

Kentucky

What's New

Returns Included	e-File Approved*	e-File Activated
62A500	11/21/2023	01/02/2024
720	12/06/2023	01/02/2024
725	11/21/2023	01/02/2024
740, 740-NP, 740-NP-R	11/21/2023	01/02/2024
741	Must be paper filed	Must be paper filed
OL-3 (Louisville)	11/16/2023	01/02/2024
PTE	12/05/2023	01/02/2024

*NOTE: Certain return types may not be available for e-file as of the EF approval date. e-File will be activated when the state taxing authority is ready to receive all forms within the applicable package.

New Forms

- Form 740-PTET, Pass-Through Entity Tax
- Form 740-PTET-ES, Pass-Through Entity Tax Estimated Voucher
- Form PTET-CR, Pass-Through Entity Tax on Distributive Share Income

Program Updates

- The following forms can now be e-filed in Drake Tax:
 - OL-3, Occupational License Tax Return (Louisville)
 - OL-3EXT, Louisville Metro Revenue Commission Extension Request
- Kentucky now allows PTET-series forms to be e-filed.

Tax Law Changes

- **Family Size Tax Credit** – Thresholds have been adjusted as follows for the appropriate family size:
 - One – \$14,580
 - Two – \$19,720
 - Three – \$24,860
 - Four or more – \$30,000
- **Standard deduction** – Increased to \$2,980

- **Kentucky Entertainment Incentive (KEI) Tax Credit** – House Bill 303 made various changes to the KEI tax credit, allocating \$25 million for approved continuous production film companies and clarifying that payroll expenditures of loan-out entities can be included in the credit calculation.

e-File Reminder

The KY Department of Revenue requests that taxpayers include a driver's license or state-issued identification number on their tax return. Doing so may expedite the return processing *but is not required*.

Supported Forms

The following Kentucky forms are supported in Drake Tax 2023. Forms denoted with  can be e-signed.

Form	Description	IND	CRP	SCRIP	PTR	FID
	Warren County Schools Net Profit Tax Return	✓	✓	✓	✓	
12A200	Individual Income Tax Installment Agreement Request	✓				
211-22	Lexington Application for Refund	✓				
2210-K	Underpayment of Estimated Tax by Individuals	✓				
228	Lexington-Fayette Urban County Government Net Profits License Fee Return	✓				
228 ENP	Lexington-Fayette Urban County Government Net Profits License Quarterly Estimate	✓				
2441-K	Kentucky Child and Dependent Care Credit	✓				
4972-K	Tax On Lump-Sum Distributions	✓				
62A500	Tangible Personal Property Tax Return	✓	✓	✓	✓	✓
62A500-A	Tangible Personal Property Tax Return (Aircraft Assessments Only)	✓	✓	✓	✓	✓
62A500-C	Consignee Tangible Personal Property Tax Return	✓	✓	✓	✓	✓
62A500-L	Lessee Tangible Personal Property Tax Return	✓	✓	✓	✓	✓
62A500-M1	Boat Dealer's Used Inventory Listing for Line 31 Tangible Personal Property Tax Return	✓	✓	✓	✓	✓
62A500-S1	Automobile Dealer's Inventory Listing for Line 34 Tangible Personal Property Tax Return	✓	✓	✓	✓	✓
62A500-W	Tangible Personal Property Tax Return (Documented Watercraft)	✓	✓	✓	✓	✓
720	Corporation Income Tax and LLET Return		✓		✓	✓
720-ES	Estimated Tax Voucher		✓	✓	✓	
720EXT	Corporation/LLET Extension	✓	✓	✓	✓	
725	Single Member LLC Individually Owned Income and LLET Return	✓				
740	Individual Income Tax Return Residents Only	✓				
740-ES	Estimated Tax Voucher	✓				✓
740EXT	Application for Extension of Time to File	✓			✓	✓
740-NP	Individual Income Tax Return Nonresident or Part-Year Resident	✓				
740NP-WH	Nonresident Income Tax Withholding on Distributive Share Income Report and Composite Income Tax Return			✓	✓	
740-PTET	Pass-Through Entity Tax			✓	✓	
740-PTET-ES	Pass-Through Entity Tax Estimated Voucher			✓	✓	
740V	Electronic Payment Voucher	✓				

