



VERMONT

RESIDENT • NONRESIDENT • PART-YEAR RESIDENT

DUE DATES

APRIL 15, 2010 for VT Income Tax Return or Extension of Time to File VT Income Tax Return*; Homestead Declaration for 2010; Property Tax Adjustment Claim for 2010; and Renter Rebate Claim for rent paid in 2009.

* Extension of time to file an income tax return does NOT extend the due date for a Homestead Declaration, Property Tax Adjustment Claim or Renter Rebate Claim.

SEPTEMBER 1, 2010 is the final filing date that Homestead Declaration for 2010; Property Tax Adjustment Claim for 2010; and Renter Rebate Claim for rent paid in 2009 can be accepted. Late filing penalty applies.

OCTOBER 15, 2010 for extended VT Income Tax Return.

USE E-FILE TO

- **Get refunds faster** - generally 5 business days or less
- **Get refunds even faster** - use direct deposit option
- **Know your return is filed** - confirmation provided for receipt of your return
- **Prepare your return online** with nationally recognized tax preparation software



Listing of software companies offering Vermont tax preparation software online is available at the Department's web site. **Some taxpayers may be eligible to use the software and e-file for free.**



HOMEOWNERS - You can file your 2010 Declaration of Vermont Homestead and Property Tax Adjustment Claim on the Department's web site. **This is a free service.**

2009 INCOME TAX CHANGES

Estimated Tax Payments: Vermont law requires estimated payments for 2009 tax year to be equal to 100% of 2008 tax liability or 90% of 2009 tax liability. While ARRA allowed small business taxpayers to make reduced Federal estimated income tax payments for tax year 2009, this change does **NOT** apply to Vermont estimated payments.

Bonus Depreciation on property used in 2009 tax year: Bonus depreciation for eligible property put into service in 2009 is not allowed for VT tax purposes. See page 8 for adjustment needed.

Bonus Depreciation on property used in 2008 tax year: See page 8 for adjustment needed.

Add Back of Itemized Deductions from Federal Schedule A: State and local income tax exceeding \$5,000 on Line 5a and tax paid on the purchase of a new motor vehicle in 2009 on Line 7 are required to be added back as part of VT taxable income.

Capital Gains Exclusion: The calculation for the capital gains exclusion changed mid-year. For capital gains occurring January 1 through June 30, 2009, the exclusion is the smaller of 40% of the net long-term capital gain or 40% of the Federal taxable income. For capital gains occurring July 1 through December 31, 2009, the exclusion is the smaller of the net long-term capital gains for that period or \$2,500. Special exclusion calculations apply to taxpayers age 70 or older and the capital gain attributable to the sale of standing timber or farm. See Technical Bulletin 47.

Credit against VT Income Tax for Federal Investment Tax Credit: Starting with tax year 2009, only the portion of the Federal Investment Tax Credit attributable to Vermont investment is allowed as a credit against VT Income Tax.

Credit against VT Income Tax for Solar Energy: Unused credit against VT Income Tax for VT-based business solar energy investment can be carried forward for up to 5 years. Effective January 1, 2009, an eligible solar energy investment funded from the Clean Energy Development Fund is not eligible for this credit. For investments on or after October 1, 2009, the credit must be calculated only on the portion of the investment **not covered by** any grants or similar funding from a public or private program. See Technical Bulletin 45.

Credit against VT Income Tax for income tax paid to another state or Canadian Province: Due to the complexity of calculating the capital gain exclusion, no adjustment to the adjusted gross income in the other state or Canadian province will be required this year.

Maximum Household Income for 2010 Property Tax Adjustment remains at \$97,000.

Maximum amount for 2010 Property Tax Adjustment and 2009 Renter Rebate is \$8,000.

Go to our web site at <http://tax.vermont.gov> for more information.



Message from the Commissioner

Dear Fellow Taxpayer:

Electronic filing is a mutual benefit to you and the Vermont Department of Taxes. I hope that you will consider filing your 2009 Vermont income tax return electronically this year.

Fifty-seven percent of your fellow Vermont income tax taxpayers already use electronic filing. They were able to take advantage of options exclusive to electronic filing such as depositing refunds directly in their bank account, scheduling tax payment, filing both the IRS and Vermont Department of Taxes returns at the same time, and receiving an acknowledgement that the returns were filed. These taxpayers also received their refund in 5 business days or less instead of the 6 to 8 weeks needed for a paper filed return.

You use tax preparation software to file electronically which simplifies completing your return as well as avoiding many of the math and other mistakes that delay processing. Through the Free File Alliance sponsored by the Internal Revenue Service and the Vermont Department of Taxes, some income tax taxpayers are eligible to use the software and file electronically for free.

Electronic filing has grown considerably. In 2003, only 30% of income tax taxpayers filed electronically, in 2009 electronic filings accounted for 57% of income taxpayers. Businesses also moved to electronic filing and in the past year diverted 60,000 returns from paper processing. The Department offers a free, online system to file and remit sales tax, meals & rooms tax and income tax withholding. Businesses can schedule payments and get confirmation of receipt. The system provides a filing and payment history for returns filed online so businesses can be sure that they are up to date. The system is available 24/7 so they can work at their convenience.

The Vermont Department of Taxes benefits from electronic filing. Less time and staff are spent sorting mail, opening envelopes, preparing paper, entering the information into our processing system, and filing and storing paper. We are able to give faster turn-around times for refunds and to access your information immediately when you call with questions.

Electronic filing becomes even more important in these difficult economic times. Only through the increases in electronic filing has the Department been able to meet required staff reductions and still maintain most taxpayer services. The Department plans to continue encouraging electronic filing through our participating in the Free File Alliance for taxpayers preparing their own returns and possibly requiring businesses and tax practitioners to file electronically.

For more information on electronic filing, please see our web site at <http://tax.vermont.gov> or call 1-866-828-2865 (toll-free in Vermont) or 802-828-2865 (local or out-of-state calls). Electronic filing is the secure, easy and fast way to file your return and get your refund quickly.

Sincerely,

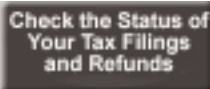
A handwritten signature in black ink that reads "Richard Westman".

Richard Westman
Commissioner of Taxes

TAXPAYER ASSISTANCE

We're Here To Answer Your Questions

AUTOMATED INFORMATION



at <http://tax.vermont.gov>

OR



CALL

1-866-828-2865 (toll-free in VT)

1-802-828-2865 (local & out-of-state)

Option 1

FOR INFORMATION ON:

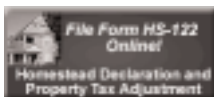
- Status of 2009 Income Tax Return and refund
 - Status of 2009 Renter Rebate Claim
 - Status of 2010 Homestead Declaration & Property Tax Adjustment Claim
 - Amount of 2009 income estimated payments on record
-

SERVICES AVAILABLE ON OUR WEB SITE

<http://tax.vermont.gov>



Electronic filing information. Some taxpayers may be eligible for **FREE** tax preparation software and e-filing services



Free on-line filing for Homestead Declaration and Property Tax Adjustment Claim



- Worksheet to calculate property tax adjustment
 - Locations and schedules for tax return preparation assistance
 - Filing checklist – forms and schedules needed and order to complete
 - Tax law changes and technical bulletins
-

NEED A VT FORM OR SCHEDULE?

Forms

Go to <http://tax.vermont.gov> to download



Call (802) 828-2515 to order paper forms or schedules

TO SPEAK WITH A DEPARTMENT REPRESENTATIVE

Call between 7:45 a.m. and 4:30 p.m.



(866) 828-2865 (toll-free in VT)

(802) 828-2865 (local & out-of-state)

Option 2, then Option 4



PAPER-FILED FORMS

- Sign all forms as required.
- Enclose all required supporting documents.
- Staple W-2s, 1099s to the lower left front of the first form. Please use only one staple.
- Use one of the mailing labels attached to the envelope. Use PINK label for returns with payment. Use WHITE label for returns with a refund and for filing renter rebate claim, homestead declaration and property tax adjustment claim.
- Affix appropriate postage to envelope. **NOTE:** More than five pieces of paper may require extra postage. Ask your post office to weigh the envelope to be sure it is not returned to you for postage due.
- To use your own envelope, mail to:

TAX DUE

VT Department of Taxes
PO Box 1779
Montpelier, VT 05601-1779
(See *Payment Options* on page 5)

REFUND & NO TAX DUE

VT Department of Taxes
PO Box 1881
Montpelier, VT 05601-1881

IDENTIFICATION LABEL

Using the label on this booklet that is preprinted with your name speeds processing and prevents errors that may delay your refund. The number printed on the label above your name is a mailing ID only and cannot be used to process your return. You must print Social Security Number(s) in the space provided on each form or schedule. If filing an income tax form, **place the label on the income tax form.** Then print Social Security number(s), name(s), and address on the other forms or schedules. If filing Forms HS-122 and PR-141 without an income tax form, place the label on the form and print the Social Security number(s) and name(s) on accompanying schedules.

Incorrect identification information: Do not use the label if the information is incorrect or you need to add information. For example, a name or address change, or adding the apartment number to the address. Also, if the label shows your name and your spouse's name but you are filing separately, do not use the label. Print the correct information in blue or black ink on all forms and schedules being filed.



Remember to keep a copy of your tax forms, schedules and documents for your records.

If you did not receive a preprinted identification label, you will need to print your information on all forms and schedules being filed.

GENERAL INCOME TAX INFORMATION

REQUIREMENT TO FILE A 2009 VT INCOME TAX RETURN

A 2009 VT income tax return must be filed by a Full-Year or Part-Year VT resident or a Nonresident if:

- You are required to file a 2009 Federal income tax return, and
- You earned or received \$100 or more in VT income, or
- You received gross income of \$1,000 or more from sources on page 7.

USE WHOLE DOLLARS

Round entries to the nearest whole dollar. The cents entry boxes are preprinted with zeros. To round: 1 cent to 49 cents, enter the existing dollar amount (*Example* enter \$97.49 as \$97). For 50 cents to 99 cents, enter the next higher dollar amount (*Example:* \$97.50 as \$98).

REQUESTS FOR ADDITIONAL INFORMATION

You may be asked to supply additional information to clarify items on your VT income tax form. Such a request does not necessarily mean that you filed improperly or that you have been selected for an audit. These requests are a routine part of processing.

INCOMPLETE FORMS

If necessary information to support a credit or benefit is missing, the forms may be processed but the credit or benefit denied. This may result in a bill or reduced refund. You will have an opportunity to supply the information. In some instances, your tax forms may be returned to you.

TIMELY FILING

Tax forms mailed through the U.S. Post Office are considered timely if received at the Department within 3 business days of the due date. Electronic filings must be done by the due date. Bringing the return to the Department in person requires receipt at the Department on or before the due date to be timely.

INCOME TAX DUE DATE

On or before April 15, 2010. See below for information on extension of time to file the VT income tax form.

EXTENSION OF TIME TO FILE YOUR VT INCOME TAX

To receive a six-month extension of time to file your income tax form, file Form IN-151 on or before April 15, 2010. An extension only allows more time to file the income tax return. It does not extend the due date for tax payment. Interest and penalty accrue on tax due from April 16 to the receipt of payment.



NOTE: An extension to file an income tax form does NOT apply to Homestead Declaration or Property Tax Adjustment Claim (HS-122) or Renter Rebate Claim (PR-141).

LATE FILED INCOME TAX

Without extension of time to file on record An income tax form without an extension of time may be filed up to 60 days after April 15, 2010 without being charged a late file penalty. Filing the form on the 61st day after April 15, 2010 or later will result in a \$50 late file penalty.

With extension of time to file on record An income tax form filed on or before the October 15, 2010 extended due date is not charged a late file penalty. Extended income tax forms filed one or more days after October 15, 2010 are charged a \$50 late file penalty.

NOTE: The late file penalty applies even if you have a refund or no tax is due. If any tax is due, late payment penalty and interest charges also apply.

INCOME TAX DUE

Income tax due must be paid by April 15, 2010 to avoid interest and late pay penalty charges. See *Payment Options*. If the tax due is \$500 or more at the time of filing, see *Estimated Income Tax Payments* section.

INTEREST AND LATE PAYMENT PENALTY

Tax paid after April 15, 2010 accrues interest and late payment penalty charges on the unpaid tax amount from April 16, 2010 until the date of payment. Interest is 0.4% per month. Penalty is 1% per month or portion of month, up to 25% of the unpaid amount.

ESTIMATED INCOME TAX PAYMENTS

If withholding plus tax credits are less than the income tax due, an individual should either increase the amount withheld or make estimated payments. Estimated payments are required when there is no withholding or insufficient withholding on income.



NOTE: Making estimated payments is particularly important for recipients of income without withholding, VT residents working in another state, or non-VT residents working in VT.

Exception: Farmers or fishermen, as defined by the laws of the United States, are not required to make estimated payments. If you are a farmer or fisherman and are billed for underpayment of estimated income tax, contact the Department.

Amount of Estimated Payments: If the taxes withheld from your income are less than your income tax (reduced by any allowable credits), you may increase your withholding or make estimated tax payments in four equal installments. Estimated payments (together with withholding and credits) must equal 100% of the previous year's income tax or 90% of this year's income tax. If no income tax return was required or the tax liability was zero in the previous year, there are no underpayment charges. Interest and penalty is billed on the difference between the estimated payment that should have been made each quarter and the payment actually made. No interest and penalty will be assessed if your income tax from Line 26 of the VT income tax form, less withholding and credits, is less than \$500 for the taxable year. **Examples:** (1) Your previous year tax was \$800. This year it is \$1200. You had no withholding, but made four timely estimated payments of \$150 each. Estimated payments of \$600 and \$0 withholding did not equal either the previous year's tax or 90% of this year's tax. The tax due (Line 26 less withholding and credits) is more than \$500. Each estimated payment should have been \$200 instead of the \$150 estimated payment made. You owe interest and penalty on \$50 underpayment each quarter. Penalty and interest accrue on the \$50 from the due date of each payment to the date the tax is paid. (2) Your previous year tax was \$800. This year it is \$400. You had withholding of \$100 but made no estimated payments. Your total withholding of \$100 and \$0 estimated payments did not equal either the previous year's tax or 90% of this year's tax. However, your tax (Line 26 less withholding and credits) is less than \$500. No interest or penalty will be assessed. (3) Your previous year tax was \$800. This year it is \$1500. You had withholding of \$400 and made four timely estimated payments of \$100 each. Your total withholding and timely estimated payments equal \$800, which is 100% of the previous year's tax. No interest or penalty will be assessed. (4) Your previous year tax was \$800. This year it is \$600. You had withholding of \$110, but made no estimated payments. Your \$110 in withholding did not equal the previous year's tax and is less than 90% of this year's tax. However, your tax (Line 26 less withholding and credits), is less than \$500 (\$600 - \$110). No interest or penalty will be assessed. (5) Your previous year tax was \$800. This year it is \$1000. You had withholding of \$300, but made no estimated payments. You owe \$700 tax. The \$300 withholding was less than the previous year's tax and did not equal 90% of this year's tax. Each estimated payment should have been \$200 instead of the \$75 quarter credit from withholding. There is a \$125 underpayment for each quarter. Penalty and interest accrue on the \$125 underpayment from the due date of each payment to the date the tax is paid. (6) Your previous year tax was \$800. This year it is \$1000. You had withholding of \$300 and made one estimated payment of \$800 in December. Each estimated payment should have been a minimum of \$200. Your withholding covered \$75 (\$300/4) of the installment. There is an underpayment of \$125. You owe interest and penalty on the \$125 underpayment for the April, June and September due dates up to the December payment date.

Penalty & Interest Charges: The underpayment or late payment in each quarter is assessed from the estimated payment due date to the date the tax is paid:

- Interest of 0.4% per month.
- Penalty of 1% per month or portion of month.

NOTE: The IN-152 and IN-152A worksheets are available on our web site at <http://tax.vermont.gov>

Calculating the Charges: Use VT Worksheet IN-152 to calculate the amount. Enter the result on Form IN-111, Section 9, Line 36, and include the amount with your tax payment. Payment at the time of filing may reduce the charges as they accrue up to the time of payment. If you have an overpayment but owe underpayment charges, the charges are subtracted from the overpayment.

Annualized Income Installment Method: Taxpayers using the annualized method for Federal estimated payments should use IN-152A to calculate applicable interest and penalty. Send a copy of all four pages of the completed Federal Form 2210.

Next Year: If you made estimated payments for tax year 2009, the Department automatically sends you Form IN-114 voucher booklet for 2010 tax year. Estimated payments are due April 15, June 15, and September 15, 2010 and January 15, 2011. To assure you do not owe more than \$500 tax next year, you may wish to adjust your withholding, or make estimated payments, or a combination of both.

OFFSETS OF YOUR INCOME REFUND

Your income tax refund will be taken to pay a bill you or your spouse/civil union partner owe to the VT Department of Taxes and other government agencies such as Internal Revenue Service, Office of Child Support, Department of Corrections, VT courts, student loan agencies, and VT State Colleges. You will receive notification if your refund is offset.

INJURED SPOUSE CLAIMS

Does your spouse or civil union partner owe money to a VT state or Federal agency and you file a joint tax return? If your spouse or civil union partner is responsible for the debt, you may file an "injured spouse" claim for your portion of the refund.

You may receive the portion of the income tax refund equal to the percentage of your income to the combined income of you and your spouse or civil union partner.

To make an "injured spouse" claim, send the following information separately from your return (1) the request letter; (2) copy of Federal Form 8379, if one was filed with the IRS; (3) if self-employed, copy of Federal income tax return with Schedules C and SE. Mail to: VT Department of Taxes, ATTN: Injured Spouse Unit, PO Box 1645, Montpelier, VT 05601-1645. Electronic filers must also send copies of income statements such as W-2, 1099, etc.

→ You will receive a notice from the Department if the income tax refund is offset. You have 30 days from the date on the notice to submit the injured spouse claim to the Department.

PAYMENT OPTIONS

ACH Debit for Electronic Filers: You can pay your tax at the same time you electronically file or you can schedule a payment date.

By Credit Card: Go to <http://tax.vermont.gov> to use **VTPay**.

A convenience fee applies to payments over \$200.

By Check: Make checks payable to **VT Department of Taxes**

- **Check sent with Return:** Staple the check to Form IN-111 with the W-2s and 1099s to the lower left front of the return. Form IN-116, Payment Voucher, is NOT needed.
- **Check sent separate from Return:** Complete Form IN-116, Payment Voucher. Send voucher and check to the address for tax due returns on page 4.

FINANCIAL DIFFICULTIES

If you cannot pay your entire VT income tax, file the return on time and pay as much as you can. Then immediately write to the Department to apply for a payment plan. Do not include this request with your return. Send the request to: VT Department of Taxes, ATTN: Compliance, PO Box 429, Montpelier, VT 05601-0429.

You may be asked for financial information to determine the appropriate installment payments. Without a payment plan, unpaid income tax results in collection action that may include placement with a commercial collection agency, liens on your property, legal action, or loss or suspension of a professional license.

NET OPERATING LOSSES

No VT refund is available for a carryback. The VT carryback or carryforward election for a net operating loss must be the same as elected for Federal purposes.

FIFTY PERCENT BONUS DEPRECIATION PROVIDED IN 2008 & 2009 FEDERAL ECONOMIC STIMULUS ACT NOT ALLOWED FOR VT INCOME TAX PURPOSES. See instructions for Form IN-111, Lines 12b and 14c on page 8.

CLAIMING A VT REFUND

You must file a VT income tax return to receive a refund of VT withholding or estimated payments. You have up to 3 years from the due date of that tax year's return, including extension. *Example:* You did not file a return for tax year 2006 and now find that you are due a refund. You file the 2006 return on August 10, 2010. Tax year 2006 return was due April 16, 2007. The last date you could file and get a refund for the 2006 tax year was April 16, 2010. You filed after the three year date and no refund is available. If you had an extension of time to file on record with Vermont, the three year period runs to the extended due date.

AMENDING OR CORRECTING VT INCOME TAX RETURN INFORMATION

You are required by VT law to file an amended VT return within 60 days of: 1) becoming aware of a change to VT income; 2) filing an amended return with the IRS; or 3) receipt of a notice of the change by the IRS. A late file penalty will be assessed if the amended VT return is not filed within the 60 days.

- **Change to VT income** An amended return is due even if the change is not the result of filing an amended Federal income tax return or an adjustment made by the Internal Revenue Service. For example, a nonresident or part-year resident may discover the amount of income taxable to VT is different from the amount originally reported. The amended return must be filed within 3 years of the due date of the return, including extension.

- **Change of Federal tax information by IRS** You are required to file an amended VT return within 60 days of notification by the Internal Revenue Service, even if this is past the 3-year limit, when adjustments to your Federal return affect your VT income tax. These adjustments include, but are not limited to, changes in Federal taxable income, capital gains amount, earned income tax credit, the Federal tax credits passed through to VT tax, or any other change that affects your VT tax. Attach a copy of all Federal forms showing changes to the VT amended return. The IRS and VT Department of Taxes routinely share information. Differences in the information on file with the IRS and the VT Department of Taxes, other than those allowed by VT law, are identified and may be audited.

- **Filing an amended Federal tax return** You are required to file an amended VT return within 60 days of filing an amended return with the Internal Revenue Service if VT income is affected. See *Change of Federal tax information by IRS* for examples of changes affecting VT income tax.

FORM FOR AMENDING VT INCOME TAX RETURN

Check the Amended box on Form IN-111, Section 1 for the applicable tax year. Enter the correct figures as if this were the original filing. Below Section 9, use the amended box to enter the amount originally refunded or paid to arrive at the amount of tax due or amount of refund. Send the Form IN-111 marked "Amended", and supporting schedules. Do NOT send a copy of the original.

TAXPAYER ADVOCATE

The VT Department of Taxes offers this free, confidential service when a taxpayer encounters difficulty resolving tax issues. The Taxpayer Advocate can help if:

- You are experiencing economic harm or hardship from the Department's action, or
- It is taking more than 60 days to resolve your tax issue, or
- You have not received a response or resolution to the problem by the date promised by the Vermont Department of Taxes.

The Taxpayer Advocate will listen to your situation, independently review the problem, help you understand what needs to be done to resolve it, keep you updated on the progress of your situation and stay with you until the problem is resolved.

To contact the Taxpayer Advocate:

Telephone: 802-828-2535

Fax: 802-828-2701

Email: taxpayeradvocate@state.vt.us

Mail: Vermont Department of Taxes, ATTN: Taxpayer Advocate, PO Box 429, Montpelier, VT 05601-0429

VT INCOME TAX DEFINITIONS

Adjusted Gross Income or AGI means adjusted gross income on your Federal income tax return filed or your recomputed Federal income tax return.

Adjusted VT Income Tax means the VT tax calculated on VT Taxable Income as adjusted by certain additions, subtractions, and provisions for exempted income.

Adjustments to VT Income Tax are (1) Additions: 24% of the Federal tax on Qualified Retirement Plans including IRA, MSA and other tax favored accounts; Recapture of Federal Investment Tax Credit; and Federal tax on qualified lump-sum distributions from Federal Form 4972; plus any VT tax credit recapture. (2) Subtractions: 24% of the Federal tax credits for Child and Dependent Care Expenses (unless qualified for Low-Income Child & Dependent Care Credit); Credit for Elderly or Disabled; Investment Tax Credit attributable to the VT-property portion of the investment; and VT Farm Income Averaging Credit. (3) Remaining 76% of Federal investment credit for VT-based solar energy included in Investment Tax Credit. (4) Percentage reduction of VT tax for VT exempt income and/or ratio of VT income to non-VT income from Schedule IN-113.

Domicile is the place where you have your permanent home. Establishing a domicile depends on factors such as the location of residences owned or rented, the amount of time spent at the residences, the location of items considered of sentimental or financial value, how and where one's living is earned, an investment in a business or profession in this state, place of voter registration, state issuing driver's license and automobile registration, and the residence of the taxpayer's immediate family. No one factor is conclusive.

You can have only one domicile. Your domicile does not change unless you move to a new location with the intent to make it your permanent home. If you move to a new location but only intend to stay a limited time, your domicile does not change. For more information, see Department Regulation 1.5811.

Nonresident means, for purposes of income tax, an individual who is neither domiciled in VT nor has maintained a permanent place of abode in VT where the individual was present for more than 183 days of the taxable year.

Part-Year Resident means, for purposes of income tax, an individual who meets the criteria for Residency during a portion of the taxable year.

Recomputed Federal Income Tax Return means a Federal income tax return prepared for VT purposes only. You use the recomputed amounts where the VT return requires Federal line information. See *Filing Status* instructions on page 7 for information on when to do a recomputed Federal income tax return.

Resident means, for purposes of income tax, an individual who meets the criteria for Residency.

Residency means, for purposes of income tax, an individual who in that portion of the taxable year (1) is domiciled in VT; or (2) maintains a permanent place of abode and is present in VT for more than a combined total of 183 days of the taxable year.

