



VERMONT

RESIDENT • NONRESIDENT • PART-YEAR RESIDENT

DUE DATES

Income Tax

APRIL 17, 2012 for filing
 - 2011 VT Income Tax Return OR
 - Extension of Time to File 2011 VT Income Tax Return

OCTOBER 15, 2012 to file extended 2011 VT Income Tax Return

Due dates falling on the weekend or official holiday are moved to the next business day.

Property Tax Adjustment Claim

APRIL 17, 2012 for filing 2012 Property Tax Adjustment claim

SEPTEMBER 4, 2012 for final opportunity to file the 2012 Property Tax Adjustment Claim. Late filing penalty of \$15 applies to claims filed between April 18 and September 4, 2012.

Renter Rebate Claim

APRIL 17, 2012 for filing 2011 Renter Rebate Claim

SEPTEMBER 4, 2012 for final opportunity to file the 2011 Renter Rebate Claim.

Over 200,000 Vermont taxpayers e-filed last year!

Some were eligible for FREE use of online software and electronic filing. These taxpayers received their refund in 5 business days or less and had the option to have the refund deposited directly into their bank account.



Homeowners – There is a free online filing service at our website for filing homestead or property tax adjustment claim.

Go to our website for more information on e-filing.

2011 TAX LAW CHANGES

Income Tax

Capital Gain Exclusion The capital gain exclusion has changed. The flat exclusion for Tax Year 2011 is the amount of the capital gain but not to exceed \$5,000 or 40% of Federal taxable income, whichever is less. Capital gain on certain assets are eligible for exclusion at 40% of the capital gain on those assets or 40% of Federal taxable income, whichever is less.

Credit For Income Tax Paid To Another State or Canadian Province The calculation of this credit has changed to accommodate add-back and deductions by VT and other states to make the income comparable. The calculation is done on new Schedule IN-117.

Offset Of Lottery Winnings for Taxes Owed Beginning May 2011, lottery winnings can be applied to an outstanding tax bill.

Credit for Veteran Start-Up Business A credit up to \$2,000 is available for eligible start-up expenses for a business owned by a recently deployed veteran. For more information, go to our web page.

Household Income

Self-Employed Health Insurance Deduction is reinstated as an allowable reduction for 2011 household income on Schedule HI-144 used to calculate the 2012 Property Tax Adjustment or 2011 Renter Rebate.

Homesteads

Homestead Declaration The penalty for failure to declare a homestead or declaring a property that is not a homestead is now 8% of the correct education property tax if the error resulted in a lower education property tax. All other situations are 3% of correct education property tax. Municipalities are granted discretion whether to impose the penalty.

Homestead Withdrawal The 30-day notification requirement was repealed.

Please go to our website for more information on when to file a declaration or withdrawal.

For more information about Vermont's taxes, visit our new and improved website at <http://tax.vermont.gov>

DID YOU MAKE AN ONLINE OR CATALOG PURCHASE IN 2011?

Vermont law requires Use Tax to be paid on all taxable purchases when the vendor did not collect the Sales Tax. More than \$20 million in tax revenue is not collected from taxable sales each year in Vermont. These uncollected revenues require higher tax rates on all Vermonters. To pay your 2011 Use Tax see the Instructions for IN-111, Line 27.



Message from the Commissioner

Dear Fellow Taxpayer:

The duty of the Vermont Department of Taxes is to collect the proper amount of tax revenue in a timely and efficient manner to pay for the goods and services provided by State government. The Vermont Department of Taxes strives to offer the highest level of service to all taxpayers, the individuals, businesses, property owners, and cities and towns that make Vermont great. Beyond administering the tax system, the Department conducts policy and statistical analysis, and we serve as a partner to local governments to improve local property tax assessment practices.

While our mission is defined by Vermont's laws, our success is defined by Vermont's taxpayers. At the Department we feel it is important to be accountable to you, the Vermont taxpayer, and we have spent 2011 evaluating our policies, practices, and technologies to better serve you. The Department, in coordination with the Agency of Administration, has developed four strategic goals for the coming year, and I am grateful for this opportunity to share these goals with you.

First, we are striving to process taxes more efficiently. We want to eliminate paper transactions and manual data entry as much as possible to increase convenience and turnaround times for you, and reduce errors. Second, we want to improve our taxpayer outreach and education. The cornerstone of this effort is a new website for the Department, with clear, consistent and relevant information to help you pay the right amount of tax. This digital innovation is combined with renewed efforts to reach out and create a dialog with Vermont's businesses. Third, we want to reduce the tax gap. Our outreach efforts are designed to support voluntary compliance, and it is only fair that at the same time we adopt the best practices in audit and collection. Fourth, it is our goal to attract and support the best possible workforce to serve you better. We have set measurable outcomes to mark our progress on these goals, and we will continue to refine our approach in the future.

As the saying goes, taxes are at some level inevitable. We are striving to make that experience as straightforward and fair as possible. We hope that you notice our improvements, and we wish you a happy and prosperous 2012.

Sincerely,

A handwritten signature in black ink that reads 'Mary N. Peterson'.

Mary N. Peterson
Commissioner of Taxes

TAXPAYER ASSISTANCE

We're Here To Answer Your Questions

AUTOMATED INFORMATION

Check the Status of
Your Tax Filings
and Refunds

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



CALL 1-866-828-2865 (toll-free in VT)
1-802-828-2865 (local & out-of-state)
Option 1

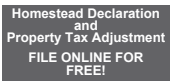
FOR INFORMATION ON:

- Status of 2011 Income Tax Return and refund
- Status of 2012 Property Tax Adjustment Claim
- Homestead Declaration on record
- 2011 Income Estimated Payments on record
- Status of 2011 Renter Rebate Claim

SERVICES AVAILABLE ON OUR WEBSITE <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 Property Tax Adjustment Claim, Homestead Declaration & Homestead Declaration Withdrawal



- Locations and schedules for tax return preparation assistance
- Tax law changes and technical bulletins
- Filing checklist -- forms and schedules needed and order to complete
- Property tax adjustment calculator

NEED A VT FORM OR SCHEDULE?



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



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



Send an e-mail to taxforms@state.vt.us

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)

} **Select Option 2, then Option 4**

TROPICAL STORM IRENE

For purposes of household income for property tax adjustment and renter rebate claims, income required to be reported on the Federal income tax return is also required to be reported as household income. The following examples are authorized by existing law defining household income. Examples of income related to Tropical Storm Irene that is required to be included in household income are: Insurance covering profit loss for business operation disruption; Gross amount of loss of time payment (employee wages during the time of business disruption); and Cash/cash equivalent gifts to household exceeding \$6,500. Examples of income that is not included in household income are: Living expenses insurance reimbursement for loss of use of residential property/rental unit; Insurance proceeds for damage to property/rental unit (unless the property is depreciated to where the proceeds are required to be reported in income Federally); Federal Emergency Management Agency (FEMA) payments; Grants to restore damaged property; Nongovernmental relief sources such as American Red Cross, United Way, VT Disaster Relief Fund, VT Irene Flood Relief Fund, churches, and the like.

Those who took in people displaced by Tropical Storm Irene do not include the displaced person's income in the household income as long as this is a temporary living arrangement due to the storm and there is no rental agreement in place.

Municipalities also may have abated a portion of the 2011/2012 property tax bill due to the property becoming uninhabitable due to Tropical Storm Irene. The property tax adjustment claim will be based on the 2011/2012 property tax bill as originally issued without any reduction for abatement.

GENERAL INCOME TAX INFORMATION

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. Your return, however, cannot be processed until the information is received.

INCOMPLETE FORMS

If information necessary to support a credit or benefit is missing, your filing may be processed but the credit 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. The credit or benefit cannot be processed until the Department receives the missing document or information.

FORMS THAT CANNOT BE PROCESSED

If your filing is not acceptable for our processing equipment, the Department may send your filing back to you which means the filing date is the resubmission date. The Department may also transfer your filing information onto acceptable forms but you can be assessed a \$25 processing fee that partially covers the costs of transferring the information. Examples of unacceptable filings are: forms marked "draft" or "do not file," forms not pre-approved by the Department, photocopies of forms, faxed forms, writing in other than blue or black ink, mixing computer generated forms with forms printed by the Department.

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 transmitted on the due date are timely if you receive confirmation of filing. If you bring the return to the Department, it must be delivered on or before the due date to be timely.

INCOME TAX DUE DATE

The due date for the 2011 tax year is April 17, 2012. See below for information on extension of time to file the VT income tax form.

EXTENSION OF TIME TO FILE YOUR VT INCOME TAX FORM

To receive a six-month extension of time to file your income tax form, file Form IN-151 on or before April 17, 2012. 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 18 to the receipt of payment.

NOTE: An extension to file an income tax form does NOT apply to Homestead Declaration (HS-131) or Property Tax Adjustment Claim (HS-145) or Renter Rebate Claim (PR-141).

FILING AFTER THE APRIL 17, 2012 DUE DATE

A VT income tax form may be filed up to 60 days after April 17, 2012 without being charged a late file penalty, even if you have not filed an extension of time to file with the VT Department of Taxes. Filing the form on the 61st day after April 17, 2012 or later will result in the \$50 late file penalty.

If you have an extension you will not be charged the \$50 late file penalty unless you fail to file by the October 15 extension date. An

extended income tax form filed one or more days after October 15, 2012 is charged a \$50 late file penalty.

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

INTEREST AND LATE PAYMENT PENALTY

Tax paid after April 17, 2012 accrues interest and late payment penalty charges on the unpaid tax amount from April 18, 2012 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 increase the amount withheld and/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 per 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.

Calculating the Charges:

Use VT Worksheet IN-152 to calculate interest and penalty on the underpayment. 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.

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

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 2011, the Department automatically sends you Form IN-114 voucher booklet for 2012 tax year. Estimated payments are due April 15, June 15, September 15, 2012 and January 15, 2013. To assure you do not owe more than \$500 tax next year, you may wish to adjust your withholding, or make estimated payments, or both.

OFFSET - YOUR INCOME TAX REFUND USED TO PAY A BILL

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, VT State Colleges, and tax agency of another state. You will receive notification if your refund is offset.

Lottery winnings may be offset to pay tax liability owed to the Vermont Department of Taxes. You will receive notification if such action will be taken.

INJURED SPOUSE CLAIMS

If your spouse/civil union partner owes money to a VT state or Federal agency or tax agency of another state and you file a joint tax return, 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/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.

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.

BONUS DEPRECIATION PROVIDED BY FEDERAL ECONOMIC STIMULUS ACTS IN 2008, 2009 AND 2010 ARE NOT ALLOWED FOR VT INCOME TAX PURPOSES.

See instructions for Form IN-111, Line 12b on page 8 and Line 14c on page 8 to adjust for difference between Federal and VT depreciation amount.

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 2008 and now find that you are due a refund. You file the 2008 return on August 10, 2012. Tax year 2008 return was due April 15, 2009. The last date you could file and get a refund for the 2008 tax year was April 15, 2012. 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 corrected amounts as if this were the original filing and also complete supporting schedules, even if there is no change to them. Below Section 9, use the amended box to enter the amount originally refunded or paid to arrive at the amended amount of tax due or refund. Please include a copy of Federal 1040X and its attachments with the Vermont amended return. DO NOT send a copy of the original Vermont with the amended.

NOTE: When amending for income change, Schedule HI-144, Household Income, used for a property tax adjustment claim or renter rebate claim must also be amended.

TAXPAYER ADVOCATE

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

- You are experiencing extreme economic harm or hardship from the Department's action, or
- It is taking more than 180 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. Please note that the Taxpayer Advocate cannot override the provisions of the law.

To contact the Taxpayer Advocate:

Telephone: 802-828-2535 **Fax:** 802-828-5787

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; Remaining 76% of Federal investment credit for VT-based business solar energy included in Investment Tax Credit or prior year carryforward. (3) 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 and the individual was present in VT for less 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.

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.

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

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 47)
- 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 47)
- 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 47)
- Railroad Retirement Income Tier I and Tier II (see page 47)
- Expenditures or expenses incurred on VT property to meet the Americans with Disabilities Act (see page 47)
- Bond interest from VT Telecommunications Authority, VT Student Assistance Corporation, or VT Build America (see page 47)

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 47) 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 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 depreciation using standard MACRS on assets qualified for 2011 Federal bonus depreciation and the reported Federal depreciation on those qualified assets as a result of VT disallowance of the bonus depreciation; state and local income taxes deduction on Form 1040, Schedule A in excess of \$5,000; with (2) the 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 as a result of VT disallowance of the bonus depreciation, the difference between depreciation using standard MACRS on assets qualified for 2008, 2009 and 2010 Federal bonus depreciation and the reported Federal depreciation on those qualified assets.



INCOME TAX FORM INSTRUCTIONS

FORM IN-111 VT INCOME TAX

REQUIREMENT TO FILE A 2011 VT INCOME TAX RETURN

A 2011 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 2011 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 as a nonresident from sources on page 6.

NOTE: Forms HS-145 or PR-141 are not required to be filed with the VT income tax return.

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

Section 1 Taxpayer Information **REQUIRED entries.** Print your information in blue or black ink on all forms and schedules being filed. The name and Social Security Number of your spouse/civil union partner must be entered whether you are filing jointly or separately. For filing separately, check the applicable Box 7a or 7b and enter the information in that section.

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* in Section 2 for two situations where the Federal return may be recomputed.

Amended Return Check here ONLY if you are filing an AMENDED 2011 income tax return. See *AMENDING OR CORRECTING VT RETURN INFORMATION* on page 5.

Deceased Taxpayer Check the applicable box if the taxpayer or spouse/civil union partner died during 2011. **Administrator or Executor:** Use Form IN-111 to report the decedent's income from the beginning of 2011 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.

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

Line 1 VT School District Code: **REQUIRED entry.**

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, 2011.

Nonresidents: Enter 999 as your school district code.

