

Tax Incentives available for Coffeyville and Independence Businesses

DECLARED DISASTER CAPITAL INVESTMENT TAX CREDIT PROGRAM

State income tax credits available for any new or expanding Coffeyville or Independence business.

House Bill 2434, passed by the Kansas Legislature last session, created the **Declared Disaster Capital Investment Tax Credit Program** which provides income, premiums or privilege tax credits for qualified investments made in businesses located in and around cities damaged during the 2007 flood.

Qualified capital investments include investments in construction, equipment, reconstruction, repair, enlargement, furnishing or remodeling of real property as well as the purchase, lease or repair of tangible personal property (machinery and equipment).

The credits are limited to a maximum of \$100,000 for each taxpayer and would be available for investments in businesses located within the city limits as well as businesses located up to one mile outside of such limits.

Taxpayers generally would be able for tax years 2008-2010 to claim non-refundable credits equivalent to 10 percent of the qualified capital investments; or refundable credits equivalent to 5 percent of such investments. All credits would be reduced by amounts equal to assistance payments taxpayers previously had received pursuant to the Southeast Kansas Business Restoration Assistance Program. The credits are capped at \$5.0 million for any given year.

For more information go to the Kansas Department of Revenue website (www.ksrevenue.org/disastercredit.htm), for forms (www.ksrevenue.org/pdf/forms/PR-Disaster.pdf). Click <https://www.kdor.org/taxcenter/secure/CreditsDefault.aspx> and either sign in or register to access the application directly. Contact Montgomery County Action Council at (620) 331-3830 if there are questions or if you need assistance accessing the application.