Taxable Year means the calendar year. Call the Department if you are a fiscal year filer.

VT Income of Residents means the *Adjusted Gross Income* of a *Resident* less the following:

- Income exempted from state taxation under the laws of the United States
- Certain military pay (see page 43)
- Payment by the State of VT to a family for the support of an eligible person with a developmental disability as defined by section 8722(2) of Title 18 of VT Statutes Annotated and when included in Federal adjusted gross income (see page 43)
- Wages received under Federal incentive work programs if wages are required as part of Federal adjusted gross income under Section 280C of the Internal Revenue Code (see page 43)
- Railroad Retirement Income Tier I and Tier II (see page 43)
- Expenditures or expenses incurred on VT property to meet the Americans with Disabilities Act (see page 43)
- VT Telecommunications Authority bond interest (see page 43)

VT Income of Nonresidents means the sum of the following items to the extent the items are required to be included in Federal adjusted gross income:

- Rents and royalties from ownership of property located in VT
- Gains from the sale or exchange of VT property, including the sale of timber or timber rights
- Wages, salaries, commissions, or other income received for services performed in VT. Excluded from VT tax are certain military pay (see page 43) and income received for a dramatic performance in a commercial film to the extent such income would be excluded from personal income tax in the state of residence
- Income from every business, trade, profession, or occupation conducted in VT, including money received (1) under an agreement not to compete with a business operation in VT, (2) for goodwill associated with the sale of a VT business, or (3) for contractual services associated with the sale of a VT business unless it is shown that the compensation for services does not constitute income from the sale of the business
- VT income previously deferred under a nonqualified deferred compensation plan and income derived from such previously deferred income
- Lottery winnings from ticket(s) purchased in VT for VT Lottery, Tri-State Lottery, or PowerBall

Not included in VT income for a nonresident is income from activities necessary to create or maintain a worldwide web page or Internet site. For more information, go to <http://tax.vermont.gov>

VT Income of Part-Year Residents means any income described in *VT Income of Nonresidents* and all items earned or received during the period of VT residency described in *VT Income of Residents*.

VT Taxable Income means Federal taxable income with (1) the addition of interest, dividends or other distributions from non-VT state and local obligations to the extent this income is excluded from Federal adjusted gross income; the capital gain deferral in a previous year for investment in a qualified business upon disposition of the taxpayer's interest in the business; the difference between the depreciation calculated by standard MACRS methods and the depreciation calculated using the Federal 50% bonus depreciation; state and local income taxes deduction on Form 1040,

Schedule A in excess of \$5,000 and tax on the purchase in 2009 of a new vehicle deduction on Form 1040, Schedule A, and (2) subtraction of interest income from U.S. government obligations to the extent such income is included in Federal adjusted gross income; capital gains exclusion; and the difference between depreciation using standard MACRS on assets qualified for 2009 Federal 50% bonus depreciation and Federal depreciation on these qualified assets as a result of VT disallowance of the bonus depreciation.



INCOME TAX FORM INSTRUCTIONS

FORM IN-111 VT INCOME TAX

NOTE: Forms HS-122 or PR-141 are not required to be filed with the VT income tax return.

Remember to keep a copy of your tax forms, schedules and documents for your records.

PLEASE do not make marks in boxes that you intend to leave blank.

Section 1 Taxpayer Information REQUIRED entries. If you have an identification label, affix to the "Place Label Here" space. Enter Social Security Number(s). If you do not have an identification label or the information is incorrect, print your name(s), address and Social Security number(s) on the form.

Amended Return Check here ONLY if you are filing an AMENDED 2009 income tax return. See *AMENDING OR CORRECTING VT RETURN INFORMATION* on page 6.

Recomputed Federal Return Check this box if the information for Federal line references is from a recomputed Federal return. Because VT and IRS routinely share information, checking the recomputed Federal return box alerts the Department to expect differences between the IRS filing and VT filing. See *"Filing Status"* for situations requiring recomputing the Federal return.

Deceased Taxpayer Check the applicable box if the taxpayer or spouse/civil union partner died during 2009. **Administrator or Executor:** Use Form IN-111 to report the decedent's income from the beginning of 2009 to date of death. To claim an income tax refund on behalf of the deceased, attach one of the following documents to Form IN-111: the court certificate showing your appointment as administrator or executor (this is not needed if you are a surviving spouse); a completed Form 176 (Statement of Claimant to Refund Due on Behalf of Deceased Taxpayer); or a copy of completed Federal Form 1310. VT Fiduciary Return of Income; Form FI-161, should be filed to report the income of an estate or trust. Call 802-828-6820 for information.

Line 1 VT School District Code: REQUIRED entry.



Use the School District Code and town of your legal residence. This may be different from your mailing address.

For school district codes, go to <http://tax.vermont.gov> or page 14 of this booklet.

VT Residents: Use the 3-digit school district code for your residence on December 31, 2009.

Nonresidents: Enter 999 as your school district code.

Line 2 City/Town of Legal Residence Enter your legal residence as of December 31, 2009. If you live where there is both a city and town with the same name, specify city or town. *For example:* Rutland City or Rutland Town.

Section 2 Tax Filing Information

Filing Status REQUIRED entry. Check the box to show your VT filing status. The VT filing status is the same as your Federal filing status **except for the following two situations that require recomputing Federal information for VT purposes:**

1. CIVIL UNION or CIVIL MARRIAGE (available to same sex couples holding a valid civil union or marriage license): **Recomputed Federal income tax information required.** The Federal government does not recognize civil unions or civil marriages. Check the box for your applicable VT filing status. Check the box at the upper right corner of IN-111 to show that you are using recomputed Federal return information. Complete a Federal return for VT purposes only that uses the exemptions, deductions and rules allowed by the IRS as if you filed Married Filing Jointly or Married Filing Separately. Exemptions and deductions must be reasonably allocated if filing separately. For instance, one taxpayer cannot claim all exemptions and deductions. Mark this return as "Recomputed for VT purposes" and attach a copy of the recomputed return along with a copy of the Federal return actually filed with the IRS. Enter the recomputed Federal return information where VT requires Federal information. If filing separately, enter the other person's name and Social Security number in the space provided on Line 7.

2. NON-VT RESIDENT SPOUSE WITH NO VT INCOME: **Recomputed Federal income tax information required.** If your spouse is a nonresident of VT and has no VT income, you can file separately for VT income tax purposes even if you filed jointly with the Internal Revenue Service. Check the box at the upper right corner of IN-111 to show that you are using recomputed Federal return information. Complete a Federal return for VT purposes only using the exemptions, deductions and rules allowed by the IRS as if you filed Married Filing Separately. Exemptions and deductions must be reasonably allocated if filing separately. For instance, one taxpayer cannot claim all exemptions and deductions. Mark this return as "Recomputed for VT purposes" and attach a copy of the recomputed return along with a copy of the Federal return actually filed with the IRS. Enter the recomputed Federal return information where VT requires Federal information. Enter your spouse's name and Social Security number in the space provided on Line 7.


Line 9 Exemptions Enter the number of exemptions claimed on your Federal return or your recomputed Federal return.

NOTE: Federal Forms 1040EZ and 1040NR-EZ only, enter zero if you are claimed as a dependent by another taxpayer in 2009. Enter 1 if you are Single. Enter 2 if you are Married Filing Jointly or Civil Union Filing Jointly.

Line 10 Adjusted Gross Income Enter the amount from your Federal return or, if applicable, from the recomputed Federal return.

Section 3 Taxable Income

Line 11 Federal Taxable Income Enter the amount from your Federal return or, if applicable, from the recomputed Federal return.

 Bonus Depreciation at Federal level is not allowed for VT income tax purposes. See Lines 12b or 14c.

NOTE: If Federal Taxable Income is zero but you have an entry for Lines 12a, 12b or 12c calculate the actual loss amount. For Federal Form 1040, subtract Line 42 from Line 41. For Federal Form 1040A, subtract Line 26 from Line 25. Check the box to the left of the entry line to show a loss and enter the amount on Line 11.

Additions to Federal Taxable Income

Line 12a Enter the Non-VT State and Local Obligations from Schedule IN-112, VT Calculation A, Part I, Line 3.

Line 12b Federal Bonus Depreciation Federal tax law extended the bonus depreciation to property put into service in 2009. VT does not recognize the bonus depreciation for VT income tax purposes. The depreciation must be recalculated without the bonus depreciation using standard MACRS method. Enter the difference between the depreciation calculated by standard MACRS methods and the depreciation calculated using the Federal 50% bonus depreciation for assets placed in service in 2009. Go to <http://tax.vermont.gov>, publications to see Technical

Bulletin 44 for information on calculating the amount to add back to taxable income.

Line 12c Itemized Deductions Add Back If you filed Federal 1040, Schedule A, the deductions on State and local income taxes and tax paid on the purchase of a new vehicle in 2009 are required to be added back into income. Use Schedule IN-154 to calculate the add back amount.

Line 13 Federal Taxable Income with Additions Add Lines 11, 12a, 12b, and 12c and enter result. To show a loss, check the loss box to the left of the entry line.

Subtractions from Federal Taxable Income


Line 14a Interest Income from U.S. Obligations Interest income from U.S. government obligations (such as U.S. Treasury Bonds, Bills, and Notes) is exempt from VT tax under the laws of the United States. Enter the amount of interest income from U.S. Obligations on this line.

Interest income is exempt when received directly from the U.S. Treasury or from a trust, partnership, or mutual fund that invests in direct obligations of the U.S. government.

➔ Income from the sale of U.S. government obligations is taxable in VT. Income from repurchase agreements, securities of FNMA, FHMC, or GNMA or other investments that are not direct obligations of the U.S. government are also taxable. See Technical Bulletin 24 for more information.

Supporting Documentation Required: No attachment to return required. However, obtain statements for your tax records in the event the Department requests such documentation. Acceptable statements are Federal Schedule B or other listing with amount and description. Summary information from a K-1 or just a statement "U.S. government securities" without further identification is not acceptable.

Line 14b Capital Gains Exclusion See Schedule IN-153 and instructions to calculate the capital gains exclusion for 2009. See also Technical Bulletin 47 on our website under "Publications".

 Qualified Dividends reported for Federal purposes are not eligible for capital gains treatment for VT tax purposes.

Line 14c Adjustment for Bonus Depreciation on 2008 Property Enter the difference between the depreciation calculated by standard MACRS methods and the depreciation calculated at the Federal level. For information on calculating the amount that can be subtracted from taxable income, see Technical Bulletin 44 on our website under "Publications".

Line 14d Add Lines 14a, 14b and 14c.

Line 15 VT Taxable Income Subtract Line 14d from Line 13 and enter amount. If the result is zero or negative, enter "0".

Section 4 VT Income Tax

Line 16 VT Income Tax from Tax Table or Tax Rate Schedule Using the VT Taxable Income amount from Line 15, calculate your VT tax using the applicable table or schedule and enter result.

- If Line 15 is zero, tax is \$0.
- If Line 15 amount is less than \$75,000 - You may use VT Tax Tables.
- If Line 15 amount is \$75,000 or more - Use VT Rate Schedules.

Line 17 Additions to VT Income Tax Complete VT Schedule IN-112, VT Calculation A, Part II. Additions to VT Income Tax are:

- recapture of a VT tax credit; or
- 24% of additional Federal tax on the following:
 - Qualified Retirement Plans including IRA & MSA
 - Recapture of Federal Investment Tax Credit
 - Lump-sum Distribution from Federal Form 4972

Line 18 VT Income Tax with Additions Add Lines 16 and 17 and enter result.

Line 19 Subtractions from VT Income Tax Complete VT Schedule IN-112, VT Calculation A, Part II if you filed Federally for:

- Credit for Child and Dependent Care Expenses (See page 10 for Low-Income Child and Dependent Care Credit.)
- Credit for the Elderly or the Disabled
- Investment Tax Credit (as defined in IRC Section 46)
- Farm Income Averaging Credit
- Additional credit for VT-based business solar energy investment

Beginning with tax year 2009, only the VT-based investment portion of the Federal investment credit is eligible for VT tax credit.

Line 20 VT Income Tax Subtract Line 19 from Line 18 and enter result. If Line 19 is more than Line 18, enter zero.

Line 21 Income Adjustment Enter 100.00% or percent from Schedule IN-113, Line 43. → Entry of less than 100.00% requires filing Schedule IN-113.

Examples of income adjustment less than 100.00%:

- You were a nonresident or part-year resident in 2009.
- You received exempt income as defined under *VT Income of Residents* on page 7.
- You claimed wages or expenses required to be added back to AGI under IRC Sections 280C or 44.

Line 22 Adjusted VT Income Tax Multiply Line 20 by the percentage on Line 21. If Line 21 is 100.00%, Line 22 will be the same as Line 20. An entry other than 100.00% requires completion of Schedule IN-113.

Section 5 Credits and Use Tax

Line 23 Credit for Income Tax Paid To Other State or Canadian Province (FOR FULL-YEAR AND PART-YEAR RESIDENTS) Complete Schedule IN-112, VT Calculation B and enter result from Line 6. Attach to Form IN-111.

Line 24 VT Tax Credits Enter the amount from Schedule IN-112, VT Calculation D OR Schedule IN-119.

Line 25 Total VT Credits Add Lines 23 and 24 and enter result.

Line 26 VT Income Tax After Credits Subtract Line 25 from Line 22. If Line 25 is more than Line 22, enter zero.

Line 27 Use Tax (FOR FULL-YEAR AND PART-YEAR RESIDENTS) Use this line to report Use Tax on purchases made for your own use. Business purchases must be reported on Forms SU-451 or SU-452. Use Tax applies to taxable purchases on which sales tax has not been charged. This includes purchases from a mail-order house or catalog, over the Internet, from an out-of-state retailer, or from any retailer who did not charge sales tax. No Use Tax is due on purchases of food, clothing, prescriptions, or newspapers. Tax applies to most other products including, but not limited to, magazine subscriptions, computers, computer software, furniture, jewelry, audio, video and electronic equipment, computer downloads such as movies, music, books, or ringtones. *Examples:* In May 2009, you paid \$200 for software delivered through a download to your computer. The company charged no sales tax. You need to report \$12.00 Use Tax (\$200 x 6%). In July 2009, you paid \$100 for books purchased from a mail-order company that shipped the books to your VT home. The company charged \$7.50 shipping. The company charged no sales tax. You owe \$6.45 Use Tax [(\$100 + \$7.50) x 6%].

You may use the Use Tax Reporting Table if you do not have receipts to calculate the actual Use Tax. The option to use the reporting table applies only to purchases less than \$1,000. **NOTE:** For each purchase with a total invoice amount of \$1,000 or more, you must calculate the use tax

and, if also using the reporting table, add that amount to the tax from the table.

Because proof of tax payment is required to register an ATV, dirt bike, boat or snowmobile, use Form SU-452. Form SU-452 is available on the Department web site or by calling 802-828-2515. For more information or assistance, call the Department at 802-828-2551.

If you have no use tax to report, leave blank or enter zero.

At Least	Up To	Use Tax	At Least	Up To	Use Tax
\$10,000	\$12,999	\$ 4.00	\$38,000	\$39,999	\$15.00
13,000	14,999	5.00	40,000	42,999	16.00
15,000	17,999	6.00	43,000	44,999	17.00
18,000	19,999	7.00	45,000	47,999	18.00
20,000	22,999	8.00	48,000	49,999	19.00
23,000	24,999	9.00	50,000	52,999	20.00
25,000	27,999	10.00	53,000	54,999	21.00
28,000	29,999	11.00	55,000	57,999	22.00
30,000	32,999	12.00	58,000	59,999	23.00
33,000	34,999	13.00	60,000	62,999	24.00
35,000	37,999	14.00	63,000 and more -		

→ If you use the Use Tax Reporting Table, the Department will not assess additional Use Tax unless the total invoice amount of the purchase is \$1,000 or more and is unreported.

→ Use Tax on items purchased for a business must be reported on Forms SU-451 or SU-452 instead of this form. You cannot use the optional Use Tax Reporting Table.

Line 28 Total VT Taxes Add Lines 26 and 27 and enter result.

Section 6 Voluntary Contributions

Enter the amount on the line(s) for the fund(s) to which you wish to contribute. Your refund will be reduced, or your payment increased, by this amount.

→ Your refund or payment must cover all contribution amounts or no contribution is made. *Example:* Your return calculations show a \$60 refund and you make a \$30 contribution - \$10 to each fund. Upon processing, the Department discovers a math error and your refund is now \$25. The refund is less than the \$30 contribution. You will receive the \$25 as an income tax refund and no contributions are made.

Line 29a VT Nongame Wildlife Fund Contribution

The Nongame Wildlife Fund was created to preserve our state's natural wildlife heritage that makes Vermont a special and unique place to live. Many species benefit from your gift, including loons, songbirds, frogs, turtles, bald eagles and butterflies.

This is a convenient way to select wildlife for charitable giving. This gift is deductible on next year's Federal tax return as a charitable contribution. Thank you for caring and giving a "voice" to many of VT's rarest creatures.

To receive a loon decal and annual newsletter featuring projects sponsored by the Nongame Wildlife Fund, contact: Nongame and Natural Heritage Program, VT Fish & Wildlife Department, 103 South Main Street, Waterbury, VT 05671-0501 or call 802-241-3700.

Line 29b Children's Trust Fund (VCTF) Contribution

This fund aims to improve the lives of children and youths by sponsoring programs such as parenting education classes, youth leadership programs, out-of-school time activities, mentoring programs and literacy projects. These programs work to prevent juvenile delinquency, child abuse, and other potential problems children and families face. Funds

collected are distributed to VT community organizations. The programs are voluntary and open to the general public. All donations are tax-deductible. Information on VCTF's income and expenses is available on its web site in the newsletter financial update section.

To learn more, go to the VCTF web site at www.vtchildrenstrust.org or write to VCTF, 19 Marble Avenue, Burlington, VT 05401; or call 888-475-5437.

Line 29c VT Campaign Fund Contribution

This fund makes finance grants to the campaigns of governor and lieutenant governor candidates. The Office of VT Secretary of State administers the revenues for the fund that come from your contributions, a portion of the fees for corporate and annual reports, and any penalties or fines for violations of campaign finance laws. For more information, go to its web site at www.sec.state.vt.us or write to Secretary of State, 109 State Street, Montpelier, VT 05609-1103 or call 802-828-2363.

Section 7 Payments and Credits

Line 31a VT Income Tax Withheld Enter the amount of VT income tax withheld. Attach the state copy of your W-2, Form 1099 or other payment statements to verify the amount. Failure to enter the withholding on this line and to attach the payment statement(s) will delay processing of your return or you may not receive credit for the withholding against your VT tax. To claim tax withheld on a real estate sale, use Line 31e. Nonresident partners, members or shareholder use Line 31f for estimated taxes paid on your behalf by a business entity on Form WH-435.

To get credit for VT withholding, you must enter the amount on Line 31a.

Line 31b 2009 Estimated Tax or Extension Payments Enter the amount of 2009 VT estimated income taxes you paid and/or the amount paid with Form IN-151, Extension of Time to File the 2009 return. Remember to include any 2008 VT refund credited towards 2009 taxes. Call 866-828-2865 (toll-free in VT) or 802-828-2865 (local or out-of-state) or go to our website for the amount of 2009 tax payments the Department has on record.

Line 31c VT Earned Income Tax Credit (FOR FULL-YEAR AND PART-YEAR VT RESIDENTS) Enter the amount from Schedule IN-112, VT Calculation C. Attach the completed Schedule IN-112 to Form IN-111.

Line 31d Renter Rebate (FOR FULL-YEAR VT RESIDENTS ONLY) If you are filing the Renter Rebate Claim with the income tax return, enter the renter rebate amount from Form PR-141, Line 9. **NOTE:** The Renter Rebate Claim does not have to be filed with the income tax form.

Line 31e VT Real Estate Withholding If you sold real estate in VT during 2009 and the buyer withheld VT income tax from the sales price, enter the amount withheld shown on Form RW-171, VT Withholding Tax Return for Transfer of Real Property, Schedule A, Line 12. Include a copy of the first two pages of your Federal income tax return and any Federal schedule that documents the income or loss from the VT sale. Do not enter this amount on Line 31a or 31b.

NOTE: It is the Tax Department's practice to allocate real estate withholding in proportion to each seller's share of the proceeds. If you claim a credit of Vermont real estate withholding on your Vermont Income Tax return that is not proportionate to your share of the proceeds as reported on your Federal Income Tax Return, the Department may adjust the amount of real estate withholding claimed on your Vermont Income Tax Return. If you believe you are entitled to claim real estate withholding in an amount that is not proportionate to your share of the proceeds, please provide supporting documentation.

For installment sales: You must report the balance of your gain to VT on future returns or elect to pay VT 6% tax on the entire gain in the year of the sale. If you choose the 6% tax, include a letter with the return asking for the "6% Tax Elect Out for VT Purposes", attach a copy of Federal Form 6252, and do not include the gain from the sale on Schedule IN-113,

Line 7. Call 802-828-2776 if you need assistance completing this portion of the VT return.

Line 31f Business Entity Payments for Nonresident Partner, Member, or Shareholder (NONRESIDENTS ONLY) Enter the estimated income tax payments made on your behalf by a partnership, limited liability company, or S corporation toward your 2009 VT income tax. The entity would have made these payments on Form WH-435. If the payments exceed your VT income tax liability, you may be entitled to a refund. Title 32 V.S.A. §§5914 and 5920 allow the entity, at its option, to recover any excess payment from you. Call 802-828-5723 if you need information on WH-435 payments. See Technical Bulletins 5 & 6. Do not enter this amount on Line 31a or 31b.

Line 31g Low Income Child & Dependent Care Credit (FULL YEAR VT RESIDENTS ONLY) Eligible taxpayers receive 50% of the Federal Child and Dependent Care Credit as a VT income tax credit instead of the 24% credit on Schedule IN-112. Taxpayers must meet the following requirements:

- Income of
 - less than \$30,000 Federal Adjusted Gross Income for taxpayers filing as Single, Head of Household, Married Filing Separately, Civil Union Filing Separately, or,
 - less than \$40,000 Federal Adjusted Gross Income for taxpayers filing as Married Filing Jointly, Civil Union Filing Jointly, Qualified Widow(er)
- and*
- Care in 2009 provided by a home or facility accredited by the VT Agency of Human Services. Include a copy of your Federal Form 2441. To determine if your care provider is accredited, go to the Department's web site at <http://tax.vermont.gov> or call 800-540-7942.

LOW INCOME CHILD & DEPENDENT CARE WORKSHEET

1. Accredited care provider amount 1. _____

2. Total care amount 2. _____

3. Divide Line 1 by Line 2 3. _____

\$ _____ x _____ = \$ _____ x 50% = \$ _____

Federal Credit Line 3 above Eligible Credit Low Income Credit
(1040, Line 48; 1040A, Line 29)

You may wish to also calculate your VT tax credit using 24% of the full Federal credit and compare to the credit calculated on this worksheet to determine which credit is best for you. NOTE: You cannot take both credits.

Line 31h Total Payments and Credits Add Lines 31a through 31g and enter result.

Section 8 Refund

Line 32 Overpayment If Line 30 is less than Line 31h, you have a refund. Subtract Line 30 from Line 31h and enter result here. This is the amount by which your payments and credits exceed your income tax, use tax and voluntary contribution entries.

Line 33a Credit to 2010 Estimated Tax Payment Enter the amount of refund from Line 32 you want credited toward your 2010 income tax. Your income refund will be reduced by this amount.

The Renter Rebate from Line 31d can be refunded or used to pay 2008 VT tax. It cannot be applied to 2009 income taxes.

Line 33b Credit to 2010 Homestead Property Tax Bill If you filed a 2010 VT Homestead Declaration on Form HS-122 and you filed the 2009 income tax return on or before September 1, 2010, you may elect to use

all or part of your refund to pay your homestead property tax bill. Your income refund will be reduced by this amount. The State will include an additional 1% to the refund credited to your property taxes.

Line 34 Refund Amount Subtract Lines 33a and 33b from Line 32 and enter the result. This is the amount of your refund. If you owe interest and penalty for underpayment of estimated income tax payment, this amount will be subtracted from the refund.

Section 9 Amount You Owe

Line 35 If Line 30 is more than Line 31h, this is the amount you owe. Subtract Line 31h from Line 30 and enter result.

Line 36 Interest and Penalty on Underpayment of or Failure to Make Estimated Tax Payments Paying charges at the time of filing may reduce the amount of charges that would be billed later. Use Worksheet IN-152 or IN-152A, available on our website, to calculate the charges. The paper worksheets can be obtained by calling 802-828-2515. If you have a refund, the interest and penalty will be deducted. See page 4 for more information and examples.