Line 2 City/Town of Legal Residence Enter your legal residence as of December 31, 2011. 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 must be the same as your Federal filing status **except in the following two situations where Federal information may be recomputed 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.**

2. VT RESIDENT WITH A NON-VT RESIDENT SPOUSE WHO HAS NO VT INCOME: **Recomputed Federal income tax information may be used.** See Technical Bulletin #55. If you elect to file your VT income tax return married jointly, you cannot use Schedule IN-113, Part I to apportion income of the nonresident spouse. The credit for income tax paid to another state, however, is available.

To recompute: Check the box at the upper right corner of IN-111 to show that you are using recomputed Federal return information. Check the box for your applicable VT filing status. If filing separately, enter the other person's name and Social Security number in the space provided on Line 7. Complete a Federal return for VT purposes only that uses the exemptions, deductions and rules allowed by the IRS as if you filed using the VT filing status. Exemptions and deductions must be reasonably allocated if filing separately. For instance, one taxpayer cannot claim all exemptions and deductions. Mark the recomputed Federal return as "**Recomputed for VT purposes**" and attach a copy of it along with a copy of the Federal return actually filed with the IRS. Enter the recomputed Federal return information where VT requires Federal information.

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 2011. Enter "1" if you are Single. Enter "2" if you are Married Filing Jointly or Civil Union Filing Jointly.

Section 3 Taxable Income

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

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

NOTE: If Federal Taxable Income is zero but you have an entry for Lines 12a, 12b or 12c calculate the actual loss amount **from Federal Form 1040**, subtract Line 42 from Line 41 **or 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.

Lines 12-14 modify Federal Taxable Income for purposes of arriving at Vermont Taxable Income.

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 The Small Business Jobs Act of 2010 extended the bonus depreciation to property put into service in 2011. 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 bonus depreciation for assets placed in service in 2011. 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 State and Local Income Tax Add Back If you filed a Federal 1040 Schedule A for the 2011 tax year and the deduction for state/local income taxes exceeds \$5,000, you need to complete and submit Schedule IN-154. See page 48.

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 Gain Exclusion See Schedule IN-153 and instructions to calculate the capital gains exclusion for 2011. See page 48 and also Technical Bulletin 60 on our website under "Publications". Complete and submit Schedule IN-153.

Line 14c Adjustment for Bonus Depreciation on 2008, 2009 or 2010 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 Line 14d is more than Line 13, 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 and submit VT Schedule IN-112, VT Calculation A, Part II to report:

- recapture of a VT tax credit; or
- 24% of additional Federal tax on the following:
 - Qualified Retirement Plan distributions including IRA, HSA & 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 and submit VT Schedule IN-112, VT Calculation A, Part II to receive credit 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) for VT-based portion only
- Farm Income Averaging Credit
- Additional credit for VT-based business solar energy investment

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 completing and submitting Schedule IN-113.

Examples of income adjustment less than 100.00%:

- You were a nonresident or part-year resident in 2011. See pages 6-7 for details on non-resident and part-year resident income and Section 2 Tax Filing Information, Nonresident Spouse.
- You received exempt income as defined under VT Income of Residents on page 6.

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 and submission 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 SOME PART-YEAR RESIDENTS) Complete and submit Schedule IN-117 and enter the amount from the schedule here.

Line 24 VT Tax Credits Complete and submit Schedule IN-112 VT Calculation C and/or Schedule IN-119. Enter the amount from the applicable schedule here.

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 personal use. Business purchases must be reported on Form SU-451 or Form SU-452.

If you buy an item that would have been subject to VT Sales Tax but did not pay the Sales Tax and the item was used in VT, you owe Use Tax. You acquire a Use Tax obligation when buying goods on the Internet, over the telephone, by mail order, or from a business that did not collect the VT Sales and Use Tax, or when buying in states or countries that do not have or do not appropriately collect the Sales Tax.

Commonly purchased items that give rise to Use Tax liability are:

Electronic equipment; Appliances; Furniture & home furnishings; Building materials; Cabinetry; Jewelry; Downloads of movies (purchased or rented), music, books or ringtones; Computer software (packaged or downloaded); Computer hardware & accessories; Books (hard copy or downloaded); Magazines (hard copy or downloaded); Auto & truck parts & accessories; Sporting goods (including but not limited to bicycles, treadmills, boats); CDs and DVDs; pet food or pet products.

! NO Use Tax is due on purchases of food, clothing, medical prescription drugs, or newspapers.

Use Tax is the same rate as the State Sales Tax. Use Tax does not include the local option Sales Tax. The tax is on the selling price which includes shipping and handling charges.

Examples: (1) In May 2011, you paid \$200 for software delivered by download to your computer. The company charged no Sales Tax. You owe \$12 Use Tax (\$200 x 6%) (2) In July 2011, you purchased books from a mail-order company that shipped the books to your VT home. The charge for the books was \$100 plus \$7.50 shipping. The company did not charge the VT Sales Tax. You owe \$6.45 Use Tax (\$100 + \$7.50 = \$107.50 x 6%).

You may use the optional Use Tax Reporting Table that bases your Use Tax liability on 0.08% of your Federal Adjusted Gross Income, provided that the cost of each item is less than \$1,000.

| USE TAX REPORTING TABLE | | NOTE: For each purchase with a total invoice amount of \$1,000 or more, the use tax must be calculated exactly. If also using the Use Tax Reporting table, add the table amount to the calculated amount. |
|--|-------------------|---|
| Adjusted Gross Income Form IN-111, Line 10 is: | Use Tax is: | |
| \$10,000 - 24,999 | \$10.00 | |
| \$25,000 - 34,999 | \$20.00 | |
| \$35,000 - 49,999 | \$28.00 | |
| \$50,000 - 64,999 | \$40.00 | |
| \$65,000 - 79,999 | \$52.00 | |
| \$80,000 - 99,999 | \$65.00 | |
| Over \$99,999 | Multiply by 0.08% | |

If you have no Use Tax to report, leave Line 27 blank or enter 0 (zero).

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

Use Tax on items purchased for a business must be reported on Form SU-451 or on Form SU-452 for a one-time purchase. Businesses cannot use the optional Use Tax Reporting Table.

Because proof of Sales Tax paid is required to register an ATV, dirt bike, boat, snowmobile or airplane, use Form SU-452. This form is available on the Department website, or by calling (802) 828-2515 or through the VT Department of Motor Vehicles. For more information or assistance, call the Department at (802) 828-2551.

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 learn more, visit www.vtfishandwildlife.com and you can receive a loon decal and annual newsletter featuring projects sponsored by the Nongame Wildlife Fund, by contacting 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 supports community-based prevention programs for children in Vermont. Examples include: after school care, parenting education, teen leadership, literacy programs, preschool programs, mentoring initiatives, and substance abuse prevention programs. Prevention programs help reduce the likelihood of many problems, such as: child abuse and neglect, domestic violence, juvenile delinquency, truancy, school drop-outs, teenage pregnancy, substance abuse and other high-risk behaviors; all the things we hope to protect our children from – as individuals, and as a society.

To learn more, visit www.vtchildrenstrust.org, or call/write: VCTF, 19 Marble Ave, Burlington, VT 05401, (888) 475-5437.

Line 29c VT Veterans' Fund

The VT Veterans Fund supports our nearly 60,000 honorably discharged veterans. It helps veterans who are homeless, need long-term care, or need transportation. It also helps veterans apply for benefits and supports recognition programs. You can show we care for our veterans by making a tax deductible contribution which will be used within VT. For more information, contact VT Office of Veterans Affairs, 118 State St., Montpelier, VT 05620-4401 or call (802) 828-3379. Thank you.

Section 7 Payments and Credits

Line 31a From W-2, 1099, etc. Statements of 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. **NOTE:** To claim tax withheld on a real estate sale, use Line 31e. Nonresident partners, members or shareholders 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 From Forms IN-114 or IN-151 2011 Estimated Tax or Extension Payments Enter the amount of 2011 VT estimated income taxes you paid, the amount paid with Form IN-151, Extension of Time to File the 2011 return, and any 2010 VT refund credited towards 2011 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 2011 tax payments the Department has on record. See page 4 for more details on estimated income tax payments. **NOTE:** Nonresident partners, members or shareholders use Line 31f for estimated taxes paid on your behalf by a business entity on Form WH-435; tax withheld on a real estate transaction, use Line 31e.

Line 31c VT Earned Income Tax Credit (FOR FULL-YEAR AND PART-YEAR VT RESIDENTS) Enter the amount from Schedule IN-112, VT Calculation B. 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.

! The Renter Rebate from Line 31d can be refunded or used to pay 2011 VT tax. It cannot be applied to 2012 income taxes.

NOTE: The Renter Rebate Claim is not required to be filed with the income tax form.

Line 31e From Form RW-171, VT Real Estate Withholding If you sold real estate in VT during 2011 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 From Form WH-435, Estimated Payments Made on Your Behalf by a 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 2011 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. You may wish to contact the entity to determine if a composite filing has been done or is required. 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) If care expenses are from both accredited and nonaccredited providers, complete this worksheet to calculate the credit.

| LOW INCOME CHILD & DEPENDENT CARE | |
|---|---|
| WORKSHEET | |
| 1. Accredited care provider amount1. | _____ |
| 2. Total care amount2. | _____ |
| 3. Divide Line 1 by Line 23. | _____ |
| $\text{\$ } \underline{\hspace{2cm}} \times \underline{\hspace{2cm}} = \text{\$ } \underline{\hspace{2cm}} \times 50\% = \text{\$ } \underline{\hspace{2cm}}$ | |
| Federal Credit (1040, Line 48; 1040A, Line 29) | Line 3 above Eligible Credit Low Income Credit IN-111, Line 31g. |
| 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. | |

Eligible taxpayers receive 50% of the Federal Child and Dependent Care Credit as a VT income tax credit instead of the 24% credit from 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 2011 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 website at <http://tax.vermont.gov> or call (800) 649-2642.

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. You can apply all or a portion of the overpayment towards 2012 estimated payment or your property tax bill.

Line 33a Credit to 2012 Estimated Tax Payment Enter the amount of refund from Line 32 you want credited toward your 2012 income tax. Your income refund will be reduced by this amount.

Line 33b Credit to 2012 Homestead Property Tax Bill If your property is a declared homestead and you filed the 2011 income tax return on or before September 4, 2012, 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 the refund to be sent to you. If you owe interest and penalty for underpayment of estimated income tax payment, this amount will be subtracted from the refund. **Direct deposit is available for electronically filed returns.** **NOTE:** If you owe taxes or a debt to another state agency, all or part of the refund may be taken to pay the bill. See page 5 for information on offset of income tax refunds.

Section 9 Amount You Owe

Line 35 If Line 30 is more than Line 31h. 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.

Payment options are:

- Credit card (a service fee may apply), go to <https://secure.vermont.gov/vtpay/user>
- ACH debit is available for electronically filed returns.
- Check or money order payable to VT Department of Taxes.

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.

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, 2011.

Disclosure Authorization If you wish to give the Department authorization to discuss the information on your 2011 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.

FILING THE RETURN

efile: Go to our web at <http://tax.vermont.gov> for information on electronic filing. Some taxpayers may be eligible for FREE preparation and electronic filing of their return.

Paper Filing: If you expect a refund or no tax is due - from the booklet, place the white address label on the envelope or use your own envelope. If you do not have an address label, mail the return to VT Department of Taxes, PO Box 1881, Montpelier, VT 05601-1881.

If you owe tax - staple the check to the lower left side of the return. From the tax booklet, place the pink address label on the envelope or your own envelope. If you do not have an address label, mail to VT Department of Taxes, PO Box 1779, Montpelier, VT 05601-1179.

FOLLOW THE PROCESSING OF YOUR RETURN

You can track your return by calling 1-866-828-2865 (in-state calls) or 802-828-2865 (local or out-of-state calls) OR by going to <https://secure.vermont.gov/TAX/refund>

**SCHEDULE IN-112
VT TAX ADJUSTMENTS and CREDITS**

WHO MUST FILE SCHEDULE IN-112

You must file Schedule IN-112 if you:

- Have interest income from state and local obligations (VT Calculation A Part I)
- Have adjustments to your Vermont Tax (VT Calculation A Part II)
- Can claim the Vermont Earned Income Tax Credit (VT Calculation B)
- Are claiming Vermont Income Tax Credits (VT Calculation C)

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

VT Calculation A Adjustments to VT Income

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 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). Recapture occurs when a previously claimed credit is changed. Contact the Department at (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.** 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 VT-Based Business Solar Energy Investment Credit (as defined by Section 48 of Internal Revenue Code). For Tax Year 2011, VT allows 100% of the Federal credit, with certain restrictions, for a VT-based business solar energy investment. On Line 13, taxpayers report the Federal investment tax credit for a VT-based business solar energy investment. Twenty-four percent of the investment tax credits are calculated on Line 16. On Line 17, taxpayers report the remaining 76% of the credit. **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. For credits initially claimed for 2011, a certificate from the Clean Energy Development Board must be submitted with your return. (For more information about the Business Solar Tax Credit Certificate, contact the Clean Energy Development Board.)

Unused VT-based 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 claimed in tax year 2008). See Technical Bulletin 45 on our website under "Publications".

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

VT Calculation B 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 38a; or Form 1040EZ, Line 8a.

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 2011 income earned in VT that is eligible for the VT earned income tax credit.

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

You may be eligible for a tax credit on contributions made during calendar year 2011 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 2011. Canute also opens a VHEIP account for Sissy, a grandchild, with a \$1,000 contribution in 2011. Olga contributes \$1,000 to Junior's account and contributes \$3,000 to Sissy's account. The total tax credit is \$700. Attributable to Canute's contribution is \$350 (10% of \$2,500 to Junior's account and 10% of \$1,000 to Sissy's account; attributable to Olga's contribution is \$350 (10% of \$1,000 to Junior's account and 10% of \$2,500 maximum for Sissy). The contributions may come from the spouse's joint bank account or their individual accounts.

