Service Credit or for assistance in completing this schedule contact the Kansas Department of Revenue:

Taxpayer Assistance Center
120 SE 10th St
PO Box 758571
Topeka, KS  66675-8571

Phone: (785) 368-8222
Hearing Impaired TTY:  (785) 296-6461
Fax: (785) 291-3614

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