Line 37 Total Add Lines 35 and 36. Enter amount. This is the amount you owe. See *Payment Options* on page 5. If you are unable to pay all your taxes and want to request a payment plan, see page 5.

Section 10 Signatures

Signature **REQUIRED entry.** Sign the return in the space provided. If filing this form jointly, both filers must sign.

Date Write the date on which the form was signed.

Occupation Enter your occupation. If filing jointly, enter both filers' occupations.

Age Check this box at the applicable signature line if age 65 or older on December 31, 2009.

Disclosure Authorization If you wish to give the Department authorization to discuss your 2009 VT income tax return with your tax preparer, check this box and include the preparer's name.

Preparer If you are a paid preparer, you must also sign the return, enter your Social Security Number or PTIN and, if employed by a business, the EIN of the business. If someone other than the filer(s) prepared the return without charging a fee, then that preparer's signature is optional.

SCHEDULE IN-112 VT TAX ADJUSTMENTS and CREDITS

Print your name and social security number on this schedule. Use blue or black ink to make all entries.

VT Calculation A Adjustments to Income or VT Tax

Part I Income from State and Local Obligations

INTEREST AND DIVIDEND INCOME FROM NON-VT STATE AND LOCAL OBLIGATIONS ARE TAXABLE IN VT. A VT obligation is one from the State of VT or a VT municipality.

Line 1 Enter the total interest and dividend income received from all state and local obligations exempted from Federal tax.

Line 2 Enter the interest and dividend income from VT obligations. This may have been paid directly to you or through a mutual fund or other legal entity that invests in VT state and local obligations. If you receive this income from a mutual fund that has only a portion of its assets invested in VT state and local obligations, enter only the amount for the VT obligation(s).

Line 3 Subtract Line 2 from Line 1. Also enter on Form IN-111, Line 12a. This is the amount of interest and dividend income from non-VT state and local obligations that must be included in VT Taxable Income.

Part II Adjustments to VT Income Tax

Additions to VT Tax

Line 4 Tax on Qualified Plans and tax favored accounts, including IRA, HSA and MSA.

Line 5 Recapture of Federal Investment Tax Credit from Federal Form 4255.

Line 6 Tax on lump sum distributions from Federal Form 4972.

Line 7 Add Lines 4 through 6 and enter result.

Line 8 Multiply Line 7 by 24% and enter result.

Line 9 Recapture of Vermont tax credit(s). Contact the Department at 1-866-828-2865 (toll-free in VT) or 802-828-2865 (local or out-of-state) for information on calculating the recapture amount.

Line 10 Add Lines 8 and 9. Also enter result on Form IN-111, Line 17.

Subtractions from VT Tax

Line 11 Credit for Child and Dependent Care Expenses from Federal Form 1040, Line 48; 1040A, Line 29. Do not use this line if you qualify for the Low Income Child and Dependent Care Credit. See instructions on page 10. If the Federal tax credit is based on care provided by accredited and non-accredited providers, complete the Low Income Child & Dependent Care Worksheet on page 10 to determine if the Low Income credit or 24% of the total Federal tax credit is more beneficial to you. You cannot take both credits.

Line 12 Credit for the Elderly or the Disabled from Federal Schedule R.

Line 13 Investment Tax Credit from Form 3468. This credit is limited to the amount of investment tax credit attributable to the VT-property portion. This line includes 24% of the VT-based business solar energy investment. See Line 17 to claim the remaining 76% for a VT-based business solar energy investment.

Line 14 VT Farm Income Averaging Credit This credit is available to farmers who calculate Federal tax using Federal Schedule J. Complete the worksheet below.

VT FARM INCOME AVERAGING WORKSHEET

1. Calculate and enter here Federal income tax using Federal Schedule D, Federal Schedule D Worksheet, or Federal tax rate schedules as if Schedule J was not used. 1. \$ _____
less
2. Enter Federal tax from Federal Schedule J Line 23 2. \$ _____
3. Subtract Line 2 from Line 1. This is your VT Farm Income Averaging Credit. Enter the result on Schedule IN-112, Part II, Line 14 3. \$ _____

Line 15 Add Lines 11 through 14.

Line 16 Multiply Line 15 by 24% and enter result.

Line 17 Solar Energy Investment Credit (as defined by Section 48 of Internal Revenue Code). On Line 13, taxpayers claim 24% of the Federal investment tax credit for a VT-based business solar energy investment. Beginning with tax year 2008, VT allows the remaining 76% of the Federal credit for a business solar energy investment located in VT. **NOTE:** For VT-based business solar energy investment made on or after October 1, 2009, the credit is limited to project costs not covered by grants or similar funding from any public or private program that assists in providing capital investment for a renewable energy project. Unused business solar energy investment tax credit may be carried forward no more than five years following the year the credit is claimed (retroactive to credit claim in tax year 2008). See Technical Bulletin 45 on our website under "Publications".

Go to <http://tax.vermont.gov> or contact the Department for more information on calculating the credit for the VT business solar energy investment.

Line 18 Add Lines 16 and 17. Also enter on Form IN-111, Line 19.

VT Calculation B Credit for Income Tax Paid to Other State or Canadian Province (FOR FULL-YEAR AND SOME PART-YEAR VT RESIDENTS ONLY)

See Technical Bulletin 38 if you have capital gain, business income, or made adjustments to arrive at Federal Adjusted Gross Income.

Part-Year Residents - Go to our web site at <http://tax.vermont.gov> or contact the Department for information on how to file for income earned in another state while a VT resident.

Supporting Documents Required: Copy of 2009 tax return filed in the other state(s). For Canadian Province(s), a copy of 2009 provincial tax return filed, copy of Federal Form 1116 (Foreign Tax Credit) and Revenue Canada income tax return. ➔ Convert amounts on Canadian returns to U.S. dollars.

A credit may be allowed against 2009 VT income tax for income tax paid in this tax year to another state or Canadian province on income taxed by both VT and the other taxing jurisdiction. The credit does not include city or county taxes. Credit for Canadian provincial income tax excludes the portion used as a foreign tax credit on Federal Form 1040.

More Than One State or Province?

- Complete a VT Calculation B for each state or Canadian province. Do not combine the income and credit of all states or Canadian provinces on one Schedule IN-112.
- Add Line 6 from each VT Calculation B to get the tax credit entry on Form IN-111, Section 5, Line 23.
- Attach a Schedule IN-112, VT Calculation B for each state or Canadian province as well as a copy of each state or Canadian provincial income tax return to your VT income tax return.

Line 1 Enter your adjusted gross income from sources outside VT in 2009. Include only income that is taxed by VT and also taxed by another state or Canadian province.

Line 2 Enter the adjusted gross income from Form IN-111, Line 10.

Line 3 Enter the VT Income Tax from Form IN-111, Line 20.

Line 4 Divide Line 1 by Line 2; then multiply the answer by Line 3, and enter result. This is the amount of VT tax that would have been due on the income taxed in another state or Canadian province.

Line 5 Enter the amount of 2009 tax year income tax paid to the other state or Canadian province on the income reported on Line 1 of this schedule. ➔ County and city taxes cannot be included. Use only the tax paid; withholding is not income tax paid.

Line 6 Enter the lesser of Line 4 or Line 5. This is the allowable tax credit. Enter this amount on Form IN-111, Line 23.

VT Calculation C VT Earned Income Tax Credit (FOR FULL-YEAR AND PART-YEAR VT RESIDENTS ONLY)

Taxpayers Not Eligible for credit:

- Nonresidents of VT
- Those with filing status of Married Filing Separately or Civil Union Filing Separately.
- Those not eligible to receive the Federal Earned Income Tax Credit

Supporting Documents Required: Evidence of earned income such as W-2 or self-employment schedule(s). Part-Year Residents must also file Schedule IN-113.

Complete the Federal earned income tax credit worksheet before doing the VT calculation. A taxpayer must be allowed the Federal earned income tax credit to be eligible for the VT earned income tax credit. Vermont uses the Federal earned income tax credit definitions and rules.

➔ Eligibility questions A and B must be answered. The claim will be disallowed if the questions are not answered.

For Line 1 or Line 7: Use entry from Federal Form 1040, Line 64a; or Form 1040A, Line 41a; or Form 1040EZ, Line 9a.

Full-Year Residents Only

Line 1 Enter the amount of your Federal earned income tax credit.

Line 2 Multiply Line 1 by 32%. Enter the result and also enter on Form IN-111, Line 31c. This is your VT earned income tax credit.

Part-Year Residents Only

Line 3 Enter the amount of wages, salaries, tips, etc. from Schedule IN-113, Part I, Line 1, Columns A and B respectively.

Line 4 Other earned income includes income from a business, partnership, or farm. Add the amounts on Schedule IN-113, Part I, Lines 6, 10, and 12, Columns A and B respectively.

Line 5, Column A Add Lines 3 and 4 in Column A and enter result.

Line 5, Column B Add Lines 3 and 4 in Column B and enter result.

Line 6 Divide Line 5, Column B by Line 5, Column A. Enter the result as a percentage carried out to two decimal places. This is the percentage of 2009 income earned in VT that is eligible for the VT earned income tax credit.

Example $\frac{\$1,200 \text{ (Line 5, Column B)}}{\$3,300 \text{ (Line 5, Column A)}} = .3636 \text{ or } 36.36\%$

NOTE: Adjustment can never be more than 100.00%.

Line 7 Enter the amount of your Federal earned income tax credit.

Line 8 Multiply Line 7 by 32% and enter result.

Line 9 Multiply Line 8 by Line 6. Enter the result and also enter on Form IN-111, Line 31c. This is your VT earned income tax credit.

VT Calculation D VT Income Tax Credits

Line 1 VT Higher Education Investment Plan (VHEIP)

The credit is available only for contributions to the 529 plan administered by VT Student Assistance Corporation. See Technical Bulletin 33 on our website under "Publications".

Supporting Document Required: Statement or certificate from VT Student Assistance Corporation or administrator of the investment plan.

You may be eligible for a tax credit on contributions made during calendar year 2009 to the VT Student Assistance Corporation higher education investment plan. The tax credit equals 10% of the first \$2,500 of contributions per beneficiary. For jointly filed returns, each spouse can contribute to a beneficiary's account and each spouse may claim the credit for his or her contributions. Contributions made by another person not

listed as the account owner (except spouses filing jointly) are not eligible for the credit.

Example: Canute and Olga, husband and wife, file a joint income tax return. Canute opens a VHEIP account for Junior, a grandchild, with a \$2,500 contribution in 2009. Canute also opens a VHEIP account for Sissy, a grandchild, with a \$1,000 in 2009. Olga contributes \$1,000 to Junior's account and contributes \$3,000 to Sissy's account. Their joint contribution to Junior's account is \$3,500 and to Sissy's account is \$4,000. The tax credit is \$500 (10% of \$2,500 for Junior and 10% of \$2,500 for Sissy) The contributions may come from the spouse's joint bank account or their individual accounts.

Example: Ollie and Lena, husband and wife, file married separately income tax returns. Ollie opens a VHEIP account for Olaf, his son, with a \$2,500 contribution in 2009. Ollie also opens a VHEIP account for Frieda, his daughter, with a \$1,000 in 2009. Lena contributes \$1,000 to Olaf's account and \$3,000 to Frieda's account. Ollie's tax credit is \$350 (10% of \$1,000 + 10% of \$2,500 max). Since Lena is not a named account holder and filing separately, she cannot claim a credit.

Example: Briget opens an account for Arkin, her son. She contributes \$2,500 to the account in 2009. Uncle Jim also makes a \$1,000 contribution to Arkin's account. Briget's contribution provides a \$250 tax credit for her. Since Uncle Jim is not the owner of the account, he cannot claim a credit.

For more information on the VT Higher Education Investment plan, go to the VSAC website at www.vsac.org or call 1-800-637-5860 Monday through Friday, 8 a.m. to 8 p.m.

Taxpayers receiving tax credit for Lines 2, 4 & 5 through S corporations, LLCs, LLPs, or partnerships, enter the name of each entity and its FEIN on the schedule.

Line 2 Angel Venture Capital Credit A taxpayer may earn a tax credit by investing a capital gain in an eligible venture capital business. The tax credit is equal to 3% of the capital gain income invested. For more information, go to Tax Credits topic on our web site at <http://tax.vermont.gov> in the "Individual" section. This credit is repealed effective for tax years beginning on or after January 1, 2010.

Line 3 Commercial Film Production A taxpayer may receive a credit against VT income tax if the taxpayer's state of residence also taxes income received from a dramatic performance in a commercial film production. The credit equals the difference between the income taxed at the VT tax rate and the income taxed at the other state's highest personal income tax rate.

Line 4 Charitable Housing A taxpayer making an investment in an eligible housing charity may receive a credit against VT income tax. The credit is the difference between the net income that would have been earned by the charitable threshold rate and the actual net income received, but not more than 3% of the average outstanding principal balance of the investment during the taxable year. The Commissioner of Housing and Community Affairs calculates the credit.

Line 5 Qualified Sale of Mobile Home Park A taxpayer may receive a credit against VT income tax equal to 7% of the taxpayer's gain subject to Federal income tax on a qualified sale of a mobile home park. A qualified sale means the sale is made to a group made up of a majority of the mobile home park tenants or to a nonprofit organization representing such group. Credit exceeding the tax liability may be carried forward for up to three years.

Line 6 Total Credits Add entries from Lines 1-5 in Column C. Enter on Form IN-111, Line 24, **unless you claim income tax credits on Schedule IN-119.** For Schedule IN-119 filers, enter credit on the appropriate Schedule IN-119 line(s). Use amount calculated from Schedule IN-119 for entry on

Form IN-111, Line 24. To obtain Schedule IN-119, go to our web site at <http://tax.vermont.gov> or call 802-828-2515.

SCHEDULE IN-113 INCOME ADJUSTMENT

Supporting Documents Required: Copies of pages 1 and 2 of Federal income tax return and any Federal schedules reporting VT income or loss.

➔ If you recomputed the Federal return for VT purposes only, use the recomputed amounts and send a copy of the Federal income tax return filed with the IRS and the recomputed return for VT tax purposes.

➔ For Married Filing Separately or Civil Union Filing Separately, all income of the individual filing must be included in Column A – not just VT income. The adjustment calculation excludes the non-VT income.

Residents: Use Part II to adjust for income exempt from VT income tax.

Part-Year Residents and Nonresidents: Complete Parts I and II. Part-Year Residents may, in some cases, be able to adjust VT income by both the VT percentage of income and credit for income tax paid to another state. The income tax paid to the other state must be for income earned in VT while a VT resident. Go to our web site at <http://tax.vermont.gov> or contact the Department for information on how to file for income earned in another state while a VT resident. See page 7 for a definition of nonresident and part-year VT income.

PART I (For Nonresidents and Part-Year VT Residents)

Lines 1 - 15, Column A Enter the income for these categories as shown on your Federal income tax return.

NOTE: For Line 3A - Use amount from 1040, Line 9a or 1040A, Line 9a.

For Lines 6A, 10A, and 12A - Use amount from Federal K-1 **before** recalculation for exclusion of bonus depreciation.

For Line 13A - Use amount reported on Federal income tax return

For Line 15A - Use amounts from 1040, Lines 14 and 21.

Nonresidents: Use this line to adjust for non-VT state and local obligations and U.S. obligation interest.

Line 15, Column A Examples of other income: gambling winnings including lotteries, raffles or lump-sum payment from sale of right to receive future lottery annuity; reimbursement this year for items itemized last year such as medical expenses; interest; income from rental of personal property; taxable distributions from Coverdell ESA or Qualified Tuition Plan, medical savings account or Archer MSA.

Lines 1 - 15, Column B Enter the VT portion for these categories from your Federal income tax return.

NOTE: For Line 3B - Use the amount of ordinary dividends received while a VT resident.

For Lines 6B, 10B, and 12B - Use amount from K-1VT **before** recalculation for exclusion of bonus depreciation.

For Line 13B - Use amount received while a VT resident. See instructions for Line 17B for example of how to calculate the VT portion of the \$2,400 Federal exclusion.

For Line 15B - Use the amount of other income earned or received from 1040, Lines 14 and 21 from Vermont sources.

Line 15, Column B Enter the portion of Other Income earned or received from VT sources.

Line 17, Column A Enter the Federal adjustment for Keogh, SEP, or SIMPLE deduction from 1040 Line 28; IRA deduction from 1040, Line 32 or 1040A, Line 17.

Instructions continued on page 43

VT SCHOOL DISTRICT CODES

Homeowners: For Form IN-111, use the school district code where you owned and resided on December 31, 2009. For Form HS-122, use the school district code where you own and reside on April 1, 2010. **Property Tax Adjustment calculation worksheet available on our website at <http://tax.state.vt.us>**

Renters: Use the school district code where you rented on December 31, 2009. Check with your landlord or local school officials if you are not sure which code to use. Enter the school district code on Form IN-111 (if you are required to file that form) and Form PR-141.

Nonresidents: Enter **999** for the school district code on Form IN-111.

VT SCHOOL CODE	SCHOOL DISTRICT NAME
001	ADDISON
002	ALBANY
003	ALBURGH
004	ANDOVER
005	ARLINGTON
006	ATHENS
255	AVERILL
256	AVERY'S GORE
007	BAKERSFIELD
008	BALTIMORE
009	BARNARD
010	BARNET
011	BARRE CITY
012	BARRE TOWN
013	BARTON
014	BELVIDERE
015	BENNINGTON
016	BENSON
017	BERKSHIRE
018	BERLIN
019	BETHEL
020	BLOOMFIELD
021	BOLTON
022	BRADFORD
023	BRAINTREE
024	BRANDON
025	BRATTLEBORO
026	BRIDGEWATER
027	BRIDPORT
028	BRIGHTON
029	BRISTOL
030	BROOKFIELD
031	BROOKLINE
032	BROWNINGTON
033	BRUNSWICK
252	BUEL'S GORE
034	BURKE
035	BURLINGTON
036	CABOT
037	CALAIS
038	CAMBRIDGE
039	CANAAN
040	CASTLETON
041	CAVENDISH
042	CHARLESTON
043	CHARLOTTE
044	CHELSEA
045	CHESTER
046	CHITTENDEN
047	CLARENDON
048	COLCHESTER
049	CONCORD
050	CORINTH
051	CORNWALL
052	COVENTRY
053	CRAFTSBURY
054	DANBY
055	DANVILLE
056	DERBY
057	DORSET
058	DOVER
059	DUMMERSTON
060	DUXBURY
061	EAST HAVEN
062	EAST MONTPELIER
063	EDEN

VT SCHOOL CODE	SCHOOL DISTRICT NAME
064	ELMORE
065	ENOSBURG
066	ESSEX JUNCTION
067	ESSEX TOWN
070	FAIR HAVEN
068	FAIRFAX
069	FAIRFIELD
071	FAIRLEE
072	FAYSTON
257	FERDINAND
073	FERRISBURGH
074	FLETCHER
075	FRANKLIN
076	GEORGIA
258	GLASTENBURY
077	GLOVER
078	GOSHEN
079	GRAFTON
080	GRANBY
081	GRAND ISLE
082	GRANVILLE
083	GREENSBORO
084	GROTON
085	GUILDHALL
086	GUILFORD
087	HALIFAX
088	HANCOCK
089	HARDWICK
090	HARTFORD
091	HARTLAND
092	HIGHGATE
093	HINESBURG
094	HOLLAND
095	HUBBARDTON
096	HUNTINGTON
097	HYDE PARK
098	IRA
099	IRASBURG
100	ISLE LA MOTTE
101	JAMAICA
102	JAY
103	JERICHO
253	JERICHO ID
104	JOHNSON
185	KILLINGTON
105	KIRBY
106	LANDGROVE
107	LEICESTER
108	LEMINGTON
259	LEWIS
109	LINCOLN
110	LONDONDERRY
111	LOWELL
112	LUDLOW
113	LUNENBURG
114	LYNDON
115	MAIDSTONE
116	MANCHESTER
117	MARLBORO
118	MARSHFIELD
119	MENDON
120	MIDDLEBURY
121	MIDDLESEX
122	MIDDLETOWN SPRINGS
123	MILTON
124	MONKTON

VT SCHOOL CODE	SCHOOL DISTRICT NAME
125	MONTGOMERY
126	MONTPELIER
127	MORETOWN
128	MORGAN
129	MORRISTOWN
130	MOUNT HOLLY
131	MOUNT TABOR
135	NEW HAVEN
132	NEWARK
133	NEWBURY
134	NEWFANE
136	NEWPORT CITY
137	NEWPORT TOWN
138	NORTH BENNINGTON ID
140	NORTH HERO
139	NORTHFIELD
141	NORTON
142	NORWICH
143	ORANGE
144	ORLEANS
145	ORWELL
146	PANTON
147	PAWLET
148	PEACHAM
149	PERU
150	PITTSFIELD
151	PITTSFORD
152	PLAINFIELD
153	PLYMOUTH
154	POMFRET
155	POULTNEY
156	POWNAI
157	PROCTOR
158	PUTNEY
159	RANDOLPH
160	READING
161	READSBORO
162	RICHFORD
163	RICHMOND
164	RIPTON
165	ROCHESTER
166	ROCKINGHAM
167	ROXBURY
168	ROYALTON
169	RUPERT
170	RUTLAND CITY
171	RUTLAND TOWN
172	RYEGATE
173	SAINT ALBANS CITY
174	SAINT ALBANS TOWN
175	SAINT GEORGE
176	SAINT JOHNSBURY
177	SALISBURY
178	SANDGATE
179	SEARSBURG
180	SHAFTSBURY
254	SHAFTSBURY ID
181	SHARON
182	SHEFFIELD
183	SHELBURNE
184	SHELDON
186	SHOREHAM
187	SHREWSBURY
260	SOMERSET
188	SOUTH BURLINGTON
189	SOUTH HERO

VT SCHOOL CODE	SCHOOL DISTRICT NAME
190	SPRINGFIELD
191	STAMFORD
192	STANNARD
193	STARKSBORO
194	STOCKBRIDGE
195	STOWE
196	STRAFFORD
197	STRATTON
198	SUDBURY
199	SUNDERLAND
200	SUTTON
201	SWANTON
202	THETFORD
203	TINMOUTH
204	TOPSHAM
205	TOWNSHEND
206	TROY
207	TUNBRIDGE
208	UNDERHILL ID
209	UNDERHILL TOWN
210	VERGENNES
211	VERNON
212	VERSHIRE
213	VICTORY
214	WAITSFIELD
215	WALDEN
216	WALLINGFORD
217	WALTHAM
218	WARDSBORO
261	WARNER'S GRANT
219	WARREN
262	WARREN'S GORE
220	WASHINGTON
221	WATERBURY
222	WATERFORD
223	WATERVILLE
224	WEATHERSFIELD
225	WELLS
226	WELLS RIVER
227	WEST FAIRLEE
230	WEST HAVEN
234	WEST RUTLAND
235	WEST WINDSOR
228	WESTFIELD
229	WESTFORD
231	WESTMINSTER
232	WESTMORE
233	WESTON
236	WEYBRIDGE
237	WHELOCK
238	WHITING
239	WHITINGHAM
240	WILLIAMSTOWN
241	WILLISTON
242	WILMINGTON
243	WINDHAM
244	WINDSOR
245	WINHALL
246	WINOOSKI
247	WOLCOTT
248	WOODBURY
249	WOODFORD
250	WOODSTOCK
251	WORCESTER



* 0 9 1 1 1 1 0 0 *

2009 VERMONT Income Tax Return FORM IN-111

1 Taxpayer Information: Taxpayer's Social Security Number, Spouse or CU Partner Social Security Number, Last Name, First Name, Initial, Mailing Address, City/Town, State, Zip Code, and checkboxes for AMENDED return, taxpayer died, and spouse/partner died.

2 Tax Filing Information: FILING STATUS (Single, Head of Household, Married Filing Jointly, CU Partner Filing Jointly, Married Filing Separately, CU Filing Separately, Qualifying Widow(er)), EXEMPTIONS CLAIMED, ADJUSTED GROSS INCOME (Line 10).

3 Taxable Income: FEDERAL TAXABLE INCOME (Line 11), ADDITIONS (12a-12c), SUBTRACTIONS (14a-14d), and VT TAXABLE INCOME (Line 15).

4 VT Income Tax: VT INCOME TAX FROM VT TAX TABLE OR TAX RATE SCHEDULE (Line 16), ADDITIONS TO VT INCOME TAX (Line 17), VT INCOME TAX WITH ADDITIONS (Line 18), SUBTRACTIONS FROM VT INCOME TAX (Line 19), VT INCOME TAX (Line 20), INCOME ADJUSTMENT (Line 21), and ADJUSTED VT INCOME TAX (Line 22).