Example: Ollie and Lena, husband and wife, use married filing separate status. Ollie opens a VHEIP account for Olaf, his son, with a \$2,500 contribution in 2011. Ollie also opens a VHEIP account for Frieda, his daughter, with a \$1,000 in 2011. 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 2011. 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 (800) 637-5860 Monday through Friday, 8 a.m. to 8 p.m.

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

Line 2 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 3 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 4 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 5 Veteran Business Credit A “recently deployed veteran” (as defined by 32 V.S.A. §5930nn(d)(4)) may be eligible for a \$2,000 credit against VT personal income tax for the expenses associated with a start-up business in VT (as defined by 32 V.S.A. §5930nn(d)(1)), provided the business shows a net profit of at least \$3,000 in the year the credit is claimed. The recently deployed veteran must be a 50% or more owner of the start-up business. For more information, please go to our web site at <http://tax.vermont.gov> or call 1-866-828-2865 (toll free in VT) or 802-828-2865 (local or out-of-state calls).

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.

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.

WHO MUST FILE IN-113-You must file Schedule IN-113 if you are a nonresident or part-year resident and had VT income or a VT resident claiming income exempt from VT income tax:

Nonresident: Complete both Parts I and II to determine the allocation of Vermont income. See page 6 for a definition of nonresident VT income.

Resident: Complete Part II to adjust for the following income exempt from VT income tax: military pay, Federal Employment Opportunity Income, railroad retirement income, income for support of developmentally disabled persons, Federal credit for VT portion of expenses to meet Americans with Disability, nonresident commercial film income, or bond/note income from qualified investments.

NOTE: A return filed as Married Filing Jointly by a VT resident with a spouse who is not a VT resident and had no VT income cannot use Part I of Schedule IN-113. The income tax paid by the non-resident spouse is a credit for income taxes paid to another tax jurisdiction. See Schedule IN-117, and Technical Bulletin #55.

Part-Year Resident: Part-Year Residents may, in some cases, be able to adjust VT income by both the VT percentage of income and claim a credit for income tax paid to another tax jurisdiction. The income tax paid must be for income earned in VT while a VT resident. See page 6 for a definition of part-year VT income.

→ 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.

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

Unless otherwise indicated in the line instruction, the VT portion is the income received from VT or received while a VT resident.

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 examples of how to calculate the VT portion.

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

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

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.

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.

Instructions continued on page 47

VT SCHOOL DISTRICT CODES

Homeowners: For Form IN-111, use the school district code where you owned and resided on December 31, 2011. For Form HS-145, use the school district code where you own and reside on April 1, 2012.

Renters: Use the school district code where you rented on December 31, 2011. 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 | JERICO |
| 253 | JERICO 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 | WHEELOCK |
| 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 |



* 1 1 1 1 1 1 1 0 0 *

2011 VERMONT Income Tax Return FORM IN-111

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

2 FILING STATUS: Single, Head of Household, Married Filing Jointly, CU Partner Filing Jointly, Married Filing Separately, CU Filing Separately, and Qualifying Widow(er) with dependent children.

9. EXEMPTIONS CLAIMED (Federal Form 1040-Line 6d; 1040A-Line 6d; 1040EZ/1040NR-EZ-enter 0, 1, or 2)

3 Taxable Income: 10. ADJUSTED GROSS INCOME, 11. FEDERAL TAXABLE INCOME, 12a. Income from Non-VT State and Local Obligations, 12b. Bonus Depreciation for 2011, 12c. Add Back of State and Local Income Taxes, 13. FEDERAL TAXABLE INCOME WITH ADDITIONS, 14a. Interest Income from U.S. Obligations, 14b. Capital Gains Exclusion, 14c. Adjustment for 2008, 2009 & 2010 Bonus Depreciation, 14d. Add Lines 14a, 14b, and 14c, 15. VT TAXABLE INCOME

4 VT Income Tax: 16. VT INCOME TAX FROM VT TAX TABLE OR TAX RATE SCHEDULE on Line 15 amount, 17. ADDITIONS TO VT INCOME TAX, 18. VT INCOME TAX WITH ADDITIONS, 19. SUBTRACTIONS FROM VT INCOME TAX, 20. VT INCOME TAX, 21. INCOME ADJUSTMENT, 22. ADJUSTED VT INCOME TAX

Staple W-2/1099s here

Enter amount from Line 22 _____



* 1 1 1 1 1 1 2 0 0 *

| | |
|---------------------------------|--|
| 5 Credits and Use Tax | 23. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 + 24. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 = 25. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 CREDIT FOR INCOME TAX PAID TO OTHER STATE OR CANADIAN PROVINCE (Schedule IN-117, Line 21) VT TAX CREDITS (Schedule IN-112, VT Calculation C, Line 6 OR Schedule IN-119) TOTAL VT CREDITS (Add Lines 23 and 24) |
| | 26. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 VT INCOME TAX AFTER CREDITS (Subtract Line 25 from Line 22. If Line 25 is more than Line 22, enter zero.) |
| | 27. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 USE TAX (See pages 8-9 for instructions and chart) |
| | 28. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 TOTAL VT TAXES (Add Lines 26 and 27) |

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

| | |
|--|--|
| 7 Payments and Credits | 31a. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 From W-2, 1099, etc. VT Tax Withheld |
| | 31b. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 From VT Form IN-114 Estimated Tax for 2011 and/or Form IN-151, Extension with payment |
| | 31c. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 Earned Income Tax Credit (Schedule IN-112, VT Calculation B) |
| | 31d. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 Renter Rebate (Form PR-141, Line 9) |
| | 31e. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 From VT Form RW-171 VT Real Estate Withholding (see instructions on page 10) |
| | 31f. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 From VT Form WH-435 Estimated Income Tax Payment made by Business Entity for Nonresident Partner, Member, or Shareholder (see page 10) |
| | 31g. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 Low Income Child & Dependent Care Credit (See instructions on page 10) |
| 31h. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 TOTAL PAYMENTS AND CREDITS (Add Lines 31a through 31g) | |

| | |
|--------------------|---|
| 8 Refund | 32. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 OVERPAYMENT If Line 30 is less than Line 31h, subtract Line 30 from Line 31h |
| | 33a. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 REFUND TO BE CREDITED TO 2012 ESTIMATED TAX PAYMENT Amount on 31d cannot be credited to 2012 estimated tax payment |
| | 33b. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 REFUND TO BE CREDITED TO 2012 PROPERTY TAX BILL |
| | 34. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 REFUND AMOUNT (Subtract Lines 33a and 33b from Line 32) |

| | |
|-----------------|---|
| 9 Due | 35. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 If Line 30 is more than Line 31h, subtract Line 31h from Line 30. See page 10 for instructions on tax due. |
| | 36. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 Interest and Penalty on Underpayment of Estimated Tax (Worksheet IN-152 or 152A) 37. <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 Add Lines 35 and 36 |

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

10 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.

| | | | | | |
|-------------------|---|------|------------|---|--|
| Signatures | 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"/> |

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 2)



* 1 1 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. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 2. Interest and dividend income from VT state and local obligations included in Line 1 | 2. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 3. INCOME FROM NON-VT STATE AND LOCAL OBLIGATIONS TO BE ADDED TO VT TAXABLE INCOME. Subtract Line 2 from Line 1, but not less than zero. ENTER ON FORM IN-111, LINE 12a. | 3. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |

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. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 5. Recapture of Federal Investment Tax Credit | 5. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 6. Tax from Federal Form 4972-Line 7 or 30 | 6. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 7. Add Lines 4 through 6 | 7. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 8. Multiply Line 7 by 24%. | 8. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 9. Recapture of VT Credits (See instructions) | 9. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 10. Add Lines 8 and 9. Also enter on Form IN-111, Line 17 | 10. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |

SUBTRACTIONS FROM VT TAX:

- | | | |
|--|-----|---|
| 11. Credit for Child & Dependent Care Expenses (1040-Line 48; 1040A-Line 29) | 11. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 12. Credit for the Elderly or the Disabled (Federal Schedule R) | 12. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 13. Investment Tax Credit - VT-based only. | 13. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 14. VT Farm Income Averaging Credit (From worksheet on page 11) | 14. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 15. Add Lines 11 through 14 | 15. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 16. Multiply Line 15 by 24%. | 16. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| 17. VT-based Business Solar Energy Credit. See page 11 | 17. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |
| <input type="checkbox"/> New Credit <input type="checkbox"/> Carryforward | | |
| 18. Add Lines 16 and 17. Also enter on Form IN-111, Line 19 | 18. | <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> , <input style="width: 20px; height: 20px;" type="text"/> . 00 |



* 1 1 1 1 2 1 2 0 0 *

VT CALCULATION B. 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 2011? 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 38a; or 1040EZ-Line 8a 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** 3. , . . **00**
4. Other earned income (Schedule IN-113, Lines 6, 10 & 12) ← Check to indicate loss 4. , . . **00** ← Check to indicate loss 4. , . . **00**
5. Total earned income (Add Lines 3 & 4) 5. , . . **00** 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 38a; or, 1040EZ-Line 8a. 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 C. VT Income Tax Credits. See instructions on page 12.

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 C for each entity.

| | 2011 Contribution | | | 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 | |
| | Column A | PLUS (+) | Column B | EQUALS (=) | Column C |
| | Earned in 2011 | | Carryforward | | |
| 2. Commercial Film Production (32 V.S.A. §5826) . 2. | <input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> . 00 | | NOT AVAILABLE | <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 |
| 3. Charitable Housing (32 V.S.A. §5830c) 3. | <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 | <input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> . 00 |
| 4. Qualified Sale of Mobile Home Park (32 V.S.A. §5828) 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 | <input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> . 00 |
| 5. Veteran Business Credit (32 V.S.A. §5930nn) . . . 5. | <input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> . 00 | | NOT AVAILABLE | <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 page 48), 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 | <input type="text"/> , <input type="text"/> . <input type="text"/> <input type="text"/> . 00 |

SEE PAGE 19

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SEE PAGE 20

(IN-112, SIDE 2)



* 1 1 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 \$ |
|--------|---|----------------------|---|------------------|
| INCOME | 1. Wages, salaries, tips, etc. 1. | 00 | | 00 |
| | 2. Taxable interest. 2. | 00 | | 00 |
| | 3. Ordinary dividends 3. | 00 | | 00 |
| | 4. Taxable refunds of state and local income taxes 4. | 00 | | 00 |
| | 5. Alimony received 5. | 00 | | 00 |
| | 6. Business income or loss <input type="checkbox"/> ← Check to indicate loss 6. | 00 | <input type="checkbox"/> ← Check to indicate loss | 00 |
| | 7. Capital gain or loss <input type="checkbox"/> ← Check to indicate loss 7. | 00 | <input type="checkbox"/> ← Check to indicate loss | 00 |
| | 8. Taxable IRA distributions 8. | 00 | | 00 |
| | 9. Taxable pensions and annuities 9. | 00 | | 00 |
| | 10. Partnerships/S Corporations, and LLCs <input type="checkbox"/> ← Check to indicate loss 10. | 00 | <input type="checkbox"/> ← Check to indicate loss | 00 |
| | 11. Rents, royalties, estates, trusts, etc. <input type="checkbox"/> ← Check to indicate loss 11. | 00 | <input type="checkbox"/> ← Check to indicate loss | 00 |
| | 12. Farm income or loss <input type="checkbox"/> ← Check to indicate loss 12. | 00 | <input type="checkbox"/> ← Check to indicate loss | 00 |
| | 13. Unemployment compensation 13. | 00 | | 00 |
| | 14. Taxable social security 14. | 00 | | 00 |
| | 15. Other: Specify <input type="checkbox"/> ← Check to (See instructions on page 13) 15. | 00 | <input type="checkbox"/> ← Check to indicate loss | 00 |
| | 16. TOTAL INCOME (Add Lines 1-15) <input type="checkbox"/> ← Check to indicate loss 16. | 00 | <input type="checkbox"/> ← Check to indicate loss | 00 |

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.



* 1 1 1 1 3 1 2 0 0 *

Carried forward from

ADJUSTMENTS TO INCOME

| | | Line 16A | | | | Line 16B | | | | | |
|-----|--|----------------------|--|--|--|------------------|-----|--|--|--|----|
| | | A. Federal Amount \$ | | | | B. VT Portion \$ | | | | | |
| 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) | | | | | | 29. | | | | 00 |
| 30. | VT Portion of AGI (Subtract Line 28B from Line 16B) | | | | | | 30. | | | | 00 |
| 31. | Non-VT Income (Subtract Line 30 from Line 29). Also enter on Part II, Line 33 below | | | | | | 31. | | | | 00 |

Dates of VT residency in 2011: From _____ to _____ Name of state(s), Canadian province or country during non-VT residency: _____

PART II. Adjustment for 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) | | | | | 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 47) | 37. | | | | 00 | | | | | |
| 38. | Americans with Disabilities Credit | 38. | | | | 00 | | | | | |
| 39. | Nonresident Commercial Film Income | 39. | | | | 00 | | | | | |
| 40. | Bond/note interest income from _____ <input type="checkbox"/> VSAC <input type="checkbox"/> Build America <input type="checkbox"/> 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 1 1 1 7 1 1 0 0 *

For residents and some Part-Year Residents ONLY.