Form	Description	IND	CRP	SCRIP	PTR	FID
741	Fiduciary Income Tax Return					✓
8582-K	Passive Activity Loss Limitations	✓				
8863-K	Education Tuition Tax Credit	✓				
8874(K)-A	Notice of Kentucky New Markets Development Program Tax Credit and Certification	✓	✓	✓	✓	
8879(C)-K	Corporation or Pass-Through Entity Tax Return Declaration for Electronic Filing		✓	✓	✓	
8879-K	Individual Income Tax Declaration for Electronic Filing	✓				
8948-K	Preparer Explanation for Not Filing Electronically	✓				
KBR-V	Corp/LLET Payment Voucher		✓	✓	✓	
KY4562	Depreciation and Amortization	✓	✓	✓	✓	✓
NPL	Generic City Net Profit License Fee Return	✓	✓	✓	✓	✓
OL-3	Louisville Metro Revenue Commission Occupational License Tax Return	✓	✓	✓	✓	
OL-3EXT	Louisville Metro Revenue Commission Extension Request	✓	✓	✓	✓	
PTE	Pass-Through Entity Income and LLET Return			✓	✓	
PTE-WH	Nonresident Income Tax Withholding on Distributive Share Income			✓	✓	
PTET-CR	Pass-Through Entity Tax on Distributive Share Income	✓		✓	✓	
Sch. PTE-WH	Nonresident Income Tax Withholding on Distributive Share Income	✓				
Sch. A (740-NP)	Itemized Deductions Nonresidents or Part-Year Residents Only	✓				
Sch. A (720/720U/PTE/725)	Apportionment and Allocation		✓	✓	✓	
Sch. A (740)	Itemized Deductions Full-Year Residents Only	✓				
Sch. CHEM	Renewable Chemical Production Tax Credit Certificate and Schedule	✓	✓	✓	✓	✓
Sch. COGS (720/PTE/725)	Limited Liability Entity Tax Cost of Goods Sold		✓	✓	✓	
Sch. DE (720/720U/PTE/725)	Disregarded Entity	✓	✓	✓	✓	
Sch. DS	Distilled Spirits Tax Credit	✓	✓	✓	✓	
Sch. INV	Inventory Tax Credit (Ad Valorem)	✓	✓	✓	✓	✓
Sch. ITC (740/740-NP)	Individual Tax Credit Schedule	✓				
Sch. J (740)	Farm Income Averaging	✓				
Sch. K-1 (741)	Beneficiary's Share of Income, Credits, Deductions, etc.					✓
Sch. K-1 (PTE)	Owner's Share of Income, Credits, Deductions, etc.			✓	✓	
Sch. KNOL (740/740-NP/741)	Net Operating Loss Schedule	✓				✓
Sch. KW-2 (740/740-NP/740-NP-R)	Kentucky Income Tax Withheld	✓	✓	✓	✓	
Sch. L-C (720/720U/PTE/725)	Limited Liability Entity Tax	✓	✓	✓	✓	
Sch. M (740)	Federal Adjusted Gross Income Modifications	✓				
Sch. NOL (720)	Net Operating Loss Schedule		✓			✓
Sch. P (740/740-NP/741)	Pension Income Exclusion	✓				
Sch. RC	Application for Income Tax/LLET Credit for Recycling and/or Composting Equipment or Major Recycling Project	✓	✓	✓	✓	✓

Form	Description	IND	CRP	SCRIP	PTR	FID
Sch. TCS (720/ 720U/PTE/725)	Tax Credit Summary Schedule	✓	✓	✓	✓	
Sch. UTC	Unemployment Tax Credit	✓	✓	✓	✓	✓