Staple W-2/1099's here

Enter amount from Line 22 _____



* 0 9 1 1 1 1 2 0 0 *

5 Credits and Use Tax	23. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00 + 24. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00 = 25. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00		
	CREDIT FOR INCOME TAX PAID TO OTHER STATE OR CANADIAN PROVINCE (Schedule IN-112, VT Calculation B, Line 6)	VT TAX CREDITS (Schedule IN-112, VT Calculation D, Line 6 OR Schedule IN-119)	TOTAL VT CREDITS (Add Lines 23 and 24)
	26. VT INCOME TAX AFTER CREDITS (Subtract Line 25 from Line 22, but not less than zero) 26. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00		
	27. USE TAX (See page 9 for instructions and chart) 27. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00		
28. TOTAL VT TAXES (Add Lines 26 and 27) 28. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00			

6 Contributions	29a. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00 + 29b. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00 + 29c. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00 = 29d. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00
	Nongame Wildlife Fund Children's Trust Fund VT Campaign Fund
30. TOTAL OF VT TAXES & VOLUNTARY CONTRIBUTIONS (Add Line 28 and Line 29d) 30. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00	

7 Payments and Credits	31a. VT Tax Withheld (Attach state copy of W-2, 1099, etc.) 31a. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00
	31b. 2009 Estimated Tax or Extension Payments 31b. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00
	31c. Earned Income Tax Credit (Schedule IN-112, VT Calculation C) 31c. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00
	31d. Renter Rebate (Form PR-141, Line 9) 31d. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00
	31e. VT Real Estate Withholding (See instructions on page 10) 31e. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00
	31f. Business Entity Payments for Nonresident Partner, Member, or Shareholder (Form WH-435, see page 10) 31f. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00
	31g. Low Income Child & Dependent Care Credit (See instructions on page 10) 31g. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00
31h. TOTAL PAYMENTS AND CREDITS (Add Lines 31a through 31g) 31h. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00	

8 Refund	32. OVERPAYMENT If Line 30 is less than Line 31h, subtract Line 30 from Line 31h 32. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00
	33a. REFUND TO BE CREDITED TO 2010 ESTIMATED TAX PAYMENT Amount on 31d cannot be credited to 2010 estimated tax payment 33a. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00
	33b. REFUND TO BE CREDITED TO 2010 PROPERTY TAX BILL 33b. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00
	34. REFUND AMOUNT (Subtract Lines 33a and 33b from Line 32) 34. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00

9 Due	35. If Line 30 is more than Line 31h, subtract Line 31h from Line 30. See page 11 for instructions on tax due. 35. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00
	36. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00 Interest and Penalty on Underpayment of Estimated Tax (Worksheet IN-152 or 152A) 37. Add Lines 35 and 36 . 37. <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . 00

For amended returns only Original refund received _____ Refund due now _____ Original payment _____ Amount due now _____

10 Signatures	Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct and complete. Preparers cannot use return information for purposes other than preparing returns.				
	Signature	Date	Occupation	Check if age 65 or older <input type="checkbox"/>	Telephone Number (optional) <input type="text"/> - <input type="text"/> - <input type="text"/>
	Signature. If a joint return, BOTH must sign.	Date	Occupation	<input type="checkbox"/>	<input type="text"/> - <input type="text"/> - <input type="text"/>
	<input type="checkbox"/> Check here if authorizing the VT Department of Taxes to discuss this return and attachments with your preparer.				
Preparer's Use Only	Preparer's signature	Date	Preparer's SSN or PTIN <input type="text"/>		
	Firm's name (or yours if self-employed) and address _____			EIN <input type="text"/>	
	Preparer's Telephone Number <input type="text"/>				

**SEE PAGE 15
(IN-111, SIDE 1)**

**SEE PAGE 16
(IN-111, SIDE 1)**



* 0 9 1 1 2 1 1 0 0 *

PRINT in BLUE or BLACK INK

ATTACH TO FORM IN-111

Taxpayer's Last Name	First Name	Initial
----------------------	------------	---------

Taxpayer's Social Security Number

□□□ - □□ - □□□□

VT CALCULATION A. Adjustments to Income or VT Tax

PART I INCOME FROM STATE AND LOCAL OBLIGATIONS (See instructions on page 11)

1. Total interest and dividend income from all state and local obligations exempt from federal tax 1. □□, □□□, □□□ . 00

2. Interest and dividend income from VT state and local obligations included in Line 1 2. □□, □□□, □□□ . 00

3. **INCOME FROM NON-VT STATE AND LOCAL OBLIGATIONS TO BE ADDED TO VT TAXABLE INCOME** 3. □□, □□□, □□□ . 00

Subtract Line 2 from Line 1, but not less than zero. ENTER ON FORM IN-111, LINE 12a.

PART II ADJUSTMENTS TO VT INCOME TAX

ADDITIONS TO VT TAX:

4. Tax on Qualified Plans including IRA (1040-Line 58 or Form 5329), HSA (Form 8889) and MSA (Form 8853) 4. □□, □□□, □□□ . 00

5. Recapture of Federal Investment Tax Credit 5. □□, □□□, □□□ . 00

6. Tax from Federal Form 4972-Line 7 or 30 6. □□, □□□, □□□ . 00

7. Add Lines 4 through 6 7. □□, □□□, □□□ . 00

8. Multiply Line 7 by 24% 8. □□, □□□, □□□ . 00

9. Recapture of VT Credits (See instructions) 9. □□, □□□, □□□ . 00

10. Add Lines 8 and 9. Also enter on Form IN-111, Line 17 10. □□, □□□, □□□ . 00

SUBTRACTIONS FROM VT TAX:

11. Credit for Child & Dependent Care Expenses (1040-Line 48; 1040A-Line 29) 11. □□, □□□, □□□ . 00

12. Credit for the Elderly or the Disabled (Federal Schedule R) 12. □□, □□□, □□□ . 00

13. Investment Tax Credit - VT-based only 13. □□, □□□, □□□ . 00

14. VT Farm Income Averaging Credit (From worksheet on page 11) 14. □□, □□□, □□□ . 00

15. Add Lines 11 through 14. 15. □□, □□□, □□□ . 00

16. Multiply Line 15 by 24% 16. □□, □□□, □□□ . 00

17. VT-based Business Solar Energy Credit. See page 11. 17. □□, □□□, □□□ . 00

New Credit Carryforward

18. Add Lines 16 and 17. Also enter on Form IN-111, Line 19 18. □□, □□□, □□□ . 00

VT CALCULATION B. VT Credit for income tax paid to other state or Canadian province FOR RESIDENTS AND PART-YEAR RESIDENTS ONLY

You must complete a separate Calculation B for each state or Canadian province. See instructions on page 12. COPIES OF NONRESIDENT RETURNS MUST BE ATTACHED

1. Adjusted Gross Income taxed in another state or Canadian province and also subject to VT tax 1. □□, □□□, □□□ . 00

2. Adjusted Gross Income (Form IN-111, Line 10) 2. □□, □□□, □□□ . 00

3. VT Income Tax (Form IN-111, Line 20) 3. □□, □□□, □□□ . 00

4. Computed tax credit (Divide Line 1 by Line 2 and multiply result by Line 3). Result cannot be more than 100% of VT tax.

Line 1 _____ X Line 3 _____

Line 2 _____ 4. □□, □□□, □□□ . 00

5. Amount of Income TAX paid to other state or Canadian province on income on Line 1 (See instructions on page 12) 5. □□, □□□, □□□ . 00

6. **CREDIT FOR INCOME TAX PAID TO OTHER STATE OR CANADIAN PROVINCE:** Enter the *lesser* of Line 4 or Line 5. Also enter on Form IN-111, Line 23 6. □□, □□□, □□□ . 00

Name of state or Canadian province (Use standard two-letter abbreviation) □□



* 0 9 1 1 2 1 2 0 0 *

VT CALCULATION C. VT Earned Income Tax Credit **FOR FULL-YEAR RESIDENTS AND PART-YEAR RESIDENTS ONLY**
Taxpayers filing *Married Filing Separately* or *Civil Union Filing Separately* are not eligible.

ELIGIBILITY QUESTIONS - MUST BE ANSWERED

- A. Enter number of qualifying children B. Were you (or your spouse if filing a joint return) at least age 25 but under age 65 at the end of 2009? Yes No
If you answered "No" and do not have any qualifying children, you do not qualify for Earned Income Tax Credit.

FULL-YEAR RESIDENTS: Answer eligibility questions above and complete Lines 1 and 2

1. Earned income tax credit from Federal Form 1040-Line 64a; 1040A-Line 41a; or 1040EZ-Line 9a 1. , . 00
2. **VT EARNED INCOME TAX CREDIT** (Multiply Line 1 by 32%). Also enter on Form IN-111, Line 31c → 2. , . 00

PART-YEAR RESIDENTS: Answer eligibility questions above and complete Lines 3-9

Enter figures in Column A from your federal worksheet and Schedule IN-113.

For VT Portion, enter income earned while a VT resident as shown on Schedule IN-113, Column B, Lines 1, 6, 10, & 12.

A. Federal Amount \$

B. VT Portion \$

3. Wages, salaries, tips, etc. (Schedule IN-113, Line 1) 3. , . 00
4. Other earned income (Schedule IN-113, Lines 6, 10, & 12) Check to indicate loss ← 4. , . 00
5. Total earned income (Add Lines 3 & 4) 5. , . 00
6. Earned income tax credit adjustment (Divide Line 5B by Line 5A and enter here, but not more than 100%) 6. . %
7. Earned income tax credit from Federal Form 1040-Line 64a; 1040A-Line 41a; or, 1040EZ-Line 9a 7. , . 00
8. Multiply Line 7 by 32% and enter the result here 8. , . 00
9. **VT EARNED INCOME TAX CREDIT** (Multiply Line 8 by Line 6). Also enter on Form IN-111, Line 31c → 9. , . 00

VT CALCULATION D. VT Income Tax Credits. See instructions on page 12.

For credits for Lines 2-5 earned through an S-Corporation, LLC, LLP, or Partnership, enter name and FEIN of the entity.

Name of entity _____ FEIN:

If credits from more than one business entity, fill out a separate Schedule IN-112, VT Calculation D for each entity.

					Column C
					Credit
1. VT Higher Education Investment (32 V.S.A. §5825a) 1.	<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00	TIMES (x) .10	=	<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00	
2. Angel Venture Capital (32 V.S.A. §5930v) 2.	<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00	TIMES (x) .03	=	<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00	
	Column A	PLUS (+)	Column B	EQUALS (=)	Column C
	Earned in 2009		Carryforward		
3. Commercial Film Production (32 V.S.A. §5826) 3.	<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00		NOT AVAILABLE . <input type="text"/> <input type="text"/> 00		<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00
4. Charitable Housing (32 V.S.A. §5830c) 4.	<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00		<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00		<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00
5. Qualified Sale of Mobile Home Park (32 V.S.A. §5828) 5.	<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00		<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00		<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00
6. TOTAL CREDITS (Add Column C, Lines 1-5). If you have credits from Schedule IN-119 (see instructions on pages 13 & 44), this amount is entered on Schedule IN-119. If you do NOT have credits from Schedule IN-119, enter this amount on Form IN-111, Line 24. 6.					<input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> 00

**SEE PAGE 19
(IN-112, SIDE 1)**

**SEE PAGE 20
(IN-112, SIDE 2)**



* 0 9 1 1 3 1 1 0 0 *

**Nonresidents and Part-Year Residents Must Complete Parts I and II
Full-Year Residents with Adjustments Complete Part II only**

PRINT in BLUE or BLACK INK

ATTACH TO FORM IN-111

Taxpayer's Last Name	First Name	Initial
----------------------	------------	---------

Taxpayer's Social Security Number

--	--	--	--	--	--	--	--	--	--	--	--

**PART I. Enter figures as they appear on your federal return or recomputed federal return in Column A and list the VT portion in Column B.
See instructions starting on page 13.**

	A. Federal Amount \$	B. VT Portion \$
<div style="display: flex; justify-content: space-between;"> <div style="writing-mode: vertical-rl; transform: rotate(180deg); font-weight: bold; margin-right: 10px;">INCOME</div> <div> <p>1. Wages, salaries, tips, etc. 1. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>2. Taxable interest 2. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>3. Ordinary dividends 3. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>4. Taxable refunds of state and local income taxes ... 4. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>5. Alimony received 5. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>6. Business income or loss <input type="checkbox"/> Check to indicate loss ← 6. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>7. Capital gain or loss <input type="checkbox"/> Check to indicate loss ← 7. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>8. Taxable IRA distributions 8. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>9. Taxable pensions and annuities 9. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>10. Partnerships/S Corporations, and LLCs <input type="checkbox"/> Check to indicate loss ← 10. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>11. Rents, royalties, estates, trusts, etc. <input type="checkbox"/> Check to indicate loss ← 11. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>12. Farm income or loss <input type="checkbox"/> Check to indicate loss ← 12. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>13. Unemployment compensation 13. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>14. Taxable social security 14. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>15. Other: Specify _____ <input type="checkbox"/> Check to indicate loss ← 15. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00 (See instructions on page 13)</p> <p>16. TOTAL INCOME (Add Lines 1 - 15) <input type="checkbox"/> Check to indicate loss ← 16. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> </div> </div>	<p>1. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>2. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>3. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>4. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>5. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>6. <input type="checkbox"/> Check to indicate loss ← <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>7. <input type="checkbox"/> Check to indicate loss ← <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>8. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>9. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>10. <input type="checkbox"/> Check to indicate loss ← <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>11. <input type="checkbox"/> Check to indicate loss ← <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>12. <input type="checkbox"/> Check to indicate loss ← <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>13. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>14. <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>15. <input type="checkbox"/> Check to indicate loss ← <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p> <p>16. <input type="checkbox"/> Check to indicate loss ← <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/>, <input style="width: 40px;" type="text"/> . 00</p>	

**Be sure to put your name and Social Security number at the top of this page.
Attach copies of pages 1 and 2 of your filed or recomputed federal tax return and this schedule to your VT return.**



* 0 9 1 1 3 1 2 0 0 *

Carried forward from

	Line 16A				Line 16B													
	A. Federal Amount \$				B. VT Portion \$													
ADJUSTMENTS TO INCOME	17. IRA (1040-Line 32; 1040A-Line 17); Keogh/SEP/SIMPLE (1040-Line 28): Self _____ Spouse _____	17.							00	17.								00
	18. Student Loan Interest (1040-Line 33; 1040A-Line 18)	18.							00	18.								00
	19. Employee Deductions: Reservists, Performing Artists, Fee-basis Gov't Officials (1040-Line 24)	19.							00	19.								00
	20. Self-Employment Deductions: Tax (1040-Line 27), and Health Insurance (1040-Line 29)	20.							00	20.								00
	21. Health Savings Account (1040-Line 25)	21.							00	21.								00
	22. Moving Expenses (1040-Line 26)	22.							00	22.								00
	23. Penalty on Early Withdrawal of Savings (1040-Line 30)	23.							00	23.								00
	24. Alimony Paid (1040-Line 31a)	24.							00	24.								00
	25. Domestic Production Activities (1040-Line 35)	25.							00	25.								00
	26. Educator Expenses (1040-Line 23; 1040A-Line 16), and Tuition & Fees (1040-Line 34; 1040A-Line 19)	26.							00	26.								00
	27. Deductions not listed above but included on 1040-Line 36	27.							00	27.								00
	28. TOTAL ADJUSTMENTS (Add Lines 17 - 27)	28.							00	28.								00
	29. Adjusted Gross Income (Subtract Line 28A from Line 16A)																	00
	30. VT Portion of AGI (Subtract Line 28B from Line 16B)																	00
	31. Non-VT Income (Subtract Line 30 from Line 29). Also enter on Part II, Line 33 below.																	00

Dates of VT residency in 2009: From _____ to _____ Name of state(s), Canadian province or country during non-VT residency: _____

PART II. Adjustment for VT Exempt Income

VT EXEMPT INCOME	32. Adjusted Gross Income If Part I completed, enter Line 29. Otherwise, enter amount from Form IN-111, Line 10	32.							00	
	33. Non-VT Income (Line 31 above)	33.						00	(Full-year VT residents enter 0 on Line 33)	
	Part-Year Residents: For Lines 34-40, enter only income included in Part I, Line 30									
	34. Military pay. Number of months on active duty _____ (See instructions)	34.							00	
	35. Federal Employment Opportunity income adjustment	35.							00	
	36. Railroad Retirement income	36.							00	
	37. VT State payments to a family for support of developmentally disabled person(s) (See instructions on page 43)	37.							00	
	38. Americans with Disabilities Credit	38.							00	
	39. Nonresident Commercial Film Income	39.							00	
	40. VT Telecommunication Authority bond/note interest	40.							00	
41. Total (Add Lines 33-40)	41.							00		
42. VT income (Subtract Line 41 from Line 32)	42.							00		
43. INCOME ADJUSTMENT % (Divide Line 42 by Line 32) Also enter on Form IN-111, Line 21. (See instructions)	43.								%	

**SEE PAGE 23
(IN-113, SIDE 1)**

**SEE PAGE 24
(IN-113, SIDE 2)**



* 1 0 1 2 2 1 1 0 0 *

DUE DATE: April 15, 2010 (Claims allowed up to September 1, 2010 but late filing penalties apply)

PRINT in BLUE or BLACK INK

A ANNUAL VERMONT HOMESTEAD DECLARATION This form must be filed EACH YEAR by ALL VT residents who own and occupy a VT homestead on April 1 even if a claim for property tax adjustment is not made.

Homeowner Social Security Number, Spouse or CU Partner Social Security Number, Homeowner's Date of Birth, Taxpayer's Last Name, Spouse or CU Partner Last Name, Mailing Address, City/Town, State, Zip Code

Location of Homestead, A1. VT School District Code, A2. City/Town of Legal Residence on 04/01/2010

A3. SPAN Number (REQUIRED), A4. Business Use of Dwelling, A5. Rental Use of Dwelling

A6. Business or Rental Use of Improvements or Other Buildings. Are improvements or other buildings located on your parcel, other than the dwelling, used for business or rented out?...

A7-A10. Special Situations (See instructions for more information) Check if you are: A7. Grantor and sole beneficiary of a revocable trust owning the property. A8. Life estate holder of the property. A9. Homestead property crossing town boundaries. A10. Residing in a dwelling owned by a related farmer.

B PROPERTY TAX ADJUSTMENT CLAIM - For Household Income up to approx. \$97,000. Attach Schedule HI-144.

ALL eligibility questions must be answered. You must own and occupy the property as your home on April 1, 2010.

B1. Were you domiciled in (legal resident of) VT all of calendar year 2009? B2. Were you claimed as a dependent in 2009 by another taxpayer? B3. Do you anticipate selling your VT housesite on or before April 1, 2010?

B4. Housesite Value, B5. Housesite Education Tax, B6. Housesite Municipal Tax, B7. Total Parcel Acres, B8. Ownership Interest

B9. Household Income, LOT RENT B10. Mobile Home Lot Rent, ALLOCATED PROPERTY TAX FROM LAND TRUST, COOPERATIVE, OR NONPROFIT MOBILE HOME PARK B11. Allocated Education Tax, B12. Allocated Municipal Tax

MAXIMUM ADJUSTMENT AMOUNT IS \$8,000.

C Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct and complete. Preparers cannot use return information for purposes other than preparing returns.

SIGN HERE Homeowner Signature, Date, Spouse or CU Partner Signature, Date

Preparer's Use Only Preparer's signature, Date, Firm's name and address, Preparer's Phone No., Preparer's SSN or PTIN, Preparer's EIN

Instructions for Form HS-122

Complete Section A to declare a homestead.

Section B must also be completed to claim a property tax adjustment.

ANNUAL Homestead Declaration AND Property Tax Adjustment Claim

The homestead declaration must be filed each year, whether or not you make a claim for property tax adjustment. See page 44 for more information.

SELLING THE PROPERTY BEFORE APRIL 1, 2010 If you filed Form HS-122 before April 1, 2010 but sell your home before April 1, 2010, you must file HS-122W to withdraw this form.

DECEASED HOMEOWNER If the homeowner files HS-122 but dies before April 1, 2010, see page 46.

BUYING A HOME: If you buy a home on or before April 1, 2010, you are responsible for filing the homestead declaration. If you buy a home after April 1, 2010, the seller is responsible for filing a homestead declaration if the seller used the property as a principal home. The property tax adjustment amount is allocated to the seller upon closing unless the parties agree otherwise. See page 47.

DUE DATE File Form HS-122 as early as possible. Due date is APRIL 15, 2010. Form HS-122 may be filed separately from your income tax return. **No extension of time to file is available and an extension of time to file an income tax return does not apply to the Form HS-122.** See page 47 for information on extended income tax returns and household income. See *Late Filed Forms* for additional filing opportunity.

TIMELY FILING A return mailed through the U.S. Post Office is considered timely if received at the Department within 3 business days of the due date. Electronic filing or bringing the return to the Department in person requires that the return be received by the Department on or before the due date to be timely.

LATE FILING Filings after April 15 but on or before September 1 are late but you can still declare a homestead and make a property tax adjustment claim. Late filing penalties apply for filings after April 15. See page 45 for description of late filing penalties.

Property where the homestead declaration is filed after September 1 is taxed at the higher school tax rate and is ineligible for a property tax adjustment.

Form HS-122 Section A, VT Homestead Declaration, must be filed even if past the September 1 due date if the property was your principal home April 1, 2010.

AMENDING FORM HS-122 See page 45.

SEE PAGES 44-47 OF THE BOOKLET FOR information on *Homestead, Nonresidential Property, Selling the Property, and Special Situations and Ownership.*

LINE-BY-LINE INSTRUCTIONS

SECTION A 2010 ANNUAL VT HOMESTEAD DECLARATION

The Declaration identifies property as the homestead of a VT resident and the property is taxed at the homestead school property tax rate. A different school property tax rate applies to nonresidential properties.

Who Must File: You must file a declaration if you: (1) Expect to be a VT resident on April 1, 2010; and (2) Own and occupy the VT property as your principal home on April 1, 2010. A declaration must be filed each year. Only one owner needs to file the Homestead Declaration. The declaration must be filed even if it is after September 1.

Individuals holding a life estate or living in the home they transferred to a revocable trust also file the declaration. If homeowner is deceased, see page 46.

Homeowner Information: Enter your Social Security number, name, and address and, if applicable, the Social Security number and name for your spouse or civil union partner. Enter your date of birth. *Example:* Enter March 27, 1946 as 03 27 1946

Location: Enter the physical location of the homestead (street or road name). *Examples:* 123 Maple Street 276 Route 12A

Please do not enter post office box, "same", "see above", or town name here.

Line A1 VT School District Code: Enter the 3-digit school district code where you lived on April 1, 2010. Most towns print this code on the property tax bill. A school district code chart is available on our web site at <http://tax.vermont.gov> or see page 14. If you are not sure of your school district code, check with your town clerk.

➔ Be sure to use the school district code and town where your housesite is located. This may be different from the town used as your mailing address.

Line A2 Legal Residence: Enter the town or city name of legal residence. If you live where there is both a city and town with the same name, please specify city or town. *Examples:* Rutland City or Rutland Town Barre City or Barre Town

Line A3 SPAN (School Property Account Number): This is a unique identification number assigned by the town. Enter the 11-digit number printed on your property tax bill located in the Housesite information. Be sure to verify your SPAN as your property tax adjustment is credited to the property tax bill for the SPAN entered on this form.

➔ Use whole numbers and round to the nearest percentage for Lines A4 and A5.

Line A4 Business Use of Home: Enter percentage used for business. Enter 00.00% if there is no business use or the business use is 25% or less. See page 46 for further information.

Line A5 Rental Use of Home: Enter percentage rented. All rental use is required to be reported. There is NO exempt threshold as in the case of business use. See page 46 for further information.

Line A6 Business or Rental Use of Improvements and Other Buildings on the Property: Check the applicable "Yes" or "No" box. Check the "Yes" box if any improvements or other buildings are rented out or used for business.

Lines A7-A10 Special Situations: Check the box if one of these situations applies to you. Homes on farm property are defined in 32 V.S.A. §5401(7). See page 47 for information on trusts and life estates.

SECTION B PROPERTY TAX ADJUSTMENT CLAIM

➔ Section B must be completed to claim a property tax adjustment.

Supporting Documents Required: Schedule HI-144, Household Income. If applicable, include Landlord Certificate for Line B10 entry, OR the statement from your land trust, cooperative, or nonprofit mobile home park for property tax allocated to your lot or portion of property for Lines B11 and B12 entries.

Lines B1 - B3 Eligibility Questions

➔ **ALL questions must be answered to process the claim.**

Check the appropriate "Yes" or "No" box for B1, B2, and B3 to determine your eligibility.

Line B4 Housesite Value as of April 1, 2009 from the 2009/2010 property tax bill. See page 47 for information on a home purchased in 2009 or new construction.

➔ For household income of \$90,000 or more, the adjustment will be calculated using the property tax on a \$200,000 housesite value.

Line B5 Housesite Education Property Tax Enter the housesite education property tax shown on your 2009/2010 property tax bill.