**You must complete a separate Schedule IN-117 for each state or Canadian province.
See instructions on page 47.**

ATTACH TO FORM IN-111

PRINT in BLUE or BLACK INK

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

Taxpayer's Social Security Number

| | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|
| | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|

1. Name of state or Canadian province. Use standard two-letter abbreviation..... 1.

2. Enter Adjusted Gross Income taxed in another state or Canadian province and also subject to VT income tax. This entry cannot be more than entry on Form IN-111, Line 10 ← Check to indicate loss 2. , , . .
3. 2011 Bonus Depreciation add back taxed in another state or Canadian province **AND** taxed in VT 3. , , . .
4. Non-VT state/local obligations taxed in another state or Canadian province **AND** taxed in VT. 4. , , . .
5. Add Lines 2-4 5. , , . .
6. Bonus Depreciation subtracted from income in another state or Canadian province in TY 2011 6. , , . .
7. U. S. Government interest income 7. , , . .
8. Add Lines 6 & 7 8. , , . .
9. Modified Adjusted Gross Income for income taxed in other state or Canadian province **AND** taxed in VT (Subtract Line 8 from Line 5)..... 9. , , . .
10. Adjusted Gross Income from Form IN-111, Line 10. ← Check to indicate loss 10. , , . .
11. Non-VT state/local obligations from Form IN-111, Line 12a 11. , , . .
12. Bonus Depreciation from Form IN-111, Line 12b. 12. , , . .
13. Add Lines 10-12 13. , , . .
14. U. S. Government interest income from Form IN-111, Line 14a..... 14. , , . .
15. Bonus Depreciation from Form IN-111, Line 14c..... 15. , , . .
16. Add Lines 14 & 15..... 16. , , . .
17. Subtract Line 16 from Line 13 17. , , . .
18. VT income tax from Form IN-111, Line 20..... 18. , , . .
19. Computed tax credit (Divide Line 9 by Line 17 and multiply result by Line 18). Result cannot be more than 100% of VT tax.
Line 9 _____ x Line 18 _____
Line 17 19. , , . .
20. Income tax paid to another state or Canadian province based on modified adjusted gross income from Line 9 above. 20. , , . .
21. **VT CREDIT** for income tax paid to another state or Canadian province. Enter the *lesser* of Line 19 or Line 20. Also enter on Form IN-111, Line 23 21. , , . .

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SEE PAGE 27

(IN-117, SIDE 1)

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* 1 1 1 4 1 1 1 0 0 *
For the year Jan. 1–Dec. 31, 2011

2011 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 Month Day Year

Claimant's Last Name First Name Initial

Spouse or CU Partner Last Name First Name Initial

Mailing Address (Number and Street/Road or PO Box)

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 12/31/2011 State

ALL eligibility questions must be answered. You must have rented all 12 months in 2011. See instructions on page 50 for exception.

- Q1. Were you domiciled (legal resident) in VT all of calendar year 2011? Yes, Go to Q2. No, STOP. You are not eligible.
- Q2. Were you claimed as a dependent by another taxpayer in 2011? Yes, STOP. You are not eligible. No, Go to Q3.
- Q3. Did you rent in VT all 12 months in calendar year 2011? Yes, Complete this form No, STOP. You are not eligible.

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) 3. , . **00**

4. **HOME USE.** If more than 25% of this rental is used for business, see instructions. If no business use, enter 100.00% 4. . **00** %

5. **ALLOWABLE RENT FOR REBATE CLAIM** (Multiply Line 3 by Line 4) 5. , . **00**

6. **HOUSEHOLD INCOME** (Schedule HI-144, Line y) If more than \$47,000, you are not eligible. 6. , . **00**
 Check here if **AMENDED SCHEDULE HI-144**, Household Income, is attached. See instructions.

7. **MAXIMUM PERCENTAGE OF INCOME FOR RENT** 7. . %

| | | | |
|--------------------------------|-------------|-------------------|-------------------|
| 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% |

8. **MAXIMUM RENT FOR HOUSEHOLD INCOME** (Multiply Line 6 by Line 7 and enter result here) 8. , . **00**
If Line 8 is *more than* Line 5, you do not qualify for a renter rebate.

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. *If filing this form with the VT Income Tax Return, also enter this amount on Form IN-111, Line 31d.* → 9. , . **00**

MAXIMUM REBATE AMOUNT IS \$8,000.

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 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

Keep a copy for your records.

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.

Do NOT file a renter rebate if you rent a lot for your mobile home from a nonprofit mobile home park or cooperative. See instructions for HS-145.

TENANTS ARE TO RECEIVE THE LANDLORD'S CERTIFICATE BY

Date **If Landlord has**
January 31, 2012 or before..... **2 or more** residential units
Upon tenant request **1** residential unit
Submit a completed Landlord's Certificate, LC-142, for each rental unit you occupied in calendar year 2011.

UNABLE TO GET A LANDLORD CERTIFICATE? 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.

REBATE CLAIM DUE DATES: APRIL 17, 2012 but claims may be filed up to SEPTEMBER 4, 2012. Claims may be filed separately from your income tax return, Form IN-111. **Returns filed after September 4th cannot be accepted.**

RECEIPT DATE 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 that are incomplete or are missing information are not considered filed. The information must be provided by the September 4 filing deadline or our request date, whichever is later. Information received after that time cannot be accepted.

OFFSET / INJURED SPOUSE CLAIMS Does your spouse/civil union partner owe a VT tax or money to a state agency and you filed a joint renter rebate claim? The renter rebate will be used to pay the bill. If your spouse/civil union partner is the one responsible for the tax, 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/civil union partner. To make an "injured spouse" claim, send the following information separate from your return **(1)** the request letter; and **(2)** copy of Federal Form 8379 (if you filed one with the IRS) 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 52 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 2011; and
- You were not claimed in 2011 as a dependent of another taxpayer; and
- Your household income in 2011 did not exceed \$47,000; and
- You are the only person in the household making a renter rebate claim; and
- You rented in VT for all 12 months in 2011. See page 50 for the one exception.

DECEASED RENTER: A claim cannot be filed 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 occupancy charge only. Services such as heat, electricity, personal services, medical services, etc., must be deducted. Generally, the room charge is 25% of the total charges to the person. For a percentage greater than 25%, a breakout of costs must be provided. 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 that owns 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 y 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 Enter your name, your spouse/civil union partner 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 Go to the table on page 14 and select the three-digit school district code for the town where you lived on December 31, 2011.

Line 2 Legal Residence Enter your legal residence as of December 31, 2011. 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 Enter the physical location of the homestead. *Examples:* 133 Main Street, Apt 2C; 425 Farm Road; 210 US RT 7N **DO NOT** enter post office box, "same", "see above," or the town name.

Eligibility Questions ALL questions must be answered or the claim cannot be processed. Check the appropriate "Yes" or "No" box for Q1, Q2 and Q3 to determine your eligibility.

Rebate Calculation

Only the rent paid during the calendar year is eligible for a renter rebate. Property tax on the rental unit can no longer be used.

Line 3 Allocable Rent Enter from Landlord's Certificate, LC-142, Line 16. Allocable rent is based on rent paid in a calendar year. **MORE THAN ONE LANDLORD'S CERTIFICATE:** Add Line 16 from each certificate and enter on this line. File all LC-142s with your claim. If the landlord certificate at Line 6 indicates items are included in rent and Line 11 on the landlord certificate is left blank, the allowable rent will automatically be reduced by 50% *except* rental in nursing homes, community care, assisted living, and like facilities and boarding houses will be reduced by 75%.

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 $11 \times 12 = 132 \text{ sf} / 484 = .27$ or 27% business use. Entry on Line 4 for home use is 73.00 (100% - 27%).

If the rental unit is used solely as your home, 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 y. See page 52 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 2011 renter rebate. If you are filing the renter rebate claim with your 2011 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.

NOTE: A Renter Rebate cannot exceed \$8,000.

Signature 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 2011 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)



* 1 2 1 4 5 1 1 0 0 *

DUE DATE: April 17, 2012 (Claims allowed up to September 4, 2012 but late filing penalties apply)

PRINT in BLUE or BLACK INK

Claimant Social Security Number []-[]-[] Spouse or CU Partner Social Security Number []-[]-[] Claimant's Date of Birth Month [] Day [] Year []

Claimant's Last Name [] First Name [] Initial []

Spouse or CU Partner Last Name [] First Name [] Initial []

Mailing Address (Number and Street/Road or PO Box) []

City/Town [] State [] Zip Code []-[]

Location of Homestead [] **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 04/01/2012 [] State []

3. SPAN Number (REQUIRED) []-[]-[] (From your 2011/2012 property tax bill)

ALL eligibility questions must be answered. You must own and occupy the property as your home on April 1, 2012.

- 4. Were you domiciled in (legal resident of) VT all of calendar year 2011? Yes, **Go to Line 5.** No, **STOP**
- 5. Were you claimed as a dependent in 2011 by another taxpayer? Yes, **STOP** No, **Go to Line 6.**
- 6. Do you anticipate selling your VT housesite on or before April 1, 2012? Yes, **STOP** No, **CONTINUE**

Amounts for Lines 7 - 9 are found on your 2011/2012 property tax bill.

7. Housesite Value 7. [] , [] , [] . **00**

8. Housesite Education Tax 8. [] , [] . **00**

9. Housesite Municipal Tax 9. [] , [] . **00**

10. Ownership Interest 10. [] . **00%**

11. Household Income (Schedule HI-144, Line y) 11. [] , [] . **00**

Check here if **AMENDED SCHEDULE HI-144**, Household Income, is attached. See instructions.

Select ONE of the applicable line sets: Line 12 OR Lines 13-14 OR Lines 15-16. See instructions on reverse side for details.

Lot Rent

12. Mobile Home Lot Rent (LC-142, Line 16) 12. [] , [] . **00**

OR Allocated Property Tax from Land Trust, Cooperative, or Nonprofit Mobile Home Park

13. Allocated Education Tax 13. [] , [] . **00**

14. Allocated Municipal Tax 14. [] , [] . **00**

OR Property Tax from contiguous property if housesite has less than 2 acres

15. Education Tax on contiguous property 15. [] , [] . **00**

16. Municipal Tax on contiguous property 16. [] , [] . **00**

MAXIMUM ADJUSTMENT AMOUNT IS \$8,000.

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 Claimant Signature Date | Spouse or CU Partner Signature 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

Firm's name and address | Preparer's Phone No.

Preparer's SSN or PTIN [] [] [] [] [] []

Preparer's EIN [] [] [] [] [] []

Mail to: VT Department of Taxes, PO Box 1881, Montpelier, VT 05601-1881

5454

This form can be filed on-line at <http://tax.vermont.gov>

Instructions for Form HS-145

Property Tax Adjustment Claim

You may be eligible for an adjustment of your homestead property tax if: (1) the property is your declared homestead; (2) you were a VT resident for the entire 2011 calendar year; (3) you own and occupy the property as your principal residence as of April 1, 2012; (4) you are not claimed as a dependent of another taxpayer for the 2011 tax year; and (5) you meet the household income criteria.

See page 51 in the 2011 tax year income tax booklet for information on property held by a trust, holders of a life estate, and homesteads located on a farm.

Also see *Definitions, Special Situations, Ownership Situations and Buying and Selling Property* sections starting at page 49 of the 2011 tax year income tax booklet.

Selling Your Property Before April 1, 2012 If you filed a claim before April 1, 2012, you must notify the Department of the sale and withdraw the claim using Form HS-132. Withdrawal can be done at the time of the property sale closing and is available through the free, online filing program at <http://tax.vermont.gov>

Deceased Homeowner See page 50 of the 2011 tax year income tax booklet.

Buying A Home On Or Before April 1, 2012 You must file Form HS-131, Homestead Declaration, by April 17, 2012 to make a property tax adjustment claim. Declaring the new property as a homestead can be done at the time of the property closing and is available through the free, online filing program at <http://tax.vermont.gov>

Due Date - APRIL 17, 2012 Property Tax Adjustment Claims may also be filed between April 18 and September 4, 2012; however, a \$15 late filing penalty is deducted.

2012 Property Tax Adjustment Claims filed after September 4, 2012 cannot be accepted.

Receipt Date Forms mailed through the U. S. Post Office are considered timely if received by the Department within 3 business days of the due date. If you file electronically, the receipt date is the transmission date. If you bring the form to the Department in person, it must be on or before the due date.

Extension of Time There is NO extension of time to file Form HS-145. See page 52 of the 2011 tax year income tax booklet on calculating household income when you have an extension of time for your income tax return.

Amending Form HS-145 An error on the 2012 Form HS-145 may be corrected up to September 4, 2012. After that date, only household income may be amended. See page 52 for information on amending household income.

OFFSET / INJURED SPOUSE CLAIMS If your spouse or civil union partner has a bill for VT tax or from VT state agency and you filed jointly, the property tax adjustment will be used to pay the bill. If you are not responsible for the bill, file an "injured spouse" claim. 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 claim (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.

LINE-BY-LINE INSTRUCTIONS

Complete Schedule HI-144 first to determine if you meet the household income criteria.

Schedule HI-144 must be submitted with Form HS-145. See instructions for Line 12 and Lines 13 & 14 for additional documents that may be required.

Claimant Information: Enter your Social Security number, name and address. If applicable, enter the Social Security number and name of your spouse/civil union partner. Enter your date of birth. *Example:* March 27, 1948 date of birth is entered as 03 27 1948

Location of Homestead Enter the physical location (street, road name) *Examples:* 123 Maple Street 276 Route 12A Please **do not** use a post office box or write in "same," "see above" or the city/town name.

Line 1 VT School District Code Enter the 3-digit school district code where you pay education property tax as of April 1, 2012. Most towns print the code on the property tax bill. A school district code chart is available at <http://tax.vermont.gov> or in the income tax booklet. Be sure to use the school district code for the physical location of the homestead as this may be different from the town used in your mailing address.

Line 2 Legal Residence Enter the town or city name of your legal residence as of April 1, 2012. If there is both a city and town with the same name, please specify. *Examples:* Barre City or Barre Town St. Albans City or St. Albans Town

Line 3 SPAN (School Property Account Number) This is a unique 11-digit identification number assigned by the town or city and is printed on the property tax bill. It is very important to verify your SPAN. The property tax adjustment is credited to the property tax bill for this SPAN.

