

# K-68

(Rev. 9/09)

# 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%
  - 5a. Your share of the credit. Multiply line 3 by line 4 and enter the result: \_\_\_\_\_.  
Multiply the amount on line 5a by 90% and enter on line 5b. 5b. \_\_\_\_\_
- 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)

- 6a. Amount of your total Kansas tax liability for this tax year to be applied against this credit: \_\_\_\_\_.  
Multiply the amount on line 6a by 90% and enter result on line 6b. 6b. \_\_\_\_\_
7. Amount of credit this tax year. Enter the lesser of lines 5b or 6b. 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 5b, 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 5b). 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. 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.

**LINES 5a & 5b** – Multiply line 3 by line 4 and enter the result on line 5a. Multiply the amount on line 5a by 90% (.90) and enter on line 5b. 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 the amount of your tax liability to be applied against this credit.

**LINE 7** – Enter the lesser of lines 5b or 6b. 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 7 from line 5b. 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, 1<sup>st</sup> 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](http://www.ksrevenue.org).