Line B6 Housesite Municipal Property Tax Enter the housesite municipal property tax shown on your 2009/2010 property tax bill.

Line B7 Total Parcel Acres Enter the total number of acres as shown on your 2009/2010 property tax bill. *Example:* 1.25 or .50. If you have more than 2 acres and are eligible for an adjustment, you receive \$10 per acre, up to 5 acres, on land over the housesite 2 acres. **NOTE:** Household incomes of \$90,000 or more are not eligible for this acreage payment.

Line B8 Ownership Interest If you and the members of your household are the only owners, enter 100.00% on this line. If someone other than a member of the household is an owner, see *Ownership Situations* on page 46.

Line B9 Household Income Enter the amount from Schedule HI-144, Line t. See page 47 for information on extended income tax returns and household income.

If applicable, complete Line B10 OR Lines B11 and B12, but not all three.

Line B10 Mobile Home Lot Rent If your mobile home is located in a for-profit park, use the amount from Line 16 or Line 22 from the Landlord Certificate, LC-142.

Lines B11 & B12 Allocated Property Tax from Land Trust, Cooperative, or Nonprofit Mobile Home Park Obtain a statement from your land trust, cooperative, or nonprofit mobile home park showing the education and municipal property tax allocable to your housesite. Enter the amounts on these lines and include the statement with this form.

Maximum 2010 property tax adjustment is \$8,000.

The property tax adjustment is a credit towards your 2010/2011 property tax bill. The town issues you a property tax bill for the balance due.

SECTION C SIGNATURE REQUIRED

Date Write the date on which the form was signed.

Disclosure Authorization To give the Department authorization to discuss your 2010 VT Homestead Declaration and Property Tax Adjustment with your tax preparer, check this box and include the preparer's name.

Preparer If you are a paid preparer, you must also sign the claim, enter your Social Security number or PTIN and, if employed by a business, the EIN of the business. If someone other than the filer(s) prepared the return without charging a fee, then that preparer's signature is optional.

**SEE PAGE 27
(HS-122, SIDE 1)**

**SEE PAGE 28
(HS-122, INSTRUCTIONS)**



* 0 9 1 4 1 1 1 0 0 *

For the year Jan. 1-Dec. 31, 2009

2009 VERMONT Renter Rebate Claim FORM PR-141 FOR HOUSEHOLD INCOME OF \$47,000 OR LESS

Must Be Filed With: Household Income (Schedule HI-144) and Landlord's Certificate (LC-142)

Claimant's Social Security Number Spouse or CU Partner Social Security Number Claimant's Date of Birth

Taxpayer's Last Name Spouse or CU Partner Last Name Mailing Address City/Town State Zip Code



Location of rental property number, street / road name (DO NOT use PO Box, "same", or Town name)

1. VT School District Code 2. City/Town of Legal Residence on 12/31/2009 State

ALL eligibility questions must be answered. You must have rented all 12 months in 2009. See instructions on page 46 for exception.

- Q1. Were you domiciled (legal resident) in VT all of calendar year 2009?
Q2. Were you claimed as a dependent by another taxpayer in 2009?

REBATE CALCULATION

Before doing rebate calculation, complete Household Income (Schedule HI-144). YOU MUST ATTACH SCHEDULE HI-144 AND THE LC-142 TO THIS FORM.

3. ALLOCABLE RENT (LC-142, Line 16 or Line 22)
4. HOME USE. If more than 25% of this rental is used for business, see instructions.
5. ALLOWABLE RENT FOR REBATE CLAIM (Multiply Line 3 by Line 4)
6. HOUSEHOLD INCOME (Schedule HI-144, Line t) If more than \$47,000, you are not eligible.
7. MAXIMUM PERCENTAGE OF INCOME FOR RENT
8. MAXIMUM RENT FOR HOUSEHOLD INCOME (Multiply Line 6 by Line 7 and enter result here)
9. RENTER REBATE AMOUNT (Subtract Line 8 from Line 5 and enter result here. If result is zero, you do not qualify for a rebate.)

Table with 4 columns: If Line 6 Household Income is, \$0 - 9,999, \$10,000 - 24,999, \$25,000 - 47,000. Enter this % on Line 7: 2.0%, 4.5%, 5.0%

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct and complete.

Signature Date Telephone Number (optional)
Signature. If a joint return, BOTH must sign. Date

Check here if authorizing the VT Department of Taxes to discuss this return and attachments with your preparer.

Preparer's Use Only Preparer's signature Date Preparer's SSN or PTIN Firm's name (or yours if self-employed) and address EIN Preparer's Telephone Number

Instructions for Form PR-141 Renter Rebate Claim

The Renter Rebate Program refunds to eligible renters the portion of rent paid that exceeds an established percentage of household income.

LANDLORD'S CERTIFICATE The law requires landlords with more than 4 residential rental units to provide you with a completed certificate by January 31. Landlords with 4 or less residential rental units provide the certificate upon your request. Landlords complete the section on property taxes only upon request. You must have a Landlord's Certificate, LC-142, completed by the landlord for each rental unit occupied in calendar year 2009.

UNABLE TO GET A CERTIFICATE FROM YOUR LANDLORD? You may still file a renter rebate claim. Complete a Landlord's Certificate including your landlord's name, address, and telephone number, attach copies of your cancelled checks or receipts for rent paid, and attach a letter explaining why you could not get a Landlord's Certificate. To obtain a Landlord's Certificate, contact the Department at 802-828-2515, or e-mail taxforms@state.vt.us or fax to 802-828-2701.

DUE DATE: APRIL 15, 2010 Claims may be filed up to SEPTEMBER 1, 2010. Returns filed after September 1st cannot be accepted regardless of the reason the claim could not be filed. Claims may be filed separately from your income tax return, Form IN-111.

TIMELY FILING The Department considers a renter rebate claim timely filed when it is mailed through the U.S. Post Office and the Department receives it within 3 business days of the due date. If you bring the renter rebate claim to the Department in person, you must deliver it on or before the return due date.

REQUESTS FOR ADDITIONAL INFORMATION You may be asked to supply additional information to clarify items on your claim. The request does not mean you filed improperly or that your claim has been selected for an audit.

MISSING INFORMATION OR INCOMPLETE FILING Claims with incomplete or missing information are not considered filed. The information must be provided by the September 1 filing deadline or our request date, whichever is later. Information received after that time cannot be accepted.

INJURED SPOUSE CLAIMS Does your spouse or civil union partner owe a VT tax or money to a VT state agency and you filed a joint renter rebate claim? The renter rebate will be used to pay the bill. If your spouse or civil union partner is responsible for the tax, you need to file an "injured spouse" claim for your portion of the renter rebate. You may receive the portion of the renter rebate equal to the percentage of your income to the combined income of you and your spouse or civil union partner.

To make an "injured spouse" claim, send the following information separate from your return (1) the request letter; (2) copy of Federal Form 8379 (if you filed one with the IRS); (3) documentation of your ownership interest to: VT Department of Taxes, ATTN: Injured Spouse Unit, PO Box 1645, Montpelier VT 05601-1645.

➔ The Department will notify you if the renter rebate is taken to pay the bill. You have 30 days from the date on the notice to submit the injured spouse claim to the Department.

AMENDING or CHANGING RENTER REBATE INFORMATION Correcting household income is the only amendment or change allowed. See page 47 for more information.

ELIGIBILITY FOR RENTER REBATE

You must meet ALL of the following eligibility requirements:

- You were a legal resident of VT for the entire calendar year 2009; and
- You were not claimed in 2009 as a dependent of another taxpayer; and
- Your household income in 2009 did not exceed \$47,000; and
- You are the only person in the household making a renter rebate claim; *and*
- You rented for all 12 months in 2009. See page 46 for the one exception.

➔ **DECEASED RENTER:** You may not file a claim on behalf of a deceased person. The right to file a renter rebate claim is personal to the Claimant and does not survive the Claimant's death.

➔ **NURSING OR RESIDENTIAL CARE HOME:** The Renter Rebate Claim is for room charge only. Services such as heat, electricity, personal services, medical services, etc., are deducted from the total. Generally, the room charge is 25% of the home's total charges to the person. For a percentage greater than 25%, the nursing home or residential care home must provide a breakout of costs. Payments by Medicaid on behalf of the Claimant to the nursing home are not part of rent paid.

NOTE: A person residing in a nursing or residential care home owning a homestead with a sibling or spouse can claim a renter rebate if the sibling or spouse does not make a property tax adjustment claim.

LINE-BY-LINE INSTRUCTIONS

➔ Complete Schedule HI-144 FIRST. If Line t is more than \$47,000, you are ineligible.

Supporting Documents Required: Schedule HI-144 and LC-142

Claimant's Date of Birth Enter your date of birth (you are the claimant). Example: March 31, 1946, enter as 03 31 1946.

Claimant Information **REQUIRED entries.** Enter your name, your spouse's or civil union partner's name (if applicable), mailing address and Social Security number(s). The rebate is issued to the name(s) and address on record. The Claimant is the leaseholder or the person responsible for the rent. **Only one claim per household is allowed.**

Line 1 VT School District Code: REQUIRED entry. Go to the table on page 14 and select the three-digit school district code for the town where you lived on December 31, 2009.

Line 2 Legal Residence: REQUIRED entry. Enter your legal residence as of December 31, 2009. Your legal residence is where you live and may be different from your mailing address. If you live where there is both a city and town with the same name, please specify the one in which you reside. For example: St. Albans City or St. Albans Town.

Location of Rental Property: REQUIRED entry. Enter the physical location of the homestead. Examples: 133 Main Street, Apt 2C; 425 Farm Road 210 US Rt 7N Please do NOT enter post office box, "same", "see above," or the town name.

Eligibility Questions **REQUIRED entries.** Check the appropriate "Yes" or "No" box for Q1 and Q2 to determine your eligibility.

Rebate Calculation

Line 3 Allocable Rent Enter from the Landlord's Certificate, LC-142, the greater of Line 16 or Line 22. **MORE THAN ONE LANDLORD'S CERTIFICATE:** Add the greater of Line 16 or Line 22 from each certificate and enter on this line. File all LC-142s with your claim.

NOTE: Renter rebate claims based on the rental unit's property tax will be adjusted if your landlord charges you rent below market rate because you are related to the landlord, or for any other reason. The property tax will be adjusted to reflect the ratio of the rent charged to the fair market rent established by the Federal Housing and Urban Development Agency. See Technical Bulletin 28.

Line 4 Home Use If you use more than 25% of your rental unit's floor space for business purposes, the allowable rent amount is adjusted. The percentage of business use is generally the same percentage used on your Federal income tax return when there is more than 25% business use. To calculate business use, divide the square feet used for business by the total square feet in the rental unit. Example: You use an 11' x 12' room for an office and inventory storage. Your rental unit is 484 square feet (including the business use). Your business use is $11 \times 12 = 132 \text{ sf} / 484 = 27.00\%$ business use. Entry on Line 4 for home use is $73.00 (100\% - 27\%)$. If all home use, or business use is 25% or less, enter 100.00% on Line 4.

Line 5 Allowable Rent for Rebate Claim Multiply Line 3 by Line 4.

Line 6 Household Income Enter the amount from Schedule HI-144, Line t. See page 48 for definition of household income.

Line 7 Maximum Percentage of Income for Rent Use the chart to find your household income group and applicable percentage. Enter that percentage here.

Line 8 Maximum Allowable Rent for Household Income Multiply Line 6 by Line 7. If Line 8 is more than or the same as Line 5, you are not eligible.

Line 9 Renter Rebate Amount Subtract Line 8 from Line 5. This is your 2009 renter rebate. **NOTE:** Renter rebates cannot exceed \$8,000. ➔ If you are filing the renter rebate claim with your 2009 VT income tax return, also enter this amount on Form IN-111, Line 31d. You will be issued one check combining any income refund or rebate due you.

Signature **REQUIRED** Sign the claim.

Date Write the date on which the claim form was signed.

Disclosure Authorization If you wish to give the Department authorization to discuss your 2009 Renter Rebate Claim with your tax preparer, check this box and include the preparer's name.

Preparer If you are a paid preparer, you must also sign the claim, enter your Social Security number or PTIN and, if employed by a business, the EIN of the business. If someone other than the filer(s) prepared the return without charging a fee, then that preparer's signature is optional.

**SEE PAGE 31
(PR-141, SIDE 1)**

**SEE PAGE 32
(PR-141, INSTRUCTIONS)**



* 0 9 1 4 4 1 1 0 0 *

For the year Jan. 1 - Dec. 31, 2009

PRINT in BLUE or BLACK INK

**This schedule must be attached to Renter Rebate Claim (Form PR-141) OR
Property Tax Adjustment Claim (Form HS-122, Section B)**

Read instructions before completing schedule.

Homeowner/Claimant's Last Name	First Name	Initial
Spouse or CU Partner Last Name	First Name	Initial

Homeowner/Claimant's Social Security Number

□□□ - □□ - □□□□

Spouse or CU Partner Social Security Number

□□□ - □□ - □□□□

List the names and Social Security Numbers of all other persons (other than a Spouse or CU Partner) who had income and lived with you during 2009. Include their income in Column 3. Use a separate sheet of paper if needed.

1. _____ 2. _____

1. Homeowner/Claimant

2. Spouse/CU Partner

3. Other Persons

- a. Cash public assistance/welfare _____
a. □□□, □□□ . 00 a. □□□, □□□ . 00 a. □□□, □□□ . 00
- b. Social security/railroad retirement/veteran's benefits, **taxable and nontaxable** _____
b. □□□, □□□ . 00 b. □□□, □□□ . 00 b. □□□, □□□ . 00
- c. Unemployment compensation/worker's compensation _____
c. □□□, □□□ . 00 c. □□□, □□□ . 00 c. □□□, □□□ . 00
- d. Wages, salaries, tips, etc. (See instructions for dependent's exempt income.) _____
d. □□□, □□□ . 00 d. □□□, □□□ . 00 d. □□□, □□□ . 00
- e. Interest and dividends _____
e. □□□, □□□ . 00 e. □□□, □□□ . 00 e. □□□, □□□ . 00
- f. Interest on U.S., state, and municipal obligations, **taxable and nontaxable** _____
f. □□□, □□□ . 00 f. □□□, □□□ . 00 f. □□□, □□□ . 00
- g. Alimony, support money, child support, cash gifts _____
g. □□□, □□□ . 00 g. □□□, □□□ . 00 g. □□□, □□□ . 00
- h. Business income: **If the amount is a loss, enter zero. See instructions for offsetting a loss.** _____
h. □□□, □□□ . 00 h. □□□, □□□ . 00 h. □□□, □□□ . 00
- i. Capital gains, **taxable and nontaxable. If the amount is a loss, enter zero. See instructions for offsetting a loss.** _____
i. □□□, □□□ . 00 i. □□□, □□□ . 00 i. □□□, □□□ . 00
- j. **Taxable** pensions, annuities, retirement fund distributions. **See instructions.** _____
j. □□□, □□□ . 00 j. □□□, □□□ . 00 j. □□□, □□□ . 00
- k. Rental income: **If the amount is a loss, enter zero. See instructions for offsetting a loss.** _____
k. □□□, □□□ . 00 k. □□□, □□□ . 00 k. □□□, □□□ . 00
- l. Farm/partnerships/S Corporations/LLCs Income: **If the amount is a loss, enter zero. See instructions for offsetting a loss.** _____
l. □□□, □□□ . 00 l. □□□, □□□ . 00 l. □□□, □□□ . 00
- m. Other income (See instructions for examples of other income). Please specify _____
m. □□□, □□□ . 00 m. □□□, □□□ . 00 m. □□□, □□□ . 00
- n. **TOTAL INCOME:** Add Lines a through m _____
n. □□□, □□□ . 00 n. □□□, □□□ . 00 n. □□□, □□□ . 00



* 0 9 1 4 4 1 2 0 0 *

1. Homeowner/Claimant

2. Spouse/CU Partner

3. Other Persons

\$ _____

1. Amount from Line n, Column 1

\$ _____

2. Amount from Line n, Column 2

\$ _____

3. Amount from Line n, Column 3

o. Social Security and Medicare tax withheld on wages on income reported. Self-Employed: Enter self-employment tax paid here. This amount must be deducted from amount reported on Line q. Attach W-2 and/or Federal Schedule SE if not included with income tax filing. _____

o. [][] , [][] . 00

o. [][] , [][] . 00

o. [][] , [][] . 00

p. Child support paid. You must attach proof of payment. See instructions.

Support paid to _____ SSN → [][] - [][] - [][][][]

p. [][] , [][] . 00

p. [][] , [][] . 00

p. [][] , [][] . 00

q. Adjustments to income from Federal Form 1040-Line 36 or 1040A-Line 20. Self-employment tax reported on Line o must be deducted from this amount.

q. [][] , [][] . 00

q. [][] , [][] . 00

q. [][] , [][] . 00

r. TOTAL ADJUSTMENTS Add Lines o, p, and q. _____

r. [][] , [][] . 00

r. [][] , [][] . 00

r. [][] , [][] . 00

s. ADJUSTED INCOMES OF HOUSEHOLD MEMBERS Subtract Line r from Line n. _____

s. [][] , [][] . 00

s. [][] , [][] . 00

s. [][] , [][] . 00

t. TOTAL HOUSEHOLD INCOME Add the totals of Columns 1, 2, and 3 Line s. _____

TOTAL → t. [][] , [][] . 00

RENTERS:

If total Household Income is \$47,000 or less, enter Line t on Form PR-141, Line 6. This schedule must be filed with the Renter Rebate Claim. Claims are due April 15, 2010 but can be filed up to September 1, 2010.

If total Household Income is more than \$47,000, you do not qualify for a renter rebate.

HOMEOWNERS:

All Homeowners MUST ANNUALLY complete Form HS-122 if they owned and occupied the property as their homestead on April 1, 2010.

Homeowners with household incomes up to \$97,000 on Line t should complete all sections of Form HS-122. You may be eligible for a property tax adjustment. If making a claim for property tax adjustment on Form HS-122, Section B, this HI-144 must be attached.

Form HS-122 Due Date - April 15, 2010. Homeowners filing a late Form HS-122 **by September 1, 2010** can still declare property as a homestead for the education property tax rate and apply for property tax adjustment. However, late filing penalties apply.

**SEE PAGE 35
(HI-144, SIDE 1)**

**SEE PAGE 36
(HI-144, SIDE 2)**

Pharmacy Programs Application

VPharm, VHAP-Pharmacy, VScript, VScript Expanded, and Healthy Vermonters Programs

This application is for programs that help Vermonters pay for prescription drugs. People who have a disability or are age 65 or older may be eligible for one of these programs. The Healthy Vermonters program helps people of all ages. **We will give you the best coverage we can.**

The maximum income limit for one person is about \$3,600 per month, increasing with each additional household member. You may be required to pay a monthly premium of up to \$50 per month for each person. **Please answer each question below for the people applying for coverage.**

Name _____ Social Security no. _____
Last First Middle initial

Mailing address _____
Number Street PO Box or RD City or Town State Zip code

Marital status Single Married Civil union Separated Divorced Widowed Sex M F

Spouse or CU partner _____ Social Security no. _____
Last First Middle initial

Is this person also applying? Yes No Telephone # _____

Are any of your children or stepchildren who are under age 21 living with you? Yes - ages of children _____ No

QUESTIONS	APPLICANT	SPOUSE OR CIVIL UNION PARTNER
1. What is your date of birth?		
2. Are you a U.S. citizen? If no, include proof of immigrant status.	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Yes <input type="checkbox"/> No
3. Do you have Medicare?	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Yes <input type="checkbox"/> No
3a. Medicare claim number		
3b. Part A (hospital coverage)	Begin date _____ Premium _____	Begin date _____ Premium _____
3c. Part B (medical coverage)	Begin date _____ Premium _____	Begin date _____ Premium _____
3d. Part C (managed care)	Begin date _____ Premium _____	Begin date _____ Premium _____
3e. Part D (drug coverage)	Begin date _____ Premium _____	Begin date _____ Premium _____
4. Have you chosen a Part D Prescription Drug Plan?	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Yes <input type="checkbox"/> No
4a. Plan name		
4b. Contract ID #		
4c. Plan ID #		
4d. Plan start date		
5. Have you applied for "extra help" for Part D through Social Security?	<input type="checkbox"/> Yes, granted <input type="checkbox"/> Yes, denied <input type="checkbox"/> No	<input type="checkbox"/> Yes, granted <input type="checkbox"/> Yes, denied <input type="checkbox"/> No
5a. If granted, begin date		
5b. If denied, what reason did Social Security give you?	<input type="checkbox"/> Over income <input type="checkbox"/> Over resource <input type="checkbox"/> Failed to cooperate <input type="checkbox"/> Other; explain: _____	<input type="checkbox"/> Over income <input type="checkbox"/> Over resource <input type="checkbox"/> Failed to cooperate <input type="checkbox"/> Other; explain: _____
6. If you did not apply, what was your reason?	<input type="checkbox"/> Over income <input type="checkbox"/> Over resource <input type="checkbox"/> Other; explain: _____	<input type="checkbox"/> Over income <input type="checkbox"/> Over resource <input type="checkbox"/> Other; explain: _____
7. Do you have insurance that covers prescription drugs? (Do not include discount programs)	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Yes <input type="checkbox"/> No
7a. Name of insurance company		
7b. Address		
7c. Policy number		
7d. Date coverage began		
7e. Does this drug coverage have an annual limit?	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Yes <input type="checkbox"/> No

Please complete the other side and sign this application

8. Do you or your spouse or civil union partner have health insurance? <input type="checkbox"/> Yes <input type="checkbox"/> No	
8a. Policy holder	Services (check all that apply)
8b. Policy # _____ Group # _____	<input type="checkbox"/> Doctors <input type="checkbox"/> Prescriptions
8c. Date coverage began	<input type="checkbox"/> Hospitals <input type="checkbox"/> Major Medical
8d. Premium \$ _____ per _____	<input type="checkbox"/> Outpatient <input type="checkbox"/> Other _____
8e. Name of insurance company	
8f. Company address & phone #	
9. Have you or your spouse or civil union partner lost health insurance in the past 12 months? <input type="checkbox"/> Yes <input type="checkbox"/> No (Do not include state health care programs)	
9a. Name of person	9b. Date insurance ended
	9c. Reason why insurance ended

Please list all current gross income (before taxes, Medicare, and other deductions) for yourself and your spouse or civil union partner, if he or she lives with you. Please answer all questions.

TYPE OF INCOME	APPLICANT AMOUNT (before deductions)	SPOUSE OR CIVIL UNION PARTNER AMOUNT (before deductions)
Social Security retirement	\$ _____ per mo. <input type="checkbox"/> None	\$ _____ per mo. <input type="checkbox"/> None
Social Security disability	\$ _____ per mo. <input type="checkbox"/> None	\$ _____ per mo. <input type="checkbox"/> None
SSI	\$ _____ per mo. <input type="checkbox"/> None	\$ _____ per mo. <input type="checkbox"/> None
Railroad retirement	\$ _____ per mo. <input type="checkbox"/> None	\$ _____ per mo. <input type="checkbox"/> None
Veteran's benefits	\$ _____ per mo. <input type="checkbox"/> None	\$ _____ per mo. <input type="checkbox"/> None
Pensions or annuities	\$ _____ per mo. <input type="checkbox"/> None	\$ _____ per mo. <input type="checkbox"/> None
Interest or dividends	\$ _____ per mo. <input type="checkbox"/> None	\$ _____ per mo. <input type="checkbox"/> None
Self-employment, including rental	\$ _____ per yr. <input type="checkbox"/> None	\$ _____ per yr. <input type="checkbox"/> None
<i>(If yes, please send copy of most recent federal income tax return including all schedules.)</i>		
Wages in last 30 days	\$ _____ <input type="checkbox"/> None	\$ _____ <input type="checkbox"/> None
	Employer _____ Hrs. per wk. _____ Hourly wage _____	Employer _____ Hrs. per wk. _____ Hourly wage _____
Other income in last 30 days	\$ _____ <input type="checkbox"/> None	\$ _____ <input type="checkbox"/> None
<i>(Such as unemployment, worker's compensation, or alimony)</i>		
<i>Please describe _____</i>		
Do you pay for day care for a child or an incapacitated adult?	\$ _____ per month <input type="checkbox"/> No	\$ _____ per month <input type="checkbox"/> No
Do you pay child support or alimony?	\$ _____ per month <input type="checkbox"/> No	\$ _____ per month <input type="checkbox"/> No

Please read the following rights and responsibilities and sign below:

The information I have provided is correct to the best of my knowledge. I understand this information may be verified. I understand that I must report all changes, such as changes in income, insurance, address, and household size. I understand the information I have given is private and cannot be seen by the public.

I understand that federal regulation requires that I provide my social security number and that it may be used to check my statements with other agencies, such as the Social Security Administration and the Internal Revenue Service, and for quality control reviews. This requirement may be waived for members of a religious organization that objects to furnishing a social security number.