Lines 4 - 6 Eligibility Questions Check the appropriate "Yes" or "No" box to answer the eligibility questions. ALL eligibility questions must be answered or the claim cannot be processed.

→ *Information for Lines 7 - 9 is found on your property tax bill.*

Line 7 Housesite Value Enter the value assessed by the town or city as of April 1, 2011 and found on the 2011/2012 property tax bill. See page 51 of the 2011 tax year income tax booklet for information on new construction or purchase of a new home.

Line 8 Housesite Education Tax Enter the education property tax as shown on your 2011/2012 property tax bill.

Household Income less than \$90,000 - the education property tax eligible for adjustment is based on the tax assessed or tax on \$500,000 equalized housesite value, whichever is less.

Household Income \$90,000 or more - the education property tax eligible for adjustment is based on the tax assessed or tax on \$200,000 equalized housesite value, whichever is less.

Line 9 Municipal Tax Homeowners with \$47,000 or less household income may be eligible for adjustment on municipal property tax. Enter the municipal property tax as shown on your 2011/2012 property tax bill.

Line 10 Ownership Interest If you and the members of the household own and occupy the property as your principal home, enter 100.00%. If there is another owner(s) that does not live in the household or you live in a duplex, see page 51 of the 2011 tax year income tax booklet for more information.

Line 11 Household Income Enter the amount calculated on Schedule HI-144, Line y. See page 52 of the 2011 tax year income tax booklet on calculating household income when you have an extension of time for your income tax return.

Select ONE of the applicable line sets: Line 12 OR Lines 13-14 OR Lines 15-16. **Line 12 Lot Rent for a Mobile Home** If you rent a lot in a for-profit mobile home park, obtain Form LC-142, Landlord Certificate, and enter the amount of allocable rent from LC-142, Line 16.

Lines 13 - 14 Allocated Tax from Land Trust, Cooperative or Nonprofit Mobile Home Park Enter the amount of education and municipal property tax shown on the statement issued to you by the land trust, cooperative or nonprofit mobile home park.

Lines 15 - 16 Property Tax from Contiguous Property If you own contiguous property, you can use the property taxes from that parcel if the property tax bill for your dwelling has under 2 acres or part of the dwelling or a building such as garage is on the contiguous property. *Example:* (1) Your dwelling is on .75 acre of land and you own 5 acres contiguous to the dwelling land. The property taxes on 1.25 acres can be entered here and is eligible for property tax adjustment. (2) Your dwelling is on 1 acre and your garage is on 3 acres that is contiguous to your dwelling. The property taxes on the garage and 1 acre can be entered here and is eligible for property tax adjustment.

MAXIMUM 2012 PROPERTY TAX ADJUSTMENT IS \$8,000

The property tax adjustment will appear as a credit on your 2012/2013 property tax bill.

Signature Sign the property tax adjustment form.

Date Write the date you signed this form.

Disclosure Authorization Check this box if you wish to give the Vermont Department of Taxes authorization to discuss this form with your tax preparer. Be sure the tax preparer's name is included.

Preparer If you are a paid preparer, you must sign this form, enter your Social Security number or PTIN, and if employed by a business, include the EIN of the business. If someone other than the Homeowner prepared this form without charging a fee, the preparer signature is optional.

SEE PAGE 35

(HS-145, SIDE 1)

SEE PAGE 36

(HS-145, Instructions)



* 1 1 1 4 4 1 1 0 0 *

For the year Jan. 1–Dec. 31, 2011

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-145)

Read instructions before completing schedule.

| | | |
|--------------------------------|------------|---------|
| Claimant's Last Name | First Name | Initial |
| Spouse or CU Partner Last Name | First Name | Initial |

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 2011. Include their income in Column 3. If you have more than two "Other Persons" living in your household, record the names and social security numbers on a separate sheet of paper and include with the filing.

Other Person #1 Social Security Number - -

Other Person #2 Social Security Number - -

Other Person #1 Last Name First Name Initial

Other Person #2 Last Name First Name Initial

| | 1. Claimant | 2. Spouse/CU Partner | 3. Other Persons |
|--|---|---|---|
| a. Cash public assistance and relief a. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| b. Social security/railroad retirement/veteran's benefits, taxable and nontaxable b. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| c. Unemployment compensation/worker's compensation c. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| d. Wages, salaries, tips, etc. (See instructions for dependent's exempt income.) d. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| e. Interest and dividends e. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| f. Interest on U.S., state, and municipal obligations, taxable and nontaxable f. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| g. Alimony, support money, child support, cash gifts g. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| h. Business income. If the amount is a loss, enter zero. See instructions for offsetting a loss. h. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| i. Capital gains, taxable and nontaxable. If the amount is a loss, enter zero. See instructions for offsetting a loss. i. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| j. Taxable pensions, annuities, IRA and other retirement fund distributions. See instructions. j. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| k. Rental and royalty income. If the amount is a loss, enter zero. See instructions for offsetting a loss. k. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| l. Farm/partnerships/S corporations/LLC/ Estate or Trust income. If the amount is a loss, enter zero. See Line i instructions for only exception to offset a loss. l. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| m. Other income (See instructions for examples of other income). Please specify: _____ m. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| n. TOTAL INCOME: Add Lines a through m. n. | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |

INCOME



* 1 1 1 4 4 1 2 0 0 *

| | 1. 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. <i>See instructions</i> Enter Social Security and Medicare tax withheld on wages. Self-Employed: Enter self-employment tax from Federal Schedule SE. This entry may differ from W-2/1099 or Federal Schedule SE amount if these taxes are paid on income not required to be reported on Schedule HI-144. Attach W-2 and/or Federal Schedule SE if not included with income tax filing..... | o. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| p. Child support paid. You must attach proof of payment. See instructions..... | p. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| Support paid to: _____ | | | SSN: _____ |
| q. Allowable Adjustments from Federal Form 1040 or 1040A | | | |
| q1. Business Expenses for Reservists (1040, Line 24) | q1. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| q2. Alimony paid (1040, Line 31a) | q2. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| q3. Tuition and Fees (1040, Line 34 or 1040A, Line 19) | q3. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| q4. Self-employed health insurance deduction (1040, Line 29) | q4. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| r. Add Lines o, p and total of Lines q1 to q4 for each column | r. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| s. Subtract Line r from Line n of each column. If a negative amount, enter zero (0) | s. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| t. Add all three amounts from Line s. If a negative amount, enter zero (0) | t. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| u. Enter interest and dividend income from Lines e and f | u. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| v. Add all three amounts from Line u. | v. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| w. | w. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| x. Subtract Line w from Line v. If Line w is more than Line v, enter zero (0) | x. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |
| y. HOUSEHOLD INCOME. Add Line t and Line x..... | y. <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 |

RENTERS:

If Line y Household Income is \$47,000 or less, you may be eligible for a renter rebate. Complete Form PR-141. This schedule must be filed with the Renter Rebate Claim. Claims are due April 17, 2012 but can be filed up to September 4, 2012.

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

HOMEOWNERS:

Form HS-145, Property Tax Adjustment Claim, must be filed each year.

Homeowners with Household Income up to \$97,000 on Line y should complete Form HS-145. You may be eligible for a property tax adjustment. This schedule must be filed with the HS-145.

Form HS-145 Due Date - April 17, 2012. Homeowners filing a completed HS-145 and HI-144 between April 18 and September 4, 2012 may still qualify for a property tax adjustment. A \$15 late filing penalty will be deducted from the adjustment.

SEE PAGE 39

(HI-144, SIDE 1)

SEE PAGE 40

(HI-144, SIDE 2)

Vermont Pharmacy Programs

Vermont has several pharmacy programs to help uninsured Vermonters and those enrolled in Medicare pay for prescription medications. Eligibility for these programs is based on income, age, and disability. In the past, the pharmacy application has been included in the state tax packet; however, due to updates and the size of the application, the pharmacy application is no longer being included in tax packets.

If you **ARE ALREADY ENROLLED** in one of the state pharmacy programs (VPharm, VHAP Pharmacy, VScript, or Healthy Vermonters Program), *you do not need to do anything at this time.* We will send you an application when your current coverage needs to be reviewed.

If you **ARE NOT ALREADY ENROLLED** in one of the state pharmacy programs and you want to apply, **you can do one of the following:**

- Complete the section below and return it in the tax department's envelope provided and we will mail you an application; or
- Call Member Services for **Green Mountain Care** at **1-800-250-8427** to request an application be mailed to you; or
- Go to www.GreenMountainCare.org to see if you qualify and to print an application.

Name _____ Social Security No. _____
Last First MI

Mailing Address _____

City, State, ZIP Code _____

Phone _____ Home Cell Work

Again, if you are already enrolled in one of our state pharmacy programs, you do not need to reapply at this time. If you have any questions, call

Member Services for Green Mountain Care
1-800-250-8427 (TDD: 1-888-834-7898)



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2011 VERMONT *LIFELINE*

Application for Lifeline Telephone Service Credit



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, 2012. **You must reapply for the credit each year.**

If you will be 65 or OLDER by June 15, 2012. 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, 2012? Yes No

Was your 2011 household income for you and your spouse less than \$25,743 (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, 2012. 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, 2012? Yes No

Was your 2011 household income for you and your spouse less than \$22,065 (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 | | | Birthdate | | | Sex |
|------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|--------------------------|
| Yours | Month | Day | Year | F/M | | |
| <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="checkbox"/> |
| Spouse or CU Partner | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="checkbox"/> |

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 _____ | Signature of preparer if other than taxpayer _____ | Date _____ |
| Spouse or Civil Union Partner signature (if filing jointly) _____ | 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, 2012 and your household income is less than \$25,743;

OR

- you are under 65 and your household income is less than \$22,065

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, 2012 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. Cell phone companies currently do not offer the Lifeline credit.

Participating Telephone Companies

FairPoint Telecom
FairPoint Northern New England
Franklin Telephone
Ludlow TDS
Northfield TDS
Perkinsville TDS
Shoreham Telephone
Sovernet Communications
Topsham Telephone
Vermont Telephone
Waitsfield-Champlain Valley Telecom

How can I get answers to my questions about Lifeline?

For help completing this application:

- 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. For questions about the credit call the Economic Services Division Benefits Service Center at 1-800-479-6151.

YOU MUST REAPPLY FOR LIFELINE EACH YEAR.

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

Line 27, Column A Enter deduction(s) to AGI that are included in the total on Form 1040, Line 36. *Examples:* repayment of supplemental unemployment compensation, certain attorney or court costs for unlawful discrimination claim. See Federal instructions for Form 1040, Line 36 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 2011 Enter the dates you lived in VT in 2011.

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 2011.

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 2011 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 2011 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 2011 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 2011 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 The interest or income from a bond or note of (1) VT Telecommunications Authority; (2) Vermont Student Assistance Corporation (VSAC); OR (3) VT Build America bonds is exempt from VT income tax to the extent the interest or income is included in Federal Adjusted Gross Income. Enter the amount of interest or income from these sources that is also included in your Federal Adjusted Gross Income.

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 website at <http://tax.vermont.gov> or call 866-828-2865 (toll-free in VT) or 802-828-2865 for instructions.

**SCHEDULE IN-117
CREDIT FOR INCOME TAX PAID TO OTHER
STATE OR CANADIAN PROVINCE**

(FOR FULL-YEAR AND SOME PART-YEAR VT RESIDENTS ONLY)

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

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 website at <http://tax.vermont.gov> or contact the Department for information on how to file for income earned in another state while a Vermont resident.

A credit may be allowed against 2011 VT income tax for income tax paid in 2011 tax year to another state or Canadian province on income that is taxed by both VT and the other taxing jurisdiction.

Supporting Documents Required: Copy of 2011 income tax return filed in the other state(s). For Canadian province(s), copy of 2011 provincial income tax return filed, copy of Federal Form 1116 (Foreign Tax Credit) and copy of Revenue Canada income tax return. Convert amounts on Canadian returns to U.S. dollars.

More Than One State Or Province?

- Complete a Schedule IN-117 for each state or province. Do NOT combine the income and credit of all states or provinces on one Schedule IN-117.
- Add Line 20 from each Schedule IN-117 to calculate the tax credit entry on Form IN-111, Line 23.
- Attach all Schedules IN-117 and the supporting documents required.

Line 1 Enter the name of the state or Canadian province where you paid income tax. Use the standard two-letter abbreviation.

Line 2 For other state or Canadian province - Negative taxable income, enter the negative amount and check the loss box. Positive Adjusted Gross Income and taxable income, enter the Adjusted Gross Income. The Adjusted Gross Income for the other state or Canadian province cannot exceed the amount on Form IN-111, Line 10.

Lines 3 through 9 Adjustments for bonus depreciation, non-VT state and local obligations, and U.S. government interest income are made to create the income comparable to the Adjusted Gross Income used for Vermont income tax purposes.

Line 10 Enter the Adjusted Gross Income from IN-111, Line 10. NOTE: If negative VT taxable income, enter zero.

Lines 11 through 16 Adjustments for bonus depreciation, non-VT state and local obligations, and U.S. government interest income are made to make the income comparable to the other state or Canadian province.

Line 17 Subtract Line 16 from Line 13. If Line 16 is greater than Line 13, enter zero.

Line 18 Enter the Vermont income tax calculated on Form IN-111, Line 20.

Line 19 Divide Line 9, Modified Adjusted Gross Income for the other state or Canadian province by Line 17, Modified Adjusted Gross Income for Vermont, and multiply that result by Line 18.

Line 20 Enter the amount of income tax paid to the other state or Canadian province. This amount is income tax paid to the state or Canadian province; not the amount of withholding. City and county tax paid to the other state is not allowed. Credit for the Canadian provincial income tax does not include the portion used as a foreign credit on Federal Form 1040.