I understand that intentionally making a false or misleading statement, or concealing or withholding facts, may result in paying the Department, in cash, the

value of the prescription discounts I received and may subject me to civil or criminal prosecution.

I understand that I have the right to treatment that is fair and does not discriminate. I may not be treated differently because of race, color, national origin, marital status, sex, sexual orientation, age, religion, political beliefs, place of birth, or because of physical, mental, or emotional conditions. If I have a complaint about being treated differently, I may contact the Office for Civil Rights, Health and Human Services, Room 506-F, 200 Independence Avenue, S.W., Washington D.C. 20201. If I believe I have been discriminated against because of a disability, I may contact: Deputy Commissioner, Department for Children and Families, Economic Services Division, 103 South Main Street, Waterbury, VT 05671-1201.

I have reviewed the statements above about my rights and responsibilities and I understand them.			
Signature of applicant , authorized representative or legal guardian	Date	Signature of person witnessing or helping to fill out this form	Telephone #

If you have an authorized representative or legal guardian, please provide:
 Name: _____ Telephone #: _____
 Address: _____

After signing this form, please mail it to: Vermont Department of Taxes, 133 State Street, Montpelier, VT 05633-1401
 If you have questions or for current income levels, call Health Access Member Services at 1-800-250-8427.
 To use telephone service for people with hearing disabilities, call 1-888-834-7898.
If you are struggling to make ends meet, call 1-800-287-0589 for a 3SquaresVT application.



You may be eligible for a credit of at least \$13.00 toward payment of your monthly Vermont basic telephone charge. To apply, return this form by June 15, 2010. **You must reapply for the credit each year.**

If you will be 65 or OLDER by June 15, 2010. Complete this checklist to see if you are eligible:

Are you a Vermont resident? Yes No

Will you be at least 65 by June 15, 2010? Yes No

Was your 2009 household income for you and your spouse less than \$25,498 (from Income section below, Line p.)? Yes No

If you answer "Yes" to all questions, you are eligible.

OR

If you will be UNDER 65 on June 15, 2010. Complete this checklist to see if you are eligible:

Are you a Vermont resident? Yes No

Will you be younger than 65 on June 15, 2010? Yes No

Was your 2009 household income for you and your spouse less than \$21,855 (from Income section below, Line p.)? Yes No

If you answer "Yes" to all questions, you are eligible.

The following section must be filled out completely or your application will be returned and benefits will be delayed.

Your Name _____ Spouse or CU Partner Name _____

Name on phone bill _____ Name of your telephone company _____

Street, P.O. Box or RD _____ Telephone Number _____

City _____ State _____ Zip Code _____

Social Security Number

Yours - -

Spouse or CU Partner - -

Birthdate

Yours Month Day Year

Spouse or CU Partner Month Day Year

Sex

Yours F M

Spouse or CU Partner F M

INCOME (Total, You and Spouse or CU Partner combined)

a. Cash public assistance/welfare a. _____

b. Social Security/railroad retirement/veteran's benefits, **taxable and nontaxable** b. _____

c. Unemployment compensation/worker's compensation c. _____

d. Wages, salaries, tips, etc. d. _____

e. Interest and dividends e. _____

f. Interest on U.S., state and municipal obligations, **taxable and nontaxable** f. _____

g. Alimony, support money/child support g. _____

h. Business income: **If you have a loss, enter -0-** h. _____

i. Capital gains, taxable and nontaxable. **If you have a loss, enter -0-** i. _____

j. Pensions and annuities, **taxable and nontaxable** j. _____

k. Rental income: **If you have a loss, enter -0-** k. _____

l. Farm/partnership/Subchapter S income: **If you have a loss, enter -0-** l. _____

m. Other income. Please specify _____ m. _____

n. SUBTOTAL: Add lines a through m. n. _____

o. LESS adjustments to income from Federal Form 1040, Line 36 or 1040A, Line 20. o. _____

p. **TOTAL INCOME:** Subtract Line o from Line n and enter the result here. p. _____

NR **OFFICIAL USE ONLY**

I declare under penalties of perjury this application is true, correct, and complete to the best of my knowledge. If prepared by a person other than the applicant, this declaration further provides that under 32 V.S.A. §5901 this information has not been and will not be used for any other purpose, or made available to any other person other than for the preparation of this application unless a separate valid consent form is signed by the applicant and retained by the preparer. I authorize the VT Department of Taxes to disclose this information and other information necessary to process the Lifeline Credit to the Secretary of Human Services.

Subscriber's signature _____ Date _____

Spouse or Civil Union Partner signature (if filing jointly) _____ Date _____

Signature of preparer if other than taxpayer _____ Date _____

Address of preparer _____

Instructions for Lifeline Telephone Service Credit

What is the Lifeline Telephone Credit?

The Lifeline program provides a credit of at least \$13.00 on the monthly telephone bills of income-eligible Vermont residents.

Who is eligible for the Lifeline Telephone Credit?

Two groups of Vermont residents with telephone service are eligible for the credit. You are eligible if you reside in Vermont, have phone service, and

- you will be 65 or older by June 15, 2010 and your household income is less than \$25,498;

OR

- you are under 65 and your household income is less than \$21,855

You need to submit an application for Lifeline credit each year.

What income must be included?

You must include your Adjusted Gross Income (Federal Form 1040, Line 37; or 1040A, Line 21; or 1040EZ, Line 4). This is before deduction of any loss from a trade or business, partnership, small business corporation, rental property or capital loss. This is added to all other taxable and nontaxable income such as alimony, support money, cash public assistance and relief, cost of living allowance, serviceman's dependent allowances, gross amount of pensions and annuities, railroad retirement benefits, Social Security payment, veteran's benefit act payments, nontaxable interest received from Federal or state instrumentality, unemployment and worker's compensation, gross amount of "lost time" insurance and total capital gains. It does not include gifts from nongovernmental sources, food stamps, relief in kind supplied by a government agency, or payments made by the State for foster care or care of a developmentally disabled person.

When and how do you apply?

All eligible telephone subscribers should mail the completed application on or before June 15, 2010 to:

**Vermont Department of Taxes
133 State Street
Montpelier, VT 05633-1401**

Electronic submissions are not accepted.

The application may be submitted with your Vermont tax forms. If you are not required to file, you may send just this application to the VT Department of Taxes.

The VT Agency of Human Services processes your application. Your telephone company will receive notice of your eligibility and apply the credit to the telephone account of the name and telephone number you write on this application. It is very important the information on the application matches the information with your telephone company. **Before mailing your application, check your telephone bill for the spelling of your name and your telephone number.** If it is convenient, attach a copy of your telephone bill to this application.

When will the Lifeline Credit begin?

If this is the first time you applied for the Lifeline credit, it may take up to three (3) months for the credit to appear on your telephone bill.

Do all telephone companies participate in Lifeline?

No. Only the companies listed below must offer the Lifeline discount. Other companies may offer a Lifeline discount, but are not required to do so and do not get reimbursed for their Lifeline costs.

Participating Telephone Companies

FairPoint
Franklin Telephone
Ludlow TDS
Northfield TDS
Perkinsville TDS
Shoreham Telephone
Topsham Telephone
Vermont Telephone
Waitsfield CV Telecom

How can I get answers to my questions about Lifeline?

For more information about the application or the credit

- Seniors call the Senior HelpLine at 1-800-642-5119 to reach your local area agency on aging;
- Under 65 call the AHS Economic Services Division (formerly PATH) at 1-800-479-6151.

Persons who receive Reach Up, Food Stamps, Medicaid, or Fuel Assistance benefits may be eligible to apply year-round for Lifeline through the AHS Economic Services Division. To apply, contact your Economic Services Division district office.

YOU MUST REAPPLY FOR LIFELINE EACH YEAR.

Line 17, Column B Enter the VT portion. This is determined by using the percentage of VT earned income to the amount of earned income reported on the Federal return. *Examples:* (1) Charles moves to VT in July. His total Federal wages are \$20,000. Charles is a VT resident for six months. He earned \$10,000 in VT. The VT portion is 50% as he earned 50% of his income in VT. Charles has an IRA deduction of \$1,000. The amount to enter in this column is 50% of \$1,000 or \$500. For a joint return, use the same allocation method, but do a separate calculation for each spouse. (2) Charlene lives in NH and earns her income in VT. Her total Federal and VT wages are \$20,000 with an IRA deduction of \$1,000. The amount to enter in this column is \$1,000. (3) Chuck lives in NH and earns income in VT. His total Federal wages are \$20,000 with \$15,000 from VT. He has a \$1,000 IRA deduction. The amount to enter in this column is 75% ($\$15,000/\$20,000$) of \$1,000 or \$750.

See examples for Line 17, Column B for proration of deductions to VT for Lines 18, 19, 21, 23, 24, and 26.

Line 18, Column A Enter the amount for Student Loan Interest from 1040, Line 33 or 1040A, Line 18.

Line 18, Column B Enter the portion of Student Loan Interest paid while a VT resident.

Line 19, Column A Enter the amount of expenses for reservists, performing artists or fee-basis government officials from 1040, Line 24.

Line 19, Column B Enter the portion of the Employee Deductions paid or incurred while a VT resident.

Line 20, Column A Enter the combined amounts of self-employment tax from 1040, Line 27, self-employed health insurance from 1040, Line 29.

Line 20, Column B Enter the VT portion of these self-employment deductions. Entries are based on where tax or insurance was imposed.

Line 21, Column A Enter the deduction amount for Health Savings Account from 1040, Line 25.

Line 21, Column B Enter the VT portion paid while a VT resident.

Line 22, Column A Enter the amount for moving expenses from 1040, Line 26.

Line 22, Column B The VT portion for moving expenses are expenses incurred for a move into VT.

Line 23, Column A Enter the amount for penalty on early withdrawal of savings from 1040, Line 30.

Line 23, Column B The VT portion of penalty on early withdrawal of savings is the penalty imposed during VT residency.

Line 24, Column A Enter the amount for Alimony from 1040, Line 31a.

Line 24, Column B The VT portion is the alimony paid during VT residency.

Line 25, Column A Enter the amount for Domestic Production Activities from 1040, Line 35.

Line 25, Column B If you used the Domestic Production Activities deduction, go to <http://tax.vermont.gov> or contact the Department for instructions on calculating the VT portion.

Line 26, Column A Enter the combined amounts of Educator Expenses from 1040, Line 23 or 1040A, Line 16, and Tuition and fees from 1040, Line 34 or 1040A, Line 19.

Line 26, Column B The VT portion of Educator Expenses and Tuition and fees during VT residency.

Deductions not listed but included on 1040, Line 36 or 1040A, Line 20

Line 27, Column A Enter deduction(s) to AGI that are included in the total on Form 1040, Line 36 or Form 1040A, Line 20. *Examples:* repayment of supplemental unemployment compensation, certain attorney or court costs for unlawful discrimination claim. See Federal instructions for Form 1040, Line 36 or 1040A, Line 20 for other deductions and more information.

Line 27, Column B Enter the portion of the deductions paid or incurred during your VT residency or resulting from VT income earned or received.

Dates of VT Residency in 2009 Enter the dates you lived in VT in 2009.

Name of State(s) During Non-VT Residency Write the names of the other states, Canadian provinces, or countries where you were a resident in 2009.

PART II Adjustment for VT Exempt Income

Line 32 If Part I completed, enter the amount from Line 29. Otherwise, enter Adjusted Gross Income from Form IN-111, Line 10.

Line 33 Part-Year Residents and Nonresidents: Enter the amount from Part I, Line 31. Full-Year Residents: Enter 0.

Line 34 Enter the amount of VT exempt military pay received in 2009 that is included in your Federal adjusted gross income. Exempt military pay is:

I. Wages earned from the armed services for full-time active duty outside of VT. **Supporting Documents Required:** Copy of active duty orders.

II. Up to \$2,000 for National Guard or U.S. Reserve training pay earned in VT if your adjusted gross income for tax year 2009 is less than \$50,000. **Supporting Documents Required:** Copy of DFAS form or certification statement from unit that all training was completed during the calendar year.

III. Student loan repayment can be taken only if the amount is included in your adjusted gross income. Enter the repayment benefit made under 10 U.S.C. Chapters 109 and 1609 for 2009 year. **Supporting Documents Required:** Certification statement from armed services showing your name, address, social security number, amount of student loan repayment, and payment date.

➔ Deployed members of the National Guard or U.S. Reserve may be eligible for exemption of both full-time military pay and monthly training.

➔ Persons assigned by their employer to work on a military project are not members of the armed services.

Line 35 Federal Employment Opportunity Enter the amount of wages or expenses required to be added back to Federal AGI under IRC Sections 280C or 44.

Line 36 Enter the amount you received in 2009 for Regular Railroad Retirement Benefits (Tier 1) and Supplemental Railroad Annuity Payments (Tier 2). This income is taxable at the Federal level, but exempt from VT income tax. If you receive social security that includes Tier 1 or Tier 2 benefits, enter only the portion included in your Federal adjusted gross income. **Supporting Documents Required:** Copy of 1099, 1099RB, WP-4 or any other document you received showing payment of these benefits.

Line 37 Enter the amount paid by the State of VT to a family for the support of an eligible person with a developmental disability, as defined in 18 V.S.A. §8722(2). This exclusion does not apply to income of caretakers or contractors hired by the family or guardian of the person with a developmental disability, even if the payment comes directly from the State. ➔ This amount may be excluded only if the payment is included in your adjusted gross income.

Line 38 Enter the amount or the portion eligible for business expenses made to comply with the Americans with Disabilities Act under Internal Revenue Code §44 for a business located in VT. **Supporting Documents Required:** Copy of Federal form.

Line 39 (For Nonresidents Only) Enter the amount of VT income earned for a dramatic performance in a commercial film production that is excluded from income tax in your state of legal residence.

Line 40 Interest or income from a bond or note of the VT Telecommunications Authority OR a bond from Vermont Student Assistance Corporation (VSAC) that designated such interest as exempt from VT tax. Enter the amount of interest or income you received in this tax year.

Line 41 Add Lines 33 through 40 and enter result. This is the total amount of income not subject to VT income tax. → No entry is needed on this line if you did not have entries on Lines 33 - 40.

Line 42 Subtract Line 41 from Line 32. This is the VT income subject to tax.

Line 43 Divide Line 42 by Line 32. Also enter on Form IN-111, Line 21.

→ Carry out to two decimal places.

$$\text{Example: } \frac{\text{Line 42 } \$ 4,000}{\text{Line 32 } \$18,000} = .2222 \times 100 = 22.22\%$$

NOTE: If Line 42 (VT income) equals or exceeds Line 32 (adjusted gross income), enter 100.00%. Also enter 100.00% on Form IN-111, Line 21.

If Line 32, 33, 41, or 42 is negative, go to the Department web site at <http://tax.vermont.gov> or call 866-828-2865 (toll-free in VT) or 802-828-2865 for instructions.

SCHEDULE IN-119 VT TAX CREDITS

Schedule IN-119 is not included in this booklet. Use Schedule IN-119 if you have a tax credit not listed on Schedule IN-112, VT Calculation D. This schedule may be downloaded at <http://tax.vermont.gov> in the "Forms" section, or mailed to you by calling 802-828-2515. See tax credit information on our web site for more information.

SCHEDULE IN-153 CAPITAL GAINS EXCLUSION

Schedule IN-153 is not included in this booklet. Use Schedule IN-153 if you have capital gains to calculate the amount excluded from VT income tax. This schedule and instructions may be downloaded at <http://tax.vermont.gov> in the "Forms" section, or mailed to you by calling 802-828-2515.

SCHEDULE IN-154 STATE/LOCAL INCOME TAX and NEW MOTOR VEHICLE TAX ADBACK

Schedule IN-154 is not included in this booklet. Use Schedule IN-154 if you filed a 2009 Federal Schedule A and had entries on Lines 5a and/or Line 7. This schedule and instructions may be downloaded at <http://tax.vermont.gov> in the "Forms" section, or mailed to you by calling 802-828-2515. See tax credit information on our web site for more information.



SCHOOL PROPERTY TAX RATES AND PROPERTY TAX ADJUSTMENT (FOR FULL-YEAR VT RESIDENTS ONLY)

The State of VT funds public education through a statewide property tax. VT offers property tax relief to eligible homeowners based on a percentage of their household income.

GENERAL INFORMATION

School Property Tax Rates VT towns classify property on their grand lists as either homestead or nonresidential. A different school property tax rate applies to homestead and nonresidential properties.

Homestead Property is owned and occupied by a VT resident as his or her principal home on April 1, declared as a homestead on Form HS-122, Section A, and filed with the VT Department of Taxes. **A Homestead Declaration must be filed each year.**



NOTE: The Declaration must be filed even if you are filing late, you are not required to file an income tax return, or you do not claim a property tax adjustment.

Nonresidential Property is (1) property used for commercial purposes, or as a camp, second home or summer cottage, (2) property not declared as a homestead by the due date, or (3) property not used as a homestead on April 1.

VT Homestead Declaration This is an ANNUAL filing. A Homestead Declaration must be filed each year by VT resident homeowners who own and occupy property as their principal home on April 1. Persons who hold a life estate to their home or who transferred the home into a revocable trust file the Homestead Declaration. To declare a homestead, complete Section A of Form HS-122 and file it with the VT Department of Taxes. A property tax adjustment is available only for properties declared as a homestead.

Property Tax Adjustment The property tax adjustment assists VT residents to pay property tax and is based on a percentage of household income. A homeowner eligible for an adjustment is one who (1) owned and occupied the property as a principal home on April 1; (2) was a VT resident all of calendar year 2009; (3) was not claimed as a dependent by another taxpayer for tax year 2009; and (4) the household income is \$97,000 or less in 2009. The adjustment is credited to the property tax and the town issues a bill for any balance due. The 2010 property tax adjustment is based on 2009 household income and 2009/2010 property taxes. To make a claim for property tax adjustment, complete Form HS-122, Section B and file with the VT Department of Taxes.

WITHDRAWING THE HOMESTEAD DECLARATION OR PROPERTY TAX ADJUSTMENT CLAIM

Use Form HS-122W for the following situations:

- You file Form HS-122 before April 1, 2010 and sell your home before April 1, 2010. See page 47 for *Buying and Selling Property*.
- The homeowner files Form HS-122 but dies prior to April 1, 2010 and the spouse, civil union partner, or other owner of the property is not living in the homestead. See page 46 for *Deceased Homeowner*.
- The declaration was filed in error.

If you file HS-122 for new property, send the HS-122W separate from that filing.

FORM HS-122 Homestead Declaration and Property Tax Adjustment Claim

TIMELY FILING Form HS-122 is due April 15, 2010. **An extension of time to file an income tax return does not apply to HS-122.** A return mailed through the US Post Office will be considered timely if it is received by the Department within 3 business days of the due date. If you file electronically or bring the return to the Department in person, the Department must receive the return on or before the due date to be timely.

Filing Form HS-122 on or before April 15, 2010:

- The property will be classified as a homestead on the town grand list and taxed at the homestead school property tax rate
- Eligible homeowners will receive a credit on their 2010/2011 property tax if a property tax adjustment claim is filed
- Eligible homeowners will receive a property tax bill from the town for any balance due

EXTENSION OF TIME NOT AVAILABLE An extension of time to file an income tax return does NOT apply to Form HS-122.

DETERMINING HOUSEHOLD INCOME WHEN YOU HAVE AN EXTENSION OF TIME TO FILE YOUR INCOME TAX RETURN

If you are not able to determine your household income and are making a property tax adjustment claim, complete Schedule HI-144 household income using the best information available and complete Section B of Form HS-122 no later than September 1, 2010. You are responsible for filing an amended Schedule HI-144 when your income is known. See page 47 for information on amending or changing household income.

LATE FILING Form HS-122 filed after April 15, 2010 is late, but you can file a late Form HS-122 up to September 1, 2010 and still declare a homestead and make a property tax adjustment claim.

Filing Form HS-122 between April 15 and September 1, 2010 means:

- The property will be reclassified as a homestead on the town grand list and taxed at the homestead school property tax rate
- Late filing penalties will be charged
- Eligible homeowners will receive a credit on their 2010/2011 property tax
- Depending on when your town sends property tax bills, you may receive a revised property tax bill

Filing Form HS-122 after September 1, 2010 means:

- The property will remain classified as nonresidential on the town grand list and will be taxed at the higher of the school property tax rates
- No property tax adjustment claim may be made
- Late filing penalties will be charged

LATE FILING PENALTIES

Filing Form HS-122 Declaration after April 15

- 1% of the correct school property tax will be billed and collected by the town

Filing Form HS-122 adjustment claim after April 15

- A \$15 reduction in the property tax adjustment amount

APPEALING THE LATE FILING PENALTY The late filing penalty must be appealed to the town. The law provides for a hardship appeal. Hardship is defined as full-time active military duty outside of VT; serious illness or disability of the homestead owner; or, serious illness, disability or death of an immediate family member of the homestead owner.

REQUESTS FOR ADDITIONAL INFORMATION You may be asked to supply additional information on your Form HS-122. Such a request does not necessarily mean that you filed improperly. These requests are a routine part of processing returns. However, if you do not supply the information to the Department, the return is incomplete and will not be considered filed.

MISSING INFORMATION OR INCOMPLETE FILING Returns with incomplete or missing information are not considered filed. You will be given an opportunity to complete the return. The information must be provided by September 1, 2010 or thirty days from the date of the request, whichever is later. Information received after that time cannot be accepted. The return is incomplete and will not be considered filed.

INJURED SPOUSE CLAIMS Does your spouse or civil union partner owe VT tax or money to a VT state agency and you filed a joint property tax adjustment claim? The property tax adjustment will be used to pay the bill. If your spouse or civil union partner is responsible for the bill, you need to file an "injured spouse" claim for your portion of the property tax adjustment. You may receive the portion of the property tax adjustment equal to your ownership percentage of the homestead.

To make an "injured spouse" claim, send the following information separate from your return (1) the request letter; (2) copy of Federal Form 8379 (if you filed one with the IRS); (3) documentation of your ownership interest to: VT Department of Taxes, ATTN: Injured Spouse Unit, PO Box 1645, Montpelier VT 05601-1645.

→ The Department will notify you if the property tax adjustment is taken to pay the bill. You have 30 days from the date on the notice to submit the injured spouse claim to the Department.

AMENDING or CHANGING FORM HS-122 Household income can be amended for up to three years from the filing date of HS-122, provided filing is by September 1. This is the only item on Form HS-122 that can be amended or changed. Other errors on Form HS-122 can be corrected on the current year filing if the correction request is received by September 1 of the filing year.

PROPERTY TAX ADJUSTMENT CALCULATION FOR HOUSEHOLD INCOMES

Household Income \$47,000 or less Eligible homeowners receive an adjustment to education property tax based on a percentage of household income OR the education property tax on \$15,000, whichever is more. These homeowners may also be eligible for additional adjustment for municipal property tax.

Household Income between \$47,001 and \$89,999 Eligible homeowners receive an adjustment to education property tax based on a percentage of household income.

Household Income \$90,000 or more Eligible homeowners receive an adjustment to education property tax based on a percentage of household income. Eligible property tax for adjustment is limited to a maximum of \$200,000 housesite value. Generally, homeowners with household income of \$97,000 or more do not receive an adjustment.

Maximum property tax adjustment for 2010 is \$8,000.

DEFINITIONS FOR PROPERTY TAX ADJUSTMENT CLAIM

Allocable Mobile Home Lot Rent means rent for a lot in a for-profit mobile home park as calculated on LC-142, Landlord's Certificate.

Allowable Property Tax means the property tax on the portion of the housesite you own and occupy as a home. See property tax adjustment calculation for household income for limitation. If the housesite is owned by you and other person(s), see Ownership Situations on page 46.

Cooperative means a housing corporation organized under 11 V.S.A. Chapter 14.

Domiciled means, for purposes of declaring a VT homestead, that VT is your home state, and you own and occupy the property as your principal home on April 1. For purposes of a property tax adjustment claim, the homeowner must also have been domiciled in VT all of the prior calendar year. For factors considered when determining domicile, see VT Department of Taxes Regulation 1.5811.

Education Tax Allocated from Land Trust, Co-Op or Nonprofit Mobile Home Park means the education property tax on the portion of land owned by one of these entities that is part of your housesite.

Homeowner means a person who owns and occupies the housesite as his or her principal home and meets the eligibility requirements for a property tax adjustment. Only one homeowner need file the homestead declaration. One claim for property tax adjustment per household is allowed and the claim must be from the owner who lives in the property. See definition of Joint Homeowners.

Homestead means your principal home and improvements and all contiguous land. (**NOTE:** A separate parcel contiguous to your homestead requires a separate declaration for each parcel.)

Household and Household Income See page 48.

Housesite means the portion of the homestead that is owned and occupied by the homeowner as his/her primary home plus improvements and up to two acres of land.