Line 21 Enter the *lesser* of Line 19 or 20. This is your credit for income tax paid to another state or Canadian province. If this is the only state or province, also enter on Form IN-111, Line 23. Otherwise, see instructions for “More Than One State or Province.”

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 C. 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 website for more information.

SCHEDULE IN-153 CAPITAL GAINS EXCLUSION

Schedule IN-153 is not included in this booklet. Use Schedule IN-153 to calculate the amount of capital gains excluded from VT income tax. The 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 ADBACK

Schedule IN-154 is not included in this booklet. Use Schedule IN-154 if you filed Federal Form 1040 Schedule A for tax year 2011 and the deduction for state/local income taxes is more than \$5,000. Also, if you received a 2010 refund reported on 1040 Line 10, use this form to adjust the amount added back last year. The schedule and instructions can be downloaded at <http://tax.vermont.gov> in the “Forms” section or mailed to you by calling 802-828-2515.

EDUCATION PROPERTY TAX RATES, HOMESTEAD DECLARATION, AND PROPERTY TAX ADJUSTMENT (FOR VT RESIDENTS ONLY)



Properties on Vermont grand lists are classified as homestead or nonresidential and are taxed at different tax rates.

A homestead is property owned and occupied on April 1 as the principal home of a Vermont resident *and* declared as a homestead with the Vermont Department of Taxes.

Nonresidential property is property used for commercial purposes or a second home, camp, summer cottage; or property not owned and occupied on April 1 as a homestead; or property not declared as a homestead.

A property may be classified as both homestead and nonresidential. The property tax bill will show a homestead education property tax rate and a nonresidential education property tax rate.

FORM HS-131, VERMONT HOMESTEAD DECLARATION

Form HS-131 is not included in this booklet. Please go to our website at <http://tax.vermont.gov> where you can file online or download in the “Forms” section. Call (802) 828-2515 to have the form mailed to you.

The Vermont Homestead Declaration filed in 2010 or 2011 remains on record until the property is sold or the use is changed. A declaration should be filed when you:

- **Purchase a property to be used as your homestead** The declaration can be filed at the time of closing. Otherwise, it should be filed by the April due date of the applicable grand list year. For instance, you buy your home in October 2011. You can file at the time of the closing or wait until April 2012 due date.

NOTE: A new owner of the homestead must file his or her own Homestead Declaration.

NOTE: The property tax adjustment remains with the property. The allocation of the seller's property tax adjustment is determined at the closing.

- **Change the use of the property on the previously filed declaration** If the business or rental use of the property increases or decreases, file a new declaration. The declaration with the change can be filed as soon as you make the change and the Department will hold the new declaration for the appropriate grand list year. Otherwise, you need to file the new declaration by the April 15 date.

When a portion of the property is the homestead and a portion is used for business purposes or rented, the following rules apply for reporting the use on Form HS-131, Homestead Declaration:

Business Use: If no part of the homestead is used for business or the business use is 25% or less of the homestead, the entire property is taxed at the homestead education property tax rate. More than 25% business use of the homestead - enter the appropriate percentage. The business use is the same as reported on your Federal income tax return. Examples for calculating business use: **(a)** 1,800 square foot home with 635 square feet used as a home office and inventory storage. There is 35.28% of business use (635/1800); round the business use to 35%. The business use portion will be taxed at the nonresidential education property tax rate. **(b)** 1,200 square foot home with 250 square feet used as a home office. There is 20.83% business use (250/1200); round the business use to 21%. Because the business use is less than 25%, the entire property will be taxed at the homestead education property tax rate.

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 education tax rate. All rental use must be reported. **There is no 25% allowance for rentals.** The rental use percentage is the same as reported on your Federal income tax return. Example for calculating rental use: 1,800 square foot home with 400 square feet rented out. There is 22.22% rental use (400/1,800); round the rental use to 22%. Seventy-eight percent of the homestead will be taxed at the homestead education property tax rate and twenty-two percent at the nonresidential education property tax rate.

FORM HS-132, NOTICE TO WITHDRAW VERMONT HOMESTEAD DECLARATION

Form HS-132 is not included in this booklet. Please go to our website at <http://tax.vermont.gov> where you can file online or download in the "Forms" section. Call (802) 828-2515 to have the form mailed to you.

Withdrawal of the Homestead Declaration should be filed when:

- **Property Is Sold** The seller must withdraw the declaration when transferring the title of the homestead to another owner. **NOTE:** The property tax adjustment remains with the property. The allocation of the seller's property tax adjustment is determined at the closing.

Selling includes conveyance of the property to a trust, an estate, or creation of a life estate.

You can complete the notice and file with the Department at the time of the closing.

- **Property Is No Longer A Homestead**
- **Property Is Owned By Estate** If the property is the decedent's homestead at the time of death, the property now owned by an estate may retain homestead classification on the grand list until the following April 1 provided the property is not rented. For example, the owner dies in 2011. The property is not rented. The property remains classified as a homestead until April 1, 2012.
- **Declaration Submitted In Error**

NOTE: A new owner of the homestead must file his or her own Homestead Declaration.

FORM HS-145, PROPERTY TAX ADJUSTMENT CLAIM

Eligibility A homeowner eligible for an adjustment is one who **(1)** owned and occupied the property as his or her principal home on April 1, 2012; **(2)** was a VT resident all of calendar year 2011; **(3)** was not claimed as a dependent by another taxpayer for tax year 2011; and **(4)** has household income of \$97,000 or less in 2011.

Application of Adjustment The town receives notification of the adjustment amount that is credited to the property tax bill. The town issues the homeowner a bill for the balance due.

Adjustment Calculation Basis The 2012 property tax adjustment is based on 2011 household income and the 2011/2012 property taxes.

Claiming an Adjustment To make a property tax adjustment claim, complete Form HS-145 and Schedule HI-144. See instructions on page 36.

Due Dates

On or before April 17, 2012 is a timely filed Form HS-145. When filed by the due date, eligible homeowners receive a credit on their 2012/2013 property tax bill on July 1, 2012.

Between April 18 and September 4, 2012 is a late filed Form HS-145. However, eligible homeowners can still receive a credit on their 2012/2013 property tax bill that is applied on September 15, 2012. A \$15 late filing penalty is deducted.

After September 4, 2012 the filing of Form HS-145 cannot be accepted.

Receipt Date A return mailed through the U.S. 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, the receipt date is the date of transmission. If you bring the return to the Department in person, the Department must receive the return on or before the due date.

Extension of Time No extension of time to file Form HS-145 is available. Form HS-145 must be filed no later than September 4, 2012.

Do You Have An Extension of Time to File Your VT Income Tax Return? See page 52 for information on completing Schedule HI-144 when your income tax return is under extension and you are unable to determine your household income.

Property Tax Adjustment Calculation by Household Income

\$47,000 or less Household Income 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. Some homeowners may also be eligible for an additional adjustment on the municipal property tax.

\$47,001 to \$89,999 Household Income Eligible homeowners receive an adjustment to education property tax based on a percentage of household income. No adjustment is available for education property taxes on equalized housesite value exceeding \$500,000.

\$90,000 or more Household Income Eligible homeowners receive an adjustment to education property tax based on a percentage of household income. No adjustment is available for education property taxes on equalized housesite value exceeding \$200,000. Generally, the calculation for homeowners with household income of \$97,000 or more is zero adjustment.

Maximum property tax adjustment for 2012 is \$8,000

DEFINITIONS FOR PROPERTY TAX ADJUSTMENT

Allocable Mobile Home Lot Rent means rent paid for a lot in a for-profit mobile home park and supported by Form 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. If the housesite is owned by you and another person(s), see *Ownership Situations* on page 50.

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, 2012. For purposes of the property tax adjustment program, the homeowner must also have been domiciled in VT for all of calendar year 2011. For factors considered in determining domicile, see VT Department of Taxes Regulation 1.5811.

Education Property 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 the above entities that is part of your housesite.

Eligible Education Property Tax means, for purposes of the property tax adjustment program, the education property tax assessed on the housesite or the education property tax on the maximum housesite value, whichever is less.

Homeowner means a person who owns and occupies the housesite as his or her principal home. Homeowner also means a person who meets the eligibility requirements for a property tax adjustment. Only one claim for property tax adjustment per household is allowed and the claim must be from the owner who lives in the property. Husband and wife owners are considered as one homeowner. See definition of *Joint Homeowners*.

Homestead means your principal home and improvements and contiguous land. **NOTE:** A separate parcel contiguous to your homestead requires a separate Form HS-131, Homestead Declaration, for each parcel.

Household Members and Household Income See page 52.

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 2 acres of land.

Joint Homeowners means more than one person owns the homestead. All owners may or may not occupy the homestead. Only one claim for property tax adjustment per household is allowed and the claim must be from eligible owner(s) living in the property. See *Ownership Situations*.

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 affordable for lower income Vermonters on a perpetual basis.

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

Life Estate means an interest in the property conveyed through a deed and recorded in the town records.

Municipal Property 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 the above entities that is 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 property used for commercial, rental, business, second home, camp or vacation purposes; or property not properly declared as a homestead.

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

SPECIAL SITUATIONS

Deceased Homeowner

Property Tax Adjustment: 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. The estate is responsible to repay any adjustment issued. If the homeowner filed a property tax adjustment claim between January and March 31 and dies after April 1, the commissioner may pay the adjustment to the town on behalf of another member of the household with ownership interest.

Homestead Declaration: If the spouse/civil union partner of the deceased homeowner or another owner occupies the property as his or her principal residence, a new HS-131, Homestead Declaration, must be filed if the homeowner died prior to April 1.

An estate may continue classification of the property as a homestead until the following April provided the property was the deceased homeowner's homestead at the time of death and the property is not rented. The estate must file Form HS-132, Notice to Withdraw Vermont Homestead Declaration, the following April.

Delinquent Property Tax The 2012 property tax adjustment applies to the current year property tax. The municipality may use any remaining adjustment towards penalty, interest or prior year property taxes.

Nursing Home or Residential Care If the homeowner is age 62 or older and another owner who also lived in the homestead is the homeowner's spouse/civil union partner or sibling and has moved indefinitely from the homestead to a nursing home or residential care facility, the homeowner makes the property tax adjustment claim with 100% ownership interest provided that the spouse/civil union partner or sibling does not make a Renter Rebate Claim or the spouse/civil union partner or sibling does not make a property tax adjustment claim for the same homestead.

If the homeowner has moved to a nursing home or residential care facility, a property tax adjustment claim may be made if there is a reasonable likelihood that the homeowner will be returning to the homestead and provided that the homeowner does not make a Renter Rebate Claim. The Department may ask for a doctor's certificate to help determine whether the nursing home or residential care facility is a temporary location.

Renting at the End of the Year If you owned a VT homestead in 2011, sold the homestead before April 1, 2011, did not receive a property tax adjustment on the property sold, and rented between the date of the sale and December 31, 2011, you may be eligible for a renter rebate on rent paid in 2011. A renter rebate is available to those persons with household income of \$47,000 or less. **NOTE:** This is the only situation where a renter rebate can be claimed for less than 12 months rental.

OWNERSHIP SITUATIONS

Homeowner Age 62 or Older in 2011 If the homeowner shares ownership of the homestead with his or her descendant(s), the homeowner may claim 100% ownership interest on the property tax adjustment claim, even if the other owners (descendants) do not live in the homestead. A letter of explanation may be requested.

Divorced or Legally Separated Joint Owners If you are (1) divorced or legally separated from your spouse/civil union partner, and (2) the name of the spouse/civil union partner from whom you are divorced or legally separated remains on the deed, and (3) you are awarded possession of the home, you claim as ownership percentage the property taxes 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 homestead uses 50% ownership interest. The person not living in the homestead cannot make a property tax adjustment claim. **Examples:** (a) Dan and Lynn are divorced/legally separated but both names remain on the deed. Lynn is granted possession of the homestead and full responsibility for all the property taxes. Lynn claims 100%

ownership on the property tax adjustment. **(b)** Ethan and Myrna are divorced/legally separated but both names stay on the deed. Myrna is given possession of the homestead and Ethan has responsibility for all the property taxes. Myrna cannot make a property tax adjustment claim as she is not responsible for the property taxes. Ethan cannot make a property tax adjustment claim as he does not occupy the homestead as his principal residence. **(c)** Paul and Robert are divorced/legally separated but both names remain on the deed. Robert is given possession of the homestead. The divorce decree/court order does not specify who is responsible for the property taxes on the homestead. Robert claims 50% as ownership interest on the property tax adjustment claim. Paul cannot make a property tax adjustment claim as he does not occupy the homestead as his principal residence.

The Department may ask for a copy of the portions of the court documents showing the court, date filed, signature page, and the homestead related provisions.

Duplex Housing WHEN BOTH OWNERS OCCUPY THE BUILDING AS THEIR PRINCIPAL RESIDENCE, the eligible housesite education property tax is the tax on the portion owned by each homeowner. If the town issues a property tax bill to each homeowner for his or her portion of the homestead, use the housesite value, housesite property tax and 100% ownership interest. If the property tax bill is for the total property, pro rate the housesite value, housesite property tax and ownership interest. *Examples:* **(a)** Jack and Jill own a duplex and each occupies half as their principal residence. The town sends them separate property tax bills for their units. Jack and Jill complete the property tax adjustment claim using the housesite value and property tax on the property tax bill and 100% ownership interest. **(b)** Sally and Sara own a duplex and each occupies half as her principal residence. The town sends one property tax bill for the whole parcel. Sally and Sara use one-half of the housesite value and property tax on the property tax bill and 100% ownership interest.

WHEN BOTH OWNERS DO NOT OCCUPY THE DUPLEX AS THEIR PRINCIPAL RESIDENCE, the owner occupying the duplex as his or her principal residence must pro rate for the other owner's interest. *Examples:* **(a)** Tom and Jerry own a duplex. Tom owns and occupies his portion of the duplex as his principal residence. Jerry rents out his portion. The town issues a property tax bill to each owner for his portion of the homestead. Tom may make a property tax adjustment claim and uses the housesite value and property tax but must use 50% ownership to adjust for Jerry's ownership interest in Tom's portion of the duplex. **(b)** Dick and Jane own a duplex. The town issues a single property tax bill for the whole parcel. Dick occupies his portion of the duplex as his principal residence, Jane does not. He may make a property tax adjustment claim and uses one-half of the housesite value and property tax and must use 50% ownership to adjust for Jane's ownership interest in Dick's portion of the duplex.

Entity Ownership Property owned by a C or S corporation, partnership, or limited liability company cannot be claimed as an individual's homestead and is not eligible for property tax adjustment. There is an exception for a homestead located on a farm. See Regulation 1.5401.

Life Estate A person who holds a life estate interest in a property that he or she occupies as a principal residence may make a property tax adjustment claim as if the life estate holder was the owner of the property when the life estate was established. The deed does not have to be attached to the property tax adjustment claim but must be available for review upon Department request.

Shared Ownership of the Homestead When a homestead is owned by someone(s) other than the homeowner making a property tax adjustment claim and are member(s) of the household, the ownership interest is the combined ownership percentage of the household. *Example:* **(a)** James, Grace and Lucinda jointly own the homestead and all occupy the homestead as their principal residence. The ownership interest is 100%. **(b)** Tim and Al own a home. Tim occupies the property as his principal residence; Al does not live there. The ownership interest on Tim's property tax adjustment claim is 50% to adjust for Al's ownership interest in the property.

Trust Ownership A property owned by a trust is not a homestead unless the trust is **(1)** revocable, or becomes irrevocable solely by reason of the grantor's death; **(2)** the property is the principal residence of the grantor; and **(3)** the grantor is the sole beneficiary of the trust. The term "sole beneficiary" is satisfied if the homeowner and the spouse/civil union partner of the spouse are the only beneficiaries of the trust. A property owned by an irrevocable trust cannot be a homestead except as stated in (1) above. The trust document does not have to be attached to the property tax adjustment claim but must be available for review upon Department request.

BUYING and SELLING PROPERTY

NOTE: The property tax adjustment stays with the property. The allocation of the seller's property tax adjustment is determined at the closing.

Buying after April 1, 2011 For property purchased as your principal residence, you need to file a 2012 Homestead Declaration. If you are eligible to make a 2012 property tax adjustment claim and if the property was declared as a homestead, use the seller's property tax bill. If the property was not a homestead in 2011, ask the town for the housesite value and the property taxes on the housesite as if it was a homestead in 2011.

Property Transactions between July 1, 2011 and March 31, 2012 A new law effective July 1, 2010 requires the Seller to notify the Department of the sale of a homestead and to withdraw the Homestead Declaration. The Seller uses Form HS-132 to withdraw the declaration. The Seller may complete and file Form HS-132 with the Department at the time of the closing.

If the property is purchased for use as a homestead and will be owned and occupied by the owner on April 1, 2012, the Buyer files his or her own Homestead Declaration on Form HS-131. The Buyer may complete and file Form HS-131 with the Department at the time of the closing. The Buyer may also be eligible for a 2012 property tax adjustment. The property tax adjustment may be claimed by filing Form HS-145 with Schedule HI-144. See page 36.

Property Transactions after April 1, 2012 The Seller must file Form HS-132 to withdraw the Homestead Declaration. The Buyer is responsible for filing his or her own Homestead Declaration on Form HS-131. See page 48 for information on Form HS-131.

NOTE: Unless agreed otherwise by the Buyer and Seller, any property tax adjustment paid on behalf of the Seller is treated as a payment of property tax by the Seller and allocated at closing.

NEW CONSTRUCTION

New homestead construction where the property was built after April 1, 2011 and is owned and occupied as a principal residence on April 1, 2012, file Form HS-131 Homestead Declaration. Eligible homeowners may make a 2012 property tax adjustment claim. The claim will be based on the value as of April 1, 2011 of the parcel, site improvements or structures in existence and up to two acres of land.

SCHEDULE HI-144 HOUSEHOLD INCOME

Complete this schedule before completing Form HS-145, Property Tax Adjustment Claim, or Form PR-141, Renter Rebate Claim to determine your eligibility for a Property Tax Adjustment or a Renter Rebate.

Homeowners: If your total household income is \$97,000 or less, you may be eligible for a property tax adjustment.

Renters: If your total household income is \$47,000 or less, you may be eligible for a Renter Rebate.

GENERAL INSTRUCTIONS

Due Dates. This schedule must be filed with Form HS-145 or PR-141 by APRIL 17, 2012. Claims filed between April 18 and September 4, 2012 are late but will be accepted. Claims filed after September 4th cannot be accepted. **NOTE:** A \$15 late filing penalty applies to the property tax adjustment claim.

Do You Have An Extension of Time to File Your VT Income Tax Return?

If you are unable to determine your household income by the due date (for instance, K-1 statements or other income information is not available yet), use the best information available. You do not need to break the income into categories in this instance. Enter the amount on Line m of Schedule HI-144. Then complete Form HS-145, Property Tax Adjustment Claim, or PR-141, Renter Rebate Claim, and submit to the Department no later than September 4, 2012. *You are responsible for filing an amended Schedule HI-144 when you file the income tax return. The change in household income may result in additional adjustment or rebate or a bill for overpayment of an adjustment or rebate already issued.*

NOTE: There is NO extension of time available to file Form HS-145 or Form PR-141 beyond the September 4, 2012 date.

Amending or Changing Your Household Income. You can change the household income reported on the Schedule HI-144 that accompanied the original filing of Form HS-145 or Form PR-141 provided the change is made within three years of the April 15 due date.

To amend household income, complete HS-145 or PR-141 and check the amend box on Line 11 on the HS-145 or Line 6 on the PR-141. All the entries on HS-145 or PR-141 must be the same as originally filed except the household income amount. Complete Schedule HI-144, Household Income, for the appropriate year with the new household income information.

Examples of when household income needs to be amended include: **(1)** you received a corrected K-1 that increases or decreases the amount reported on HI-144; **(2)** you received a late W-2; **(3)** the IRS made changes to your income; **(4)** you estimated household income because you were filing your income tax return under an extension. Remember to correct the adjustment for Social Security and Medicare taxes withheld on Line o to correspond with the corrected amounts.

Household Members include you, your spouse/civil union partner, roommates, and family members (including children) even if they file their own income tax returns and are not considered dependents. A spouse from whom you are not legally separated is considered a member of the household and you must include his or her income.

Exceptions - The following are not considered household members:

- A person who is not related to any member of the household and who is living in the household under a written homesharing agreement pursuant to a nonprofit homesharing program authorized by the VT Department of Disability, Aging and Independent Living.
- A person living in the household who is a bona fide employee hired to provide personal care to an unrelated household member.
- A person who resides with the claimant for the primary reason of providing attendant care services or homemaker or companionship services with or without compensation that allows the claimant to remain in his or her home or avoid institutionalization and the claimant is disabled or was at least 62 years of age as of December 31, 2011.

Members of the household for a portion of the year. You must include the income received by any person during the time he or she resided in the house or apartment. For example, Joe lived in the household from September to December of 2011. Joe's annual income was \$30,000 but he received \$21,000 during the time he lived in the household. \$21,000 is the amount that must be included in the household income.

Household Income Lines a-m on Schedule HI-144 list the items of income that are required to be reported for Household Income.

Report your income under Column 1, Claimant.

Your spouse/civil union partner income is reported under Column 2. **Exceptions applying to spouse/civil union partner - (1)** Unless you are legally separated, your spouse/civil union partner's income must be included even if that person is not living with you; and **(2)** Income of a spouse who is age 62 or older and has moved permanently to a nursing home or other care facility is not included.

Income from all others who resided in your house or apartment under Column 3, Other Persons.

Exclusions: The following are not part of household income:

- Payments by the State of Vermont for foster care pursuant to Chapters 49 and 55 of Title 33.
- Payments by the State of Vermont to a family for the support of an eligible person with a developmental disability.
- Payments by the State of Vermont or an agency designated in Title 18 Section 8907 for adult foster care payments (formerly "difficulty of care" payments).
- Surplus food or other relief in kind supplied by a government agency.
- The first \$6,500 of income received (earned or unearned) by a person who qualifies as a dependent of the claimant under the Internal Revenue Code and who is the claimant's parent or disabled adult child.
- The first \$6,500 of income earned, such as wages, salaries, tips, etc., by a full-time student who qualifies as a dependent of the claimant (all unearned income must be reported)
- The first \$6,500 of gifts of cash and cash equivalents received by all household members.
- Distributions from the contributions to a ROTH IRA (distributions from the earnings of the ROTH IRA are to be reported in household income).
- Gifts from a nongovernmental source, such as aid provided by the Red Cross, Salvation Army, a church, to assist paying a living expense - for example, fuel, utilities, rent.

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

LINE BY LINE INSTRUCTIONS

Line a Cash public assistance and relief Enter all payments from the State of Vermont Agency of Human Services except for foster care payments, difficulty of care payments and fuel assistance. The first \$6,500 of refugee settlement payment is excluded.

Line b Social security, railroad retirement, and veterans' benefits (taxable and nontaxable) Enter payments from Social Security as reported in Box 5 of your SSA-1099 (this box adjusts for any repayment of Social Security benefits you were required to make) or from Federal Form 1040, Line 20a or 1040A, Line 14a. Social Security benefits also includes SSI and SSD payments. Enter all railroad retirement from RRB-1099 and veterans' benefits.

Line c Unemployment compensation and workers' compensation Enter the full unemployment compensation shown on Federal Form 1099-G plus any workers' compensation you received.

Line d Wages, salaries, tips, etc. Enter the income shown in Box 1 of the W-2. Also report Federal Form 1099-MISC issued for nonemployee compensation if this is income not included as part of Line h, Business Income. See exclusions in Household Income section before completing this line.

Line e Interest and dividends Enter the income required to be reported on Lines 8a and 9a of Federal Forms 1040 or 1040A; or on Line 2 of Federal Form 1040EZ plus the nontaxable interest not required to be reported on Federal Form 1040EZ.

Line f Interest on U.S., state, or municipal obligations Enter the income reported on Line 8b of Federal Form 1040 or 1040A and all interest income from federal, state or municipal government bonds. This includes interest taxed at the Federal level but exempted for VT income tax purposes and interest not taxed at the Federal level.

Line g Alimony, support money, child support, cash and cash equivalent gifts Enter the total received for alimony, child support and other support money. Support money includes payment of housing expenses for household member, or other financial assistance that makes it possible for the household member to live in the homestead or rental unit. Also gifts of cash or cash equivalent received by household members must be reported. However, \$6,500 of the *combined total of the gifts received by all household members* is excluded. Cash equivalent includes stocks, bonds, treasury obligations, certificates of deposit or other instruments convertible to cash.

Line h Business income Enter income attributable to a business. If there is a business loss, enter zero (0). You cannot offset the loss of one business against the income of another business. Each Schedule C stands on its own. Do NOT use the aggregate amount on Federal Form 1040 Line 12. You can offset a business loss against a capital gain if it occurred in the same tax year and for the same business. See Technical Bulletin #56.

Line i Capital gain Report gains from Federal Form 1040 Schedule D: Add Lines 6 and 14 and subtract this amount from Line 16. If Line 16 is smaller than total of Lines 6 and 14, enter zero. For Federal Form 1040A, use Line 10 but not less than zero. For purposes of household income, a capital loss carryforward cannot offset a current year capital gain.

Exception: A business loss may offset a capital gain on the sale of the business' property provided (1) the loss and capital gain are for the same business; and (2) the Internal Revenue Service requires the capital gain to be reported; and (3) the business loss and capital gain from the sale of the business' property both occurred in the 2011 tax year. If the offset of the capital gain by the loss creates a negative amount, enter zero (0). A capital loss cannot offset business income.

Line j Taxable pensions, annuities, IRAs, and retirement fund distributions Enter the income from retirement, deferred compensation plans and annuities as reported on Federal Form 1040, Lines 15b and 16b; or Federal Form 1040A, Lines 11b and 12b. Household income includes non-qualified distributions from retirement and deferred compensation plans and both taxable and nontaxable federal pension and annuity benefits.

Line k Rental and Royalty income Enter the income from each rental property you own as reported on Federal Schedule E, Part I. Each rental property stands on its own. A loss generated by one property may not be used to reduce income from a different property. See Technical Bulletin #56 for the proper treatment of rental income and losses. Room and board payments made to you by member(s) of the household is rental income and must be reported on this line. Royalty income - Report income from Federal Form 1099-MISC, 1099-S, K-1 or Schedule E, Part I.

Line l Income from Partnerships, S Corporations, LLCs, Farms, Trusts and Estates Federal Schedule K-1 pass-through income as required to be reported on Federal Form 1040, Schedules E and/or F. Report ordinary business income, rental income and guaranteed payments from K-1 on this line. The loss from one K-1 cannot offset income from another K-1. A loss is reported as zero. See Line i instructions for the only provision allowing netting of a business loss.

Line m Other income Sources of other income include, but are not limited to, prizes and awards, gambling or lottery winnings, director's fees, employer allowances, taxable refunds from Federal Form 1040, Line 10, allowances received by dependents of armed service personnel and military subsistence payments (BAH, FSA), loss of time insurance, cost of living adjustment paid to federal employees, and other gains from Federal Form 1040, Line 14. Report on this line income reported to you by Federal Form 1099-MISC or W-2G.

Line n Add items a through m by column. Carry those amounts over to the top of the next page.

ADJUSTMENTS TO INCOME: The following adjustments to household income may be made for each member of the household for whom such item of income was reported.

Line o Social Security and Medicare Tax Withheld and Self-Employment Tax on Income Reported

Social Security and Medicare Taxes If these taxes are withheld from your income, they may be subtracted from household income to the extent the income is included. Generally, the Social Security and Medicare taxes withheld is found on your W-2. Do NOT use the W-2 withholding amount for:

NOTE: This adjustment is for Social Security and Medicare taxes; not the Medicare premium deducted from Social Security payments.

(1) Deferred compensation contributions or other compensation not included in Federal adjusted gross income but with respect to which Social Security and Medicare taxes were withheld. Because the deferred compensation contribution is not reported in household income, the Social Security and Medicare taxes on the W-2 must be reduced for this adjustment. For 2011, multiply the taxable income in Box 1 of the W-2 by 5.65% and use this amount. *Example:* You contribute \$5,000 to a deferred compensation plan. Your W-2 Box 1 shows \$50,000 taxable income and \$55,000 taxable for Social Security and Medicare taxes in Boxes 3 and 5. The deferred compensation contribution is not reported in household income. Multiply \$50,000 by 5.65%. The resulting \$2,825 is the Line o adjustment entry for this household member's income; NOT the W-2 amounts.

(2) Portions of income not required to be reported in household income upon which Social Security and Medicare taxes were withheld. *Example:* The first \$6,500 of income earned by a full-time student qualified as your dependent is not required to be reported in household income. The student earns \$10,000. Because \$6,500 of the income is not included in household income, for 2011 multiply \$3,500 by 5.65%. The resulting \$198 is the Line o adjustment entry for this household member's income; NOT the W-2 amounts.

Self-Employed Social Security and Medicare Taxes Paid Self-employed claimants may subtract from household income the amount from Federal Schedule SE, Line 6 or 13 that represents the Social Security and Medicare taxes paid for 2011 for income reported on HI-144. For income not required to be reported upon which Social Security and Medicare taxes were paid, multiply the income not reported on HI-144 by 11.3% and subtract the result from the Federal Schedule SE amount. The amount of Social Security and Medicare taxes reported on this line includes the allowable deduction for one-half self-employment tax on Federal Form 1040 Line 27. You may be asked for a copy of your Federal Schedule SE.

Line p Child support paid Report only those payments for which receipts or other evidence of payment is available. This evidence may include cancelled checks or a statement from the Office of Child Support in addition to the name and social security number of the parent receiving the payment.

Line q Allowable Adjustments from Federal Form 1040 or Form 1040A The following expenses may be subtracted from income. They should be entered on Line q.

- Certain business expenses of reservists - Line 24 from Federal Form 1040
- Alimony paid - Line 31a from Federal Form 1040
- Tuition and fees - Line 34 from Federal Form 1040 or Line 19 from Federal Form 1040A
- Self-employed health insurance deduction - Line 29 from Federal Form 1040

Line s Subtract the total adjustments on Line r from the total income on Line n for each column. The adjustments for any individual in

your household cannot exceed the income of that individual. If Line n minus Line r is negative, enter zero (0).

Line t Add columns 1, 2, and 3 and enter sum. Entry cannot be less than zero (0).

Line u Enter the total of interest and dividends for all household members reported on Lines e and f in each column.

Line v Add the three columns on Line u.

Line w No entry required. For purposes of calculating the property tax adjustment or renter rebate, household income is increased by the household total of interest and dividend income greater than \$10,000.

Line x Subtract Line w from Line v. If Line w is more than Line v, enter zero (0).

Line y Household Income. Add Line t and Line x. Enter this figure on HS-145 or PR-141.

2011 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 | 34,500 | 0.00 | 3.55% | 0 |
| 34,500 | 75,000 | 1,225.00 | 6.80% | 34,500 |
| TAXABLE INCOME UNDER \$75,000 USE THE TAX TABLES | | | | |
| 75,000 | 83,600 | 3,979.00 | 6.80% | 75,000 |
| 83,600 | 174,400 | 4,564.00 | 7.80% | 83,600 |
| 174,400 | 379,150 | 11,646.00 | 8.80% | 174,400 |
| 379,150 | - | 29,664.00 | 8.95% | 379,150 |

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 | 28,825 | 0.00 | 3.55% | 0 |
| 28,825 | 69,675 | 1,023.00 | 6.80% | 28,825 |
| 69,675 | 75,000 | 3,801.00 | 7.80% | 69,675 |
| TAXABLE INCOME UNDER \$75,000 USE THE TAX TABLES | | | | |
| 75,000 | 106,150 | 4,216.00 | 7.80% | 75,000 |
| 106,150 | 189,575 | 6,646.00 | 8.80% | 106,150 |
| 189,575 | - | 13,988.00 | 8.95% | 189,575 |

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 | 57,650 | 0.00 | 3.55% | 0 |
| 57,650 | 75,000 | 2,047.00 | 6.80% | 57,650 |
| TAXABLE INCOME UNDER \$75,000 USE THE TAX TABLES | | | | |
| 75,000 | 139,350 | 3,226.00 | 6.80% | 75,000 |
| 139,350 | 212,300 | 7,602.00 | 7.80% | 139,350 |
| 212,300 | 379,150 | 13,292.00 | 8.80% | 212,300 |
| 379,150 | - | 27,975.00 | 8.95% | 379,150 |

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 | 46,250 | 0.00 | 3.55% | 0 |
| 46,250 | 75,000 | 1,642.00 | 6.80% | 46,250 |
| TAXABLE INCOME UNDER \$75,000 USE THE TAX TABLES | | | | |
| 75,000 | 119,400 | 3,597.00 | 6.80% | 75,000 |
| 119,400 | 193,350 | 6,616.00 | 7.80% | 119,400 |
| 193,350 | 379,150 | 12,384.00 | 8.80% | 193,350 |
| 379,150 | - | 28,735.00 | 8.95% | 379,150 |

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 \$3,226.00. Subtract \$75,000 from \$82,000. Multiply the result (\$7,000) by 6.8%. Add this amount (\$476.00) to Base Tax (\$3,226.00) for VT Tax of \$3,702.00. Enter \$3,702.00 on Form IN-111, Line 16.

2011 VT Tax Tables

| 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... | | | |
|-------------------------|---------------|------------------------------|-------------------------|-----------------------------|-------------------|-------------------------|---------------|------------------------------|-------------------------|-----------------------------|-------------------|-------------------------|---------------|------------------------------|-------------------------|-----------------------------|-------------------|
| | | Single | Married filing jointly* | Married filing separately** | Head of household | | | Single | Married filing jointly* | Married filing separately** | Head of household | | | Single | Married filing jointly* | Married filing separately** | Head of household |
| At Least | But Less Than | Then your VT Tax is... | | | | At Least | But Less Than | Then your VT Tax is... | | | | At Least | But Less Than | Then your VT Tax is... | | | |
| 0 - 1,000 | | | | | | | | | | | | | | | | | |
| 0 | 100 | 0 | 0 | 0 | 0 | 5,000 | 5,100 | 179 | 179 | 179 | 179 | 10,000 | 10,100 | 357 | 357 | 357 | 357 |
| 100 | 200 | 5 | 5 | 5 | 5 | 5,100 | 5,200 | 183 | 183 | 183 | 183 | 10,100 | 10,200 | 360 | 360 | 360 | 360 |
| 200 | 300 | 9 | 9 | 9 | 9 | 5,200 | 5,300 | 186 | 186 | 186 | 186 | 10,200 | 10,300 | 364 | 364 | 364 | 364 |
| 300 | 400 | 12 | 12 | 12 | 12 | 5,300 | 5,400 | 190 | 190 | 190 | 190 | 10,300 | 10,400 | 367 | 367 | 367 | 367 |
| 400 | 500 | 16 | 16 | 16 | 16 | 5,400 | 5,500 | 193 | 193 | 193 | 193 | 10,400 | 10,500 | 371 | 371 | 371 | 371 |
| 500 | 600 | 20 | 20 | 20 | 20 | 5,500 | 5,600 | 197 | 197 | 197 | 197 | 10,500 | 10,600 | 375 | 375 | 375 | 375 |
| 600 | 700 | 23 | 23 | 23 | 23 | 5,600 | 5,700 | 201 | 201 | 201 | 201 | 10,600 | 10,700 | 378 | 378 | 378 | 378 |
| 700 | 800 | 27 | 27 | 27 | 27 | 5,700 | 5,800 | 204 | 204 | 204 | 204 | 10,700 | 10,800 | 382 | 382 | 382 | 382 |
| 800 | 900 | 30 | 30 | 30 | 30 | 5,800 | 5,900 | 208 | 208 | 208 | 208 | 10,800 | 10,900 | 385 | 385 | 385 | 385 |
| 900 | 1,000 | 34 | 34 | 34 | 34 | 5,900 | 6,000 | 211 | 211 | 211 | 211 | 10,900 | 11,000 | 389 | 389 | 389 | 389 |
| 1,000 | | | | | | | | | | | | | | | | | |
| 1,000 | 1,100 | 37 | 37 | 37 | 37 | 6,000 | 6,100 | 215 | 215 | 215 | 215 | 11,000 | 11,100 | 392 | 392 | 392 | 392 |
| 1,100 | 1,200 | 41 | 41 | 41 | 41 | 6,100 | 6,200 | 218 | 218 | 218 | 218 | 11,100 | 11,200 | 396 | 396 | 396 | 396 |
| 1,200 | 1,300 | 44 | 44 | 44 | 44 | 6,200 | 6,300 | 222 | 222 | 222 | 222 | 11,200 | 11,300 | 399 | 399 | 399 | 399 |
| 1,300 | 1,400 | 48 | 48 | 48 | 48 | 6,300 | 6,400 | 225 | 225 | 225 | 225 | 11,300 | 11,400 | 403 | 403 | 403 | 403 |
| 1,400 | 1,500 | 51 | 51 | 51 | 51 | 6,400 | 6,500 | 229 | 229 | 229 | 229 | 11,400 | 11,500 | 406 | 406 | 406 | 406 |
| 1,500 | 1,600 | 55 | 55 | 55 | 55 | 6,500 | 6,600 | 233 | 233 | 233 | 233 | 11,500 | 11,600 | 410 | 410 | 410 | 410 |
| 1,600 | 1,700 | 59 | 59 | 59 | 59 | 6,600 | 6,700 | 236 | 236 | 236 | 236 | 11,600 | 11,700 | 414 | 414 | 414 | 414 |
| 1,700 | 1,800 | 62 | 62 | 62 | 62 | 6,700 | 6,800 | 240 | 240 | 240 | 240 | 11,700 | 11,800 | 417 | 417 | 417 | 417 |
| 1,800 | 1,900 | 66 | 66 | 66 | 66 | 6,800 | 6,900 | 243 | 243 | 243 | 243 | 11,800 | 11,900 | 421 | 421 | 421 | 421 |
| 1,900 | 2,000 | 69 | 69 | 69 | 69 | 6,900 | 7,000 | 247 | 247 | 247 | 247 | 11,900 | 12,000 | 424 | 424 | 424 | 424 |
| 2,000 | | | | | | | | | | | | | | | | | |
| 2,000 | 2,100 | 73 | 73 | 73 | 73 | 7,000 | 7,100 | 250 | 250 | 250 | 250 | 12,000 | 12,100 | 428 | 428 | 428 | 428 |
| 2,100 | 2,200 | 76 | 76 | 76 | 76 | 7,100 | 7,200 | 254 | 254 | 254 | 254 | 12,100 | 12,200 | 431 | 431 | 431 | 431 |
| 2,200 | 2,300 | 80 | 80 | 80 | 80 | 7,200 | 7,300 | 257 | 257 | 257 | 257 | 12,200 | 12,300 | 435 | 435 | 435 | 435 |
| 2,300 | 2,400 | 83 | 83 | 83 | 83 | 7,300 | 7,400 | 261 | 261 | 261 | 261 | 12,300 | 12,400 | 438 | 438 | 438 | 438 |
| 2,400 | 2,500 | 87 | 87 | 87 | 87 | 7,400 | 7,500 | 264 | 264 | 264 | 264 | 12,400 | 12,500 | 442 | 442 | 442 | 442 |
| 2,500 | 2,600 | 91 | 91 | 91 | 91 | 7,500 | 7,600 | 268 | 268 | 268 | 268 | 12,500 | 12,600 | 446 | 446 | 446 | 446 |
| 2,600 | 2,700 | 94 | 94 | 94 | 94 | 7,600 | 7,700 | 272 | 272 | 272 | 272 | 12,600 | 12,700 | 449 | 449 | 449 | 449 |
| 2,700 | 2,800 | 98 | 98 | 98 | 98 | 7,700 | 7,800 | 275 | 275 | 275 | 275 | 12,700 | 12,800 | 453 | 453 | 453 | 453 |
| 2,800 | 2,900 | 101 | 101 | 101 | 101 | 7,800 | 7,900 | 279 | 279 | 279 | 279 | 12,800 | 12,900 | 456 | 456 | 456 | 456 |
| 2,900 | 3,000 | 105 | 105 | 105 | 105 | 7,900 | 8,000 | 282 | 282 | 282 | 282 | 12,900 | 13,000 | 460 | 460 | 460 | 460 |
| 3,000 | | | | | | | | | | | | | | | | | |
| 3,000 | 3,100 | 108 | 108 | 108 | 108 | 8,000 | 8,100 | 286 | 286 | 286 | 286 | 13,000 | 13,100 | 463 | 463 | 463 | 463 |
| 3,100 | 3,200 | 112 | 112 | 112 | 112 | 8,100 | 8,200 | 289 | 289 | 289 | 289 | 13,100 | 13,200 | 467 | 467 | 467 | 467 |
| 3,200 | 3,300 | 115 | 115 | 115 | 115 | 8,200 | 8,300 | 293 | 293 | 293 | 293 | 13,200 | 13,300 | 470 | 470 | 470 | 470 |
| 3,300 | 3,400 | 119 | 119 | 119 | 119 | 8,300 | 8,400 | 296 | 296 | 296 | 296 | 