Joint Homeowners means Homeowners who jointly own and occupy the homestead as their principal home.

Land Trust means a nonprofit corporation or community land trust exempt under Section 501(c)(3) of the Internal Revenue Code. The corporation's purpose must be the creation or retention of affordable housing for lower income Vermonters and its bylaws must require that such housing be maintained as affordable housing for lower income Vermonters on a perpetual basis.

Legal Separation is a status granted by a court order similar to an order granting an absolute divorce or civil union dissolution. A preliminary order in a divorce case or civil union dissolution may also be accepted as evidence of legal separation. The Department will use the terms of the court order as the basis to determine eligibility and adjustment amount.

Municipal Tax Allocated from Land Trust, Co-Op or Nonprofit Mobile Home Park means the municipal property tax on the portion of land owned by one of these entities that is used as part of your housesite.

Nonprofit Mobile Home Park means a corporation exempt under Section 501(c)(3) of the Internal Revenue Code, or its wholly owned subsidiary which has as its purpose the preservation of housing for low income families; or a housing cooperative organized under 11 V.S.A. Chapter 14.

Nonresidential Property means all property not properly declared as a homestead, and property used for commercial, rental, business, or vacation purposes such as a camp or second home.

Spouse means the husband, wife, or civil union partner of the homeowner.

SPECIAL SITUATIONS

Deceased Homeowner An estate may file a Homestead Declaration on behalf of a deceased homeowner if the property was the decedent's homestead at the time of death and, from the date of death through the next April 1, the property is held by the estate of the decedent and not rented.

An estate cannot make a Property Tax Adjustment Claim on behalf of a deceased homeowner. If a homeowner files a property tax adjustment claim but dies prior to April 1, the estate must withdraw the claim and is responsible to repay any adjustment issued. If a homeowner dies on or after April 1 after filing a timely property tax adjustment claim, the commissioner may pay the adjustment to the town on behalf of another member of the household with ownership interest.

A surviving spouse or civil union partner who owns and lives in the homestead and meets the eligibility requirements becomes the Homeowner/Claimant.

Delinquent Property Tax The 2010 property tax adjustment applies first to the current year property tax. The municipality may use any remaining adjustment towards penalties, interest, or prior year property taxes.

Homestead and Nonresidential Property Use A property may be classified as both homestead and nonresidential. When a portion of the property is a homestead and a portion is used for business purposes or rented out, the following rules apply:

Business Use: No business use or business use of 25% or less: the entire property will be taxed at the homestead school property tax rate. Enter 00.00% on Form HS-122, Section A, Line A4. More than 25% business use: enter the appropriate percentage on Form HS-122, Section A, Line A4. Your property tax bill will show both a homestead and nonresidential school property tax rate. Generally, the business use percentage is the same as reported on your Federal income tax return. Examples for calculating nonresidential use are: **(a)** 1,800 square foot home with 635 square feet used as a home office and inventory storage. The 35.28% of business use (635/1,800) is rounded to 35.00%. The portion used for business is taxed at the nonresidential rate. **(b)** 1,200 square foot home with 250 square feet used as a home office. The

20.83% business use (250/1,200) is rounded to 21%. Because this is less than 25%, enter 00.00%.

Rental Use: The portion of your home that you rent to another person is not part of your home and is taxed at the nonresidential tax rate. All rental use must be reported. **There is no 25% allowance for rentals.** When there is rental use, your property tax bill will show both a homestead and nonresidential school property tax rate. The rental use percentage is generally the same as reported on your Federal income tax return. Enter the percentage on Form HS-122, Section A, Line A5. Example for calculating nonresidential rental use is: 1,800 square foot home with 365 square feet rented. The 20.27% rental use (365/1,800) is rounded to 20.00%. Eighty percent of your home will be taxed at the homestead rate and twenty percent at the nonresidential rate.

Nursing Home or Residential Care for Other Owner If the homeowner is age 62 or older and the other owner of the housesite is the homeowner's sibling or spouse who has moved indefinitely from the housesite to a nursing home or a residential care facility, the homeowner treats his or her claim as if he or she is the only owner, provided the sibling or spouse does not make a claim for the same housesite or does not file a Renter Rebate Claim.

Renting at the End of the Year If you owned a VT homestead in 2009, sold the homestead before April 1, 2009, rented on December 31, 2009, and your 2009 household income is \$47,000 or less, you may be eligible for a renter rebate for rent paid in 2009. **NOTE:** This is the only situation where a renter rebate can be claimed for less than 12 months rental.

OWNERSHIP SITUATIONS

Age 62 or Older in 2009 If the homeowner shares ownership of the housesite with his or her descendant(s), the full housesite value and property tax may be claimed, even if the other owners (descendants) are not members of the household. A letter of explanation may be requested.

Divorced or Legally Separated Joint Owners If you are **(1)** divorced or legally separated from your spouse, and **(2)** the name of your former spouse or spouse from whom you are separated remains on the deed, and **(3)** you are awarded possession of the home, you can claim the percentage of the housesite property tax for which you are responsible under the final divorce decree or court order. If the divorce decree or court order does not specify responsibility for the property taxes, the person residing in the home declares the property as his or her homestead and is allowed 50% ownership of the housesite. The person not living in the home cannot make a property tax adjustment claim. **Examples:** **(1)** Dan and Lynn are divorced/legally separated but both names stay on the deed. Lynn is given possession of the home and 100% responsibility for the property taxes. Lynn declares the property as her homestead on Form HS-122, Section A. She uses the housesite value and housesite property taxes from the property tax bill and enters 100% ownership interest on Form HS-122, Section B, Line B8. **(2)** Ethan and Myrna are divorced/legally separated but both names stay on the deed. Myrna has possession of the home and Ethan has 100% responsibility for the property taxes. Myrna declares the property as her homestead on Form HS-122, Section A. She cannot claim property tax adjustment as she is not responsible for the property taxes. Ethan cannot claim property tax adjustment as he does not live in the home. **(3)** James and Elizabeth are divorced/legally separated but both names stay on the deed. Elizabeth lives in the home, but the divorce decree/court order does not say who is responsible for the property taxes. Elizabeth declares the property as her homestead on Form HS-122, Section A. She uses the housesite value and housesite property taxes from the property tax bill and enters 50% ownership interest on Form HS-122, Section B, Line B8. James cannot claim property tax adjustment as he does not live in the home.

These rules also apply to Civil Union partners.

You may be asked for a copy of the portions of the court document showing the court, date filed, signature page, and the housesite-related provisions.

Duplex Housing BOTH OWNERS OCCUPY THE BUILDING AS THEIR PRINCIPAL HOME The eligible housesite property tax is the tax on the portion owned by each homeowner. If the town issues a property tax bill to each homeowner for only his or her portion of the housesite, use the housesite value and property tax information on the bill. If the property tax bill is for the total property, the homeowner uses the housesite value and property taxes pro rated for his or her ownership interest. *Examples:* (1) Jack and Jill own a duplex and each occupies half as their principal home. The town sends them each a property tax bill for their respective units. Jack and Jill declare the property as their homestead on Form HS-122, Section A. They use the housesite value and housesite property taxes from their property tax bill and enter 100% ownership on Form HS-122, Section B, Line B8. (2) Sally and Sara own a duplex home and each occupies their half as their principal home. The town sends one property tax bill. Either Sally or Sara declares the property as a homestead on Form HS-122, Section A. They file separate property tax adjustments and use half of the housesite value on Form HS-122, Section B, Line B4, half the housesite property tax on Form HS-122, Section B, Line B5 (and if applicable B6) and enter 100% ownership interest on Form HS-122, Section B, Line B8.

ONE OWNER DOES NOT OCCUPY HIS OR HER PART OF THE BUILDING AS A PRINCIPAL HOME The owner occupying the building as his or her principal home pro rates ownership interest by the other owner's interest. *Examples:* (1) Tom and Jerry own a duplex. Tom lives in the duplex but Jerry moved out and rents out his portion. The town issues a property tax bill to each owner. Tom declares the property as his homestead on Form HS-122, Section A. Since Jerry holds a half ownership interest in Tom's property, Tom uses the housesite value and housesite property tax from his property tax bill and enters 50% ownership on Form HS-122, Section B, Line B8. (2) Jane and her brother Dick own a duplex. Dick occupies his portion of the property as his principal home. Jane rents her side of the duplex to others. The town issues one property tax bill for the property. Dick declares his portion of the property as a homestead on Form HS-122, Section A and enters 50% rental use on Form HS-122, Section A, Line A5. He uses half the housesite value and housesite property tax from the property bill on Form HS-122, Section B, Line B5 (and if applicable B6) and enters 50% ownership interest on Form HS-122, Section B Line B8 to adjust for Jane's 50% ownership in his property.

Entity Ownership When an entity, such as a C or S corporation, partnership or limited liability company, owns the property, the property cannot be claimed as an individual's homestead. There is an exception for a homestead located on a farm. See Reg. 1.5401.

Life Estate A person who holds a life estate interest in a property that he or she occupies as a principal home declares the property as a homestead. Check Box A8 in Section A of Form HS-122. A life estate is an interest in the property conveyed through a deed and recorded in the town records. The deed does not have to be attached to Form HS-122 but must be available for review upon Department request.

Shared Ownership of the Housesite When a housesite is owned by someone other than the homeowner and member(s) of the household, the eligible property tax or housesite value is the percentage owned by the household members. *Examples:* (1) James, Grace and Lucinda jointly own a home and all live in the home. James, Grace or Lucinda may declare the property as a homestead on Section A of Form HS-122. To make a property tax adjustment claim, enter the amount found on the property tax bill for the housesite value on Form HS-122, Section B, Line B4, the housesite property tax on Form HS-122, Section B, Line B5 (and if applicable B6) and 100% ownership interest on Section B, Line B8 as all owners live in the home; (2) Tim and Dan own a home. Tim lives in the

home. Dan does not. Tim declares the property as his homestead on Form HS-122, Section A. To make a property tax adjustment claim, enter the amount found on the property tax bill for the housesite value on Form HS-122, Section B, Line B4, the housesite property tax on Form HS-122, Section B, Line B5 (and if applicable B6) and enters 50% ownership interest on Form HS-122, Section B, Line B8 to adjust for ownership interest of Dan who does not live in the household.

Trust Ownership A home owned by a trust is not a homestead unless the trust is revocable, or becomes irrevocable solely by reason of the grantor's death, and it is the principal home of the grantor and sole beneficiary of the trust. The term "sole beneficiary" is satisfied if a husband and wife or civil union partners are the only beneficiaries of the trust. Check the box on Form HS-122, Section A, Line A7 if trust ownership meets this definition. The trust document does not have to be attached to Form HS-122 but must be available for review upon Department request.

BUYING AND SELLING PROPERTY

NOTE: The property tax adjustment stays with the property. A property tax adjustment received by the seller should be treated as a payment of property tax by the seller and allocated upon closing, unless the parties agree otherwise.

➔ **Buying after April 1, 2009** If the property was declared a homestead as of April 1, 2009 by the seller, use the property tax bill issued to the previous owner. If the property was not declared as a homestead as of April 1, 2009, you can declare it as your homestead on April 1, 2010. Request the town clerk to provide the housesite value and 2009 property tax information for the property as if it were a homestead on April 1, 2009.

➔ **Buying on or before April 1, 2010** If you buy property that you will use as your principal home, you are responsible for filing a 2010 homestead declaration on this property by the due date.

➔ **Selling the Property on or Before April 1, 2009** If you filed Form HS-122, but sell the property on or before April 1, 2010, you are responsible for withdrawing the homestead declaration and property tax adjustment claim. Send the withdrawal form separate from the Form HS-122 for the new property. Use Form HS-122W available at <http://tax.vermont.gov> or by calling 802-828-2515. See note above regarding property tax adjustment. **NOTE:** If you own and occupy a new home by April 1, 2010, you are responsible for filing Form HS-122 for your new home.

➔ **Selling the Property after April 1, 2010** If you filed the Form HS-122, but sold the property after April 1, 2010, the property tax adjustment amount is allocated to the seller upon closing unless the parties agree otherwise. The property tax adjustment is your payment on the 2010 property taxes and needs to be considered at the closing when pro-rating the property taxes. See note above regarding property tax adjustment.

NEW CONSTRUCTION

➔ **New Construction** If you are declaring as your homestead in 2010 a home newly constructed in 2009, use the value of any site improvements or structure in existence on the building lot and up to two acres of land as recorded on the town's grant list as of April 1, 2009.

SCHEDULE HI-144 HOUSEHOLD INCOME

Complete this schedule first. If your household income is within the limits, complete Form HS-122, Sections A and B for property tax adjustment or Form PR-141 for renter rebate.

AMENDING or CHANGING HOUSEHOLD INCOME You can amend, or change, the household income reported on Schedule HI-144 that accompanied the original filing of Form HS-122 or Form PR-141. The amendment must be done within three years from either the April or September due date on which you filed the original form.

Use Schedule HI-144 for the applicable year to amend household income. Enter the correct household income and mark on the top of the HI-144

"AMENDED." Send the amended HI-144 separately from any other returns being filed with the Department.

EXTENDED INCOME TAX RETURN *Extension of time to file the income tax return does NOT apply* to Form HS-122, Declaration of VT Homestead and Property Tax Adjustment Claim or Form PR-141, Renter Rebate Claim. If you cannot determine your household income (for instance, self-employed, K-1 statements, or other information not yet available), complete Schedule HI-144 with the best information available and file Form HS-122 or PR-141 before September 1. See above for amending or changing household income. **You are responsible for filing an amended HI-144 when you know your actual household income.**

Definitions

Adjusted Gross Income means the amount on your Federal income tax return 1040 Line 37, Form 1040A Line 21, or 1040EZ Line 4.

Cash Equivalent means stocks, bonds, treasury obligations, certificates of deposit or other instrument convertible to cash.

Claimant means the person who makes a renter rebate claim. The claimant is the eligible person responsible for paying the rent or the leaseholder. Only one claim for renter rebate can be made per household, but there may be joint claimants.

Gifts from a Nongovernmental Source means aid or assistance by a nonprofit organization (for example a church, the Red Cross, Salvation Army etc.) to help the recipient meet a living expense. The gift may be food, clothing, fuel, or cash to pay a utility or the rent. This is different from gifts of cash or cash equivalents.

Homeowner means a person who owns and occupies the housesite as his or her principal dwelling and meets the eligibility requirements for a property tax adjustment. Only one claim for property tax adjustment can be made per household.

Household means the homeowner or claimant, his or her spouse or civil union partner, and Other Persons who lived in the home at any time during calendar year 2009.

Homesharing Agreement means a written agreement issued through a Homeshare VT agency that specifies the terms and obligations of the homeowner and person sharing the home. The homeowner and home sharer must submit an application to the agency. See <http://www.ddas.vermont.gov/ddas-programs/programs-residential-alternatives/ddas-programs-default-page> at the VT Department of Disability, Aging and Independent Living under Housing and Residential Support for more information on homesharing.

Household Income means the Federal Adjusted Gross Income with additions or subtractions of specified taxable and nontaxable income for you, your Spouse or CU Partner, and all Other Persons for the time they lived with you during calendar year 2009. *Example:* If a roommate resides from September to December 2009, you include the income he or she received during those months.

ADDITIONS TO FEDERAL ADJUSTED GROSS INCOME: Before the deduction of any trade or business loss, loss from a partnership, loss from a small business or "subchapter S" corporation, loss from a rental property, or capital loss: (1) alimony received; (2) support money other than gifts; (3) gifts of cash or cash equivalents received by the household that exceed \$6,500.00; (4) cash public assistance and relief; (5) cost of living allowances paid to federal employees; (6) allowances received by dependents of servicemen and women; (7) the earnings from Roth IRA investment included in distribution but not included in adjusted gross income; (8) railroad retirement benefits; (9) payments received under the federal Social Security Act such as Social Security retirement, SSI and SSDI; (10) all benefits under Veterans' Acts; (11) federal pension and annuity benefits not included in adjusted gross income; (12) nontaxable interest received from the state or federal government or any of its

instrumentalities; (13) workers' compensation; (14) gross amount of "loss of time" insurance; (15) amount of capital gains excluded from adjusted gross income; (16) income of a Spouse or CU Partner from whom you are not legally separated even if that Spouse or CU Partner does not live in the household; (17) all income from members of the household that is not specifically excluded below; and (18) room and board paid to you by a member of the household.

➔ For capital gain and loss, see instructions for Line i.

➔ Contact the Department or go to the website for information on when the income of a grantor to a trust may need to be included.

EXCLUSIONS FROM HOUSEHOLD INCOME: (1) Property tax adjustment or renter rebate from the State of VT; (2) first \$6,500 of income earned by a full-time student who qualifies as your dependent; (3) first \$6,500 of income received by a parent who qualifies as your dependent; (4) first \$6,500 of income received by an adult disabled child who qualifies as your dependent; (5) payment made by the State of VT for foster care pursuant to Chapters 49 and 55 of Title 33; (6) payment made by State of VT or an agency designated in Section 8 of Title 18 for flexible family funding or adult foster care payments (formerly difficulty of care payments) to an individual for support of an eligible person with a developmental disability as defined under subdivision 8722(2) of Title 18; (7) gifts from nongovernmental sources not exceeding \$6,500; (8) surplus food or other relief in kind supplied by a government agency; (9) the contribution portion of a pension or annuity distribution if the contribution was included in adjusted gross income in the year of contribution; (10) the income of a person living in the household under a written homesharing agreement; (11) income of a person living in the household who is a bona fide employee hired to provide personal care to a household member and is not related to the person to whom the care is provided; (12) income of a Spouse age 62 or older on December 31, 2009 who does not live in the household and has moved permanently to a nursing home or other care facility; and (13) income of a person residing with the homeowner who is age 62 or is disabled for the primary purpose of providing attendant care services or homemaker services or companionship services that allow the homeowner to remain in his or her home to avoid institutionalization.

ADJUSTMENTS TO HOUSEHOLD INCOME: You may subtract from household income (1) Social Security and Medicare taxes withheld; (2) self-employment taxes paid by the individual exclusive of amount deducted to arrive at Federal adjusted gross income or excess employment tax payment; (3) child support money paid if substantiated by receipts or other evidence as required; and (4) adjustments to Federal Adjusted Gross Income from 1040 Line 36 or 1040A Line 20. **Self-employed - See instructions for Lines o and q.**

Household Living Expenses are costs associated with maintaining the household such as mortgage, rent, food, utilities, etc.

Other Persons means children, relatives, friends, housemates, domestic partners, or any other persons who lived with you at any time during calendar year 2009.

Support Money means cash, payment of housing expenses for the homeowner or claimant, or other financial assistance that provides the means for the homeowner or claimant to live in the homestead or rental unit. This is different from gifts of cash or cash equivalents.

INSTRUCTIONS

Homeowner / Claimant Information *This is a REQUIRED entry.* Write your name and your spouse's or civil union partner's name (if applicable) and Social Security number(s) in the entry boxes provided.

Write the name(s) and Social Security number(s) of *Other Persons* who had income and lived in the household in calendar year 2009. Attach additional sheet of paper if needed.

Lines a through m Enter the income in the appropriate column for all members of the household in calendar year 2009. This is both taxable and nontaxable income. Entries cannot be less than zero (i.e. negative or loss amount).

Line c Report full unemployment compensation received. The \$2,400 exclusion for tax purposes does not apply to household income.

Line n Add Lines a through m for each column and enter the results in the appropriate column entry boxes.

Special Notes

Line g Report alimony, child support payments, support money received and used for personal living expenses, and gift(s) of cash or cash equivalent that exceed \$6,500 per household.

Line h Enter the amount of income you had from a business. ➔ If you have a loss, enter 0. You can net a business loss against a capital gain if it occurred in the same tax year and for the same business.

Line i A business may be eligible to net a loss against a capital gain on the sale of business property if (1) the Internal Revenue Code would require the income to be reported if the sale had been a capital gain; (2) the loss and capital gain were both realized in 2009 tax year; and (3) the loss and gain are for the same business. When netting a loss creates negative capital gain, enter 0. Capital loss carryforward cannot be used to net against the current year capital gain for purposes of household income. ➔ Capital gains excluded from adjusted gross income must be reported as household income. This includes the capital gain from the sale of your dwelling that is excluded from Federal tax.

Line j Report taxable distributions of retirement and deferred compensation plans and accounts, and annuities as household income. Distribution from a Roth IRA is not reported as household income, but the income from earnings of a Roth IRA investment is reported when that income is not included in adjusted gross income. Non-qualified distributions from retirement and deferred compensation accounts or annuities that become subject to Federal tax must be reported as household income. Federal pension and annuity benefits, taxable and nontaxable, are reported as household income in the year received.

Lines k and l Enter the income from rent on Line k. Enter the income from farming or distribution from a pass-through entity on Line l. ➔ If you have a loss, enter 0. You can net a business loss against a capital gain if it occurred in the same tax year and for the same business.

Line m Enter other types of household income not specifically listed. Examples include but are not limited to: prizes and awards, gambling or lottery winnings, director's fees, employer allowances, taxable refunds, allowances received by dependents of armed service personnel, military subsistence payments, and any other items of income not specifically excluded whether taxable or nontaxable. ➔ Do not include your renter rebate, property tax adjustment or Federal economic stimulus payment.

Adjustments

See Technical Bulletin 42 on website for information on adjustments.

Entries cannot be less than zero (i.e. negative or loss amount).

Line o You may deduct Social Security and Medicare taxes withheld from the wages included in household income. Generally, the Social Security tax and Medicare tax withheld is on the W-2. **Exceptions:** Do NOT use the amounts on the W-2 for the following (1) Deferred compensation that is not reported in Federal adjusted gross income but upon which Social Security and Medicare taxes have been withheld. Reduce this adjustment by 7.65% of the deferred amount. *Example:* You participate in a deferred compensation plan. Total wages of \$55,000 (including the deferred amount) are subject to Social Security/Medicare tax. Social Security/Medicare tax withholding is \$4,125. You deferred \$5,000 which is not required to be reported in household income. The Social Security/Medicare tax on the \$5,000 cannot be used on this line. The

adjustment is \$3,743 (\$5,000 deferred amount x 7.65% subtracted from the \$4,125 Social Security and Medicare taxes on the W-2 or 1099). (2) Portion of income exempted from household income that is reported in Federal adjusted gross income upon which Social Security and Medicare taxes have been withheld. The Social Security and Medicare taxes are reduced to the amount reported in household income. *Example:* The first \$6,500 of income earned by a full-time student who qualifies as your dependent is exempted. The student earns \$10,000 and has a total of \$750 withheld for Social Security/Medicare taxes. The Social Security/Medicare adjustment is based on the \$3,500 included in household income, or \$268 ($\$3,500 \times 7.65\% = \268).

Self-employed homeowners or claimants may adjust for the self-employment tax paid on Federal Form 1040, Line 27 provided the income is included in household income. Include a copy of Federal Schedule SE.

Self-employed Enter the amount of self-employment Social Security and Medicare taxes paid from Federal Form 1040 Schedule SE.

NOTE: The adjustment is for taxes only. Medicare premiums withheld from Social Security payments are not an allowable adjustment. If you are not required to file a VT income tax return, include copies of your W-2 or 1099 forms.

Line p Child support payments made in 2009 by any member of your household may be deducted from household income when documentation is provided. Documentation includes proof of payment (cancelled checks, receipts, statement from Office of Child Support) and the name and Social Security number of the parent receiving the payment.

Line q Adjustments from Federal Form 1040, Line 36 or 1040A, Line 20 are deducted here. For returns filed with married filing jointly or recomputed civil union filing jointly, enter the adjustment to Federal AGI in the Homeowner or Claimant's column. **Self-employment Social Security and Medicare taxes are reported on Line o. Entry for this line is the amount from Federal Form 1040, Line 36 minus the Social Security and Medicare taxes reported on Line o.**

Line t If net of the columns for Line s is negative, enter zero.

2009 VT Rate Schedules

Schedule X

Use if your filing status is:
Single

If VT Taxable Income is Over	But Not Over	VT Base Tax is	Plus	of the amount over
0	33,950	0	3.55%	0
33,950	75,000	1,205	7.00%	33,950
TAXABLE INCOME UNDER \$75,000 USE THE TAX TABLES				
75,000	82,250	4,079	7.00%	75,000
82,250	171,550	4,586	8.25%	82,250
171,550	372,950	11,953	8.90%	171,550
372,950	-	29,878	9.40%	372,950

Schedule Y-2

Use if your filing status is:
Married Filing Separately; or Civil Union Filing Separately

If VT Taxable Income is Over	But Not Over	VT Base Tax is	Plus	of the amount over
0	28,350	0	3.55%	0
28,350	68,525	1,006	7.00%	28,350
68,525	75,000	3,819	8.25%	68,525
TAXABLE INCOME UNDER \$75,000 USE THE TAX TABLES				
75,000	104,425	4,353	8.25%	75,000
104,425	186,475	6,780	8.90%	104,425
186,475	-	14,083	9.40%	186,475

Schedule Y-1

Use if your filing status is:
Married Filing Jointly; Qualifying Widow(er); or Civil Union Filing Jointly

If VT Taxable Income is Over	But Not Over	VT Base Tax is	Plus	of the amount over
0	56,700	0	3.55%	0
56,700	75,000	2,013	7.00%	56,700
TAXABLE INCOME UNDER \$75,000 USE THE TAX TABLES				
75,000	137,050	3,294	7.00%	75,000
137,050	208,850	7,637	8.25%	137,050
208,850	372,950	13,561	8.90%	208,850
372,950	-	28,166	9.40%	372,950

Schedule Z

Use if your filing status is:
Head of Household

If VT Taxable Income is Over	But Not Over	VT Base Tax is	Plus	of the amount over
0	45,500	0	3.55%	0
45,500	75,000	1,615	7.00%	45,500
TAXABLE INCOME UNDER \$75,000 USE THE TAX TABLES				
75,000	117,450	3,680	7.00%	75,000
117,450	190,200	6,652	8.25%	117,450
190,200	372,950	12,654	8.90%	190,200
372,950	-	28,918	9.40%	372,950

Example: VT Taxable Income is \$82,000 (Form IN-111, Line 15). Filing Status is Married Filing Jointly. Use Schedule Y-1. Base Tax is \$3,294.00. Subtract \$75,000 from \$82,000. Multiply the result (\$7,000) by 7.0%. Add this amount (\$490.00) to Base Tax (\$3,294.00) for VT Tax of \$3,784.00. Enter \$3,784.00 on Form IN-111, Line 16.

If Taxable Income is –		And your filing status is –				If Taxable Income is –		And your filing status is –				If Taxable Income is –		And your filing status is –				
At Least	But Less Than	Single	Married filing jointly*	Married filing separately**	Head of household	At Least	But Less Than	Single	Married filing jointly*	Married filing separately**	Head of household	At Least	But Less Than	Single	Married filing jointly*	Married filing separately**	Head of household	
		Then your VT Tax is –						Then your VT Tax is –						Then your VT Tax is –				
15,000																		
15,000	15,100	534	534	534	534	20,000	20,100	712	712	712	712	25,000	25,100	889	889	889	889	
15,100	15,200	538	538	538	538	20,100	20,200	715	715	715	715	25,100	25,200	893	893	893	893	
15,200	15,300	541	541	541	541	20,200	20,300	719	719	719	719	25,200	25,300	896	896	896	896	
15,300	15,400	545	545	545	545	20,300	20,400	722	722	722	722	25,300	25,400	900	900	900	900	
15,400	15,500	548	548	548	548	20,400	20,500	726	726	726	726	25,400	25,500	903	903	903	903	
15,500	15,600	552	552	552	552	20,500	20,600	730	730	730	730	25,500	25,600	907	907	907	907	
15,600	15,700	556	556	556	556	20,600	20,700	733	733	733	733	25,600	25,700	911	911	911	911	
15,700	15,800	559	559	559	559	20,700	20,800	737	737	737	737	25,700	25,800	914	914	914	914	
15,800	15,900	563	563	563	563	20,800	20,900	740	740	740	740	25,800	25,900	918	918	918	918	
15,900	16,000	566	566	566	566	20,900	21,000	744	744	744	744	25,900	26,000	921	921	921	921	
16,000																		
16,000	16,100	570	570	570	570	21,000	21,100	747	747	747	747	26,000	26,100	925	925	925	925	
16,100	16,200	573	573	573	573	21,100	21,200	751	751	751	751	26,100	26,200	928	928	928	928	
16,200	16,300	577	577	577	577	21,200	21,300	754	754	754	754	26,200	26,300	932	932	932	932	
16,300	16,400	580	580	580	580	21,300	21,400	758	758	758	758	26,300	26,400	935	935	935	935	
16,400	16,500	584	584	584	584	21,400	21,500	761	761	761	761	26,400	26,500	939	939	939	939	
16,500	16,600	588	588	588	588	21,500	21,600	765	765	765	765	26,500	26,600	943	943	943	943	
16,600	16,700	591	591	591	591	21,600	21,700	769	769	769	769	26,600	26,700	946	946	946	946	
16,700	16,800	595	595	595	595	21,700	21,800	772	772	772	772	26,700	26,800	950	950	950	950	
16,800	16,900	598	598	598	598	21,800	21,900	776	776	776	776	26,800	26,900	953	953	953	953	
16,900	17,000	602	602	602	602	21,900	22,000	779	779	779	779	26,900	27,000	957	957	957	957	
17,000																		
17,000	17,100	605	605	605	605	22,000	22,100	783	783	783	783	27,000	27,100	960	960	960	960	
17,100	17,200	609	609	609	609	22,100	22,200	786	786	786	786	27,100	27,200	964	964	964	964	
17,200	17,300	612	612	612	612	22,200	22,300	790	790	790	790	27,200	27,300	967	967	967	967	
17,300	17,400	616	616	616	616	22,300	22,400	793	793	793	793	27,300	27,400	971	971	971	971	
17,400	17,500	619	619	619	619	22,400	22,500	797	797	797	797	27,400	27,500	974	974	974	974	
17,500	17,600	623	623	623	623	22,500	22,600	801	801	801	801	27,500	27,600	978	978	978	978	
17,600	17,700	627	627	627	627	22,600	22,700	804	804	804	804	27,600	27,700	982	982	982	982	
17,700	17,800	630	630	630	630	22,700	22,800	808	808	808	808	27,700	27,800	985	985	985	985	
17,800	17,900	634	634	634	634	22,800	22,900	811	811	811	811	27,800	27,900	989	989	989	989	
17,900	18,000	637	637	637	637	22,900	23,000	815	815	815	815	27,900	28,000	992	992	992	992	
18,000																		
18,000	18,100	641	641	641	641	23,000	23,100	818	818	818	818	28,000	28,100	996	996	996	996	
18,100	18,200	644	644	644	644	23,100	23,200	822	822	822	822	28,100	28,200	999	999	999	999	
18,200	18,300	648	648	648	648	23,200	23,300	825	825	825	825	28,200	28,300	1003	1003	1003	1003	
18,300	18,400	651	651	651	651	23,300	23,400	829	829	829	829	28,300	28,400	1006	1006	1006	1006	
18,400	18,500	655	655	655	655	23,400	23,500	832	832	832	832	28,400	28,500	1010	1010	1013	1010	
18,500	18,600	659	659	659	659	23,500	23,600	836	836	836	836	28,500	28,600	1014	1014	1020	1014	
18,600	18,700	662	662	662	662	23,600	23,700	840	840	840	840	28,600	28,700	1017	1017	1027	1017	
18,700	18,800	666	666	666	666	23,700	23,800	843	843	843	843	28,700	28,800	1021	1021	1034	1021	
18,800	18,900	669	669	669	669	23,800	23,900	847	847	847	847	28,800	28,900	1024	1024	1041	1024	
18,900	19,000	673	673	673	673	23,900	24,000	850	850	850	850	28,900	29,000	1028	1028	1048	1028	
19,000																		
19,000	19,100	676	676	676	676	24,000	24,100	854	854	854	854	29,000	29,100	1031	1031	1055	1031	
19,100	19,200	680	680	680	680	24,100	24,200	857	857	857	857	29,100	29,200	1035	1035	1062	1035	
19,200	19,300	683	683	683	683	24,200	24,300	861	861	861	861	29,200	29,300	1038	1038	1069	1038	
19,300	19,400	687	687	687	687	24,300	24,400	864	864	864	864	29,300	29,400	1042	1042	1076	1042	
19,400	19,500	690	690	690	690	24,400	24,500	868	868	868	868	29,400	29,500	1045	1045	1083	1045	
19,500	19,600	694	694	694	694	24,500	24,600	872	872	872	872	29,500	29,600	1049	1049	1090	1049	
19,600	19,700	698	698	698	698	24,600	24,700	875	875	875	875	29,600	29,700	1053	1053	1097	1053	
19,700	19,800	701	701	701	701	24,700	24,800	879	879	879	879	29,700	29,800	1056	1056	1104	1056	
19,800	19,900	705	705	705	705	24,800	24,900	882	882	882	882	29,800	29,900	1060	1060	1111	1060	
19,900	20,000	708	708	708	708	24,900	25,000	886	886	886	886	29,900	30,000	1063	1063	1118	1063	

* This column also applies to qualifying widow(er) and civil union filing jointly status

** This column also applies to civil union filing separately status

If Taxable Income is –		And your filing status is –				If Taxable Income is –		And your filing status is –				If Taxable Income is –		And your filing status is –				
At Least	But Less Than	Single	Married filing jointly*	Married filing separately**	Head of household	At Least	But Less Than	Single	Married filing jointly*	Married filing separately**	Head of household	At Least	But Less Than	Single	Married filing jointly*	Married filing separately**	Head of household	
		Then your VT Tax is –						Then your VT Tax is –						Then your VT Tax is –				
45,000																		
45,000	45,100	1982	1599	2175	1599	50,000	50,100	2332	1777	2525	1934	55,000	55,100	2682	1954	2875	2284	
45,100	45,200	1989	1603	2182	1603	50,100	50,200	2339	1780	2532	1941	55,100	55,200	2689	1958	2882	2291	
45,200	45,300	1996	1606	2189	1606	50,200	50,300	2346	1784	2539	1948	55,200	55,300	2696	1961	2889	2298	
45,300	45,400	2003	1610	2196	1610	50,300	50,400	2353	1787	2546	1955	55,300	55,400	2703	1965	2896	2305	
45,400	45,500	2010	1613	2203	1613	50,400	50,500	2360	1791	2553	1962	55,400	55,500	2710	1968	2903	2312	
45,500	45,600	2017	1617	2210	1619	50,500	50,600	2367	1795	2560	1969	55,500	55,600	2717	1972	2910	2319	
45,600	45,700	2024	1621	2217	1626	50,600	50,700	2374	1798	2567	1976	55,600	55,700	2724	1976	2917	2326	
45,700	45,800	2031	1624	2224	1633	50,700	50,800	2381	1802	2574	1983	55,700	55,800	2731	1979	2924	2333	
45,800	45,900	2038	1628	2231	1640	50,800	50,900	2388	1805	2581	1990	55,800	55,900	2738	1983	2931	2340	
45,900	46,000	2045	1631	2238	1647	50,900	51,000	2395	1809	2588	1997	55,900	56,000	2745	1986	2938	2347	
46,000																		
46,000	46,100	2052	1635	2245	1654	51,000	51,100	2402	1812	2595	2004	56,000	56,100	2752	1990	2945	2354	
46,100	46,200	2059	1638	2252	1661	51,100	51,200	2409	1816	2602	2011	56,100	56,200	2759	1993	2952	2361	
46,200	46,300	2066	1642	2259	1668	51,200	51,300	2416	1819	2609	2018	56,200	56,300	2766	1997	2959	2368	
46,300	46,400	2073	1645	2266	1675	51,300	51,400	2423	1823	2616	2025	56,300	56,400	2773	2000	2966	2375	
46,400	46,500	2080	1649	2273	1682	51,400	51,500	2430	1826	2623	2032	56,400	56,500	2780	2004	2973	2382	
46,500	46,600	2087	1653	2280	1689	51,500	51,600	2437	1830	2630	2039	56,500	56,600	2787	2008	2980	2389	
46,600	46,700	2094	1656	2287	1696	51,600	51,700	2444	1834	2637	2046	56,600	56,700	2794	2011	2987	2396	
46,700	46,800	2101	1660	2294	1703	51,700	51,800	2451	1837	2644	2053	56,700	56,800	2801	2017	2994	2403	
46,800	46,900	2108	1663	2301	1710	51,800	51,900	2458	1841	2651	2060	56,800	56,900	2808	2024	3001	2410	
46,900	47,000	2115	1667	2308	1717	51,900	52,000	2465	1844	2658	2067	56,900	57,000	2815	2031	3008	2417	
47,000																		
47,000	47,100	2122	1670	2315	1724	52,000	52,100	2472	1848	2665	2074	57,000	57,100	2822	2038	3015	2424	
47,100	47,200	2129	1674	2322	1731	52,100	52,200	2479	1851	2672	2081	57,100	57,200	2829	2045	3022	2431	
47,200	47,300	2136	1677	2329	1738	52,200	52,300	2486	1855	2679	2088	57,200	57,300	2836	2052	3029	2438	
47,300	47,400	2143	1681	2336	1745	52,300	52,400	2493	1858	2686	2095	57,300	57,400	2843	2059	3036	2445	
47,400	47,500	2150	1684	2343	1752	52,400	52,500	2500	1862	2693	2102	57,400	57,500	2850	2066	3043	2452	
47,500	47,600	2157	1688	2350	1759	52,500	52,600	2507	1866	2700	2109	57,500	57,600	2857	2073	3050	2459	
47,600	47,700	2164	1692	2357	1766	52,600	52,700	2514	1869	2707	2116	57,600	57,700	2864	2080	3057	2466	
47,700	47,800	2171	1695	2364	1773	52,700	52,800	2521	1873	2714	2123	57,700	57,800	2871	2087	3064	2473	
47,800	47,900	2178	1699	2371	1780	52,800	52,900	2528	1876	2721	2130	57,800	57,900	2878	2094	3071	2480	
47,900	48,000	2185	1702	2378	1787	52,900	53,000	2535	1880	2728	2137	57,900	58,000	2885	2101	3078	2487	
48,000																		
48,000	48,100	2192	1706	2385	1794	53,000	53,100	2542	1883	2735	2144	58,000	58,100	2892	2108	3085	2494	
48,100	48,200	2199	1709	2392	1801	53,100	53,200	2549	1887	2742	2151	58,100	58,200	2899	2115	3092	2501	
48,200	48,300	2206	1713	2399	1808	53,200	53,300	2556	1890	2749	2158	58,200	58,300	2906	2122	3099	2508	
48,300	48,400	2213	1716	2406	1815	53,300	53,400	2563	1894	2756	2165	58,300	58,400	2913	2129	3106	2515	
48,400	48,500	2220	1720	2413	1822	53,400	53,500	2570	1897	2763	2172	58,400	58,500	2920	2136	3113	2522	
48,500	48,600	2227	1724	2420	1829	53,500	53,600	2577	1901	2770	2179	58,500	58,600	2927	2143	3120	2529	
48,600	48,700	2234	1727	2427	1836	53,600	53,700	2584	1905	2777	2186	58,600	58,700	2934	2150	3127	2536	
48,700	48,800	2241	1731	2434	1843	53,700	53,800	2591	1908	2784	2193	58,700	58,800	2941	2157	3134	2543	
48,800	48,900	2248	1734	2441	1850	53,800	53,900	2598	1912	2791	2200	58,800	58,900	2948	2164	3141	2550	
48,900	49,000	2255	1738	2448	1857	53,900	54,000	2605	1915	2798	2207	58,900	59,000	2955	2171	3148	2557	
49,000																		
49,000	49,100	2262	1741	2455	1864	54,000	54,100	2612	1919	2805	2214	59,000	59,100	2962	2178	3155	2564	
49,100	49,200	2269	1745	2462	1871	54,100	54,200	2619	1922	2812	2221	59,100	59,200	2969	2185	3162	2571	
49,200	49,300	2276	1748	2469	1878	54,200	54,300	2626	1926	2819	2228	59,200	59,300	2976	2192	3169	2578	
49,300	49,400	2283	1752	2476	1885	54,300	54,400	2633	1929	2826	2235	59,300	59,400	2983	2199	3176	2585	
49,400	49,500	2290	1755	2483	1892	54,400	54,500	2640	1933	2833	2242	59,400	59,500	2990	2206	3183	2592	
49,500	49,600	2297	1759	2490	1899	54,500	54,600	2647	1937	2840	2249	59,500	59,600	2997	2213	3190	2599	
49,600	49,700	2304	1763	2497	1906	54,600	54,700	2654	1940	2847	2256	59,600	59,700	3004	2220	3197	2606	
49,700	49,800	2311	1766	2504	1913	54,700	54,800	2661	1944	2854	2263	59,700	59,800	3011	2227	3204	2613	
49,800	49,900	2318	1770	2511	1920	54,800	54,900	2668	1947	2861	2270	59,800	59,900	3018	2234	3211	2620	
49,900	50,000	2325	1773	2518	1927	54,900	55,000	2675	1951	2868	2277	59,900	60,000	3025	2241	3218	2627	

* This column also applies to qualifying widow(er) and civil union filing jointly status

** This column also applies to civil union filing separately status

If Taxable Income is –		And your filing status is –				If Taxable Income is –		And your filing status is –				If Taxable Income is –		And your filing status is –				
At Least	But Less Than	Single	Married filing jointly*	Married filing separately**	Head of household	At Least	But Less Than	Single	Married filing jointly*	Married filing separately**	Head of household	At Least	But Less Than	Single	Married filing jointly*	Married filing separately**	Head of household	
		Then your VT Tax is –						Then your VT Tax is –						Then your VT Tax is –				
60,000																		
60,000	60,100	3032	2248	3225	2634	65,000	65,100	3382	2598	3575	2984	70,000	70,100	3732	2948	3945	3334	
60,100	60,200	3039	2255	3232	2641	65,100	65,200	3389	2605	3582	2991	70,100	70,200	3739	2955	3953	3341	
60,200	60,300	3046	2262	3239	2648	65,200	65,300	3396	2612	3589	2998	70,200	70,300	3746	2962	3961	3348	
60,300	60,400	3053	2269	3246	2655	65,300	65,400	3403	2619	3596	3005	70,300	70,400	3753	2969	3970	3355	
60,400	60,500	3060	2276	3253	2662	65,400	65,500	3410	2626	3603	3012	70,400	70,500	3760	2976	3978	3362	
60,500	60,600	3067	2283	3260	2669	65,500	65,600	3417	2633	3610	3019	70,500	70,600	3767	2983	3986	3369	
60,600	60,700	3074	2290	3267	2676	65,600	65,700	3424	2640	3617	3026	70,600	70,700	3774	2990	3994	3376	
60,700	60,800	3081	2297	3274	2683	65,700	65,800	3431	2647	3624	3033	70,700	70,800	3781	2997	4003	3383	
60,800	60,900	3088	2304	3281	2690	65,800	65,900	3438	2654	3631	3040	70,800	70,900	3788	3004	4011	3390	
60,900	61,000	3095	2311	3288	2697	65,900	66,000	3445	2661	3638	3047	70,900	71,000	3795	3011	4019	3397	
61,000																		
61,000	61,100	3102	2318	3295	2704	66,000	66,100	3452	2668	3645	3054	71,000	71,100	3802	3018	4027	3404	
61,100	61,200	3109	2325	3302	2711	66,100	66,200	3459	2675	3652	3061	71,100	71,200	3809	3025	4036	3411	
61,200	61,300	3116	2332	3309	2718	66,200	66,300	3466	2682	3659	3068	71,200	71,300	3816	3032	4044	3418	
61,300	61,400	3123	2339	3316	2725	66,300	66,400	3473	2689	3666	3075	71,300	71,400	3823	3039	4052	3425	
61,400	61,500	3130	2346	3323	2732	66,400	66,500	3480	2696	3673	3082	71,400	71,500	3830	3046	4060	3432	
61,500	61,600	3137	2353	3330	2739	66,500	66,600	3487	2703	3680	3089	71,500	71,600	3837	3053	4069	3439	
61,600	61,700	3144	2360	3337	2746	66,600	66,700	3494	2710	3687	3096	71,600	71,700	3844	3060	4077	3446	
61,700	61,800	3151	2367	3344	2753	66,700	66,800	3501	2717	3694	3103	71,700	71,800	3851	3067	4085	3453	
61,800	61,900	3158	2374	3351	2760	66,800	66,900	3508	2724	3701	3110	71,800	71,900	3858	3074	4093	3460	
61,900	62,000	3165	2381	3358	2767	66,900	67,000	3515	2731	3708	3117	71,900	72,000	3865	3081	4102	3467	
62,000																		
62,000	62,100	3172	2388	3365	2774	67,000	67,100	3522	2738	3715	3124	72,000	72,100	3872	3088	4110	3474	
62,100	62,200	3179	2395	3372	2781	67,100	67,200	3529	2745	3722	3131	72,100	72,200	3879	3095	4118	3481	
62,200	62,300	3186	2402	3379	2788	67,200	67,300	3536	2752	3729	3138	72,200	72,300	3886	3102	4126	3488	
62,300	62,400	3193	2409	3386	2795	67,300	67,400	3543	2759	3736	3145	72,300	72,400	3893	3109	4135	3495	
62,400	62,500	3200	2416	3393	2802	67,400	67,500	3550	2766	3743	3152	72,400	72,500	3900	3116	4143	3502	
62,500	62,600	3207	2423	3400	2809	67,500	67,600	3557	2773	3750	3159	72,500	72,600	3907	3123	4151	3509	
62,600	62,700	3214	2430	3407	2816	67,600	67,700	3564	2780	3757	3166	72,600	72,700	3914	3130	4159	3516	
62,700	62,800	3221	2437	3414	2823	67,700	67,800	3571	2787	3764	3173	72,700	72,800	3921	3137	4168	3523	
62,800	62,900	3228	2444	3421	2830	67,800	67,900	3578	2794	3771	3180	72,800	72,900	3928	3144	4176	3530	
62,900	63,000	3235	2451	3428	2837	67,900	68,000	3585	2801	3778	3187	72,900	73,000	3935	3151	4184	3537	
63,000																		
63,000	63,100	3242	2458	3435	2844	68,000	68,100	3592	2808	3785	3194	73,000	73,100	3942	3158	4192	3544	
63,100	63,200	3249	2465	3442	2851	68,100	68,200	3599	2815	3792	3201	73,100	73,200	3949	3165	4201	3551	
63,200	63,300	3256	2472	3449	2858	68,200	68,300	3606	2822	3799	3208	73,200	73,300	3956	3172	4209	3558	
63,300	63,400	3263	2479	3456	2865	68,300	68,400	3613	2829	3806	3215	73,300	73,400	3963	3179	4217	3565	
63,400	63,500	3270	2486	3463	2872	68,400	68,500	3620	2836	3813	3222	73,400	73,500	3970	3186	4225	3572	
63,500	63,600	3277	2493	3470	2879	68,500	68,600	3627	2843	3821	3229	73,500	73,600	3977	3193	4234	3579	
63,600	63,700	3284	2500	3477	2886	68,600	68,700	3634	2850	3829	3236	73,600	73,700	3984	3200	4242	3586	
63,700	63,800	3291	2507	3484	2893	68,700	68,800	3641	2857	3838	3243	73,700	73,800	3991	3207	4250	3593	
63,800	63,900	3298	2514	3491	2900	68,800	68,900	3648	2864	3846	3250	73,800	73,900	3998	3214	4258	3600	
63,900	64,000	3305	2521	3498	2907	68,900	69,000	3655	2871	3854	3257	73,900	74,000	4005	3221	4267	3607	
64,000																		
64,000	64,100	3312	2528	3505	2914	69,000	69,100	3662	2878	3862	3264	74,000	74,100	4012	3228	4275	3614	
64,100	64,200	3319	2535	3512	2921	69,100	69,200	3669	2885	3871	3271	74,100	74,200	4019	3235	4283	3621	
64,200	64,300	3326	2542	3519	2928	69,200	69,300	3676	2892	3879	3278	74,200	74,300	4026	3242	4291	3628	
64,300	64,400	3333	2549	3526	2935	69,300	69,400	3683	2899	3887	3285	74,300	74,400	4033	3249	4300	3635	
64,400	64,500	3340	2556	3533	2942	69,400	69,500	3690	2906	3895	3292	74,400	74,500	4040	3256	4308	3642	
64,500	64,600	3347	2563	3540	2949	69,500	69,600	3697	2913	3904	3299	74,500	74,600	4047	3263	4316	3649	
64,600	64,700	3354	2570	3547	2956	69,600	69,700	3704	2920	3912	3306	74,600	74,700	4054	3270	4324	3656	
64,700	64,800	3361	2577	3554	2963	69,700	69,800	3711	2927	3920	3313	74,700	74,800	4061	3277	4333	3663	
64,800	64,900	3368	2584	3561	2970	69,800	69,900	3718	2934	3928	3320	74,800	74,900	4068	3284	4341	3670	
64,900	65,000	3375	2591	3568	2977	69,900	70,000	3725	2941	3937	3327	74,900	75,000	4075	3291	4349	3677	

If your taxable income is \$75,000 or more, please go to the tax rate schedules.

* This column also applies to qualifying widow(er) and civil union filing jointly status

** This column also applies to civil union filing separately status

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VERMONT DEPARTMENT OF TAXES
133 STATE STREET
MONTPELIER VT 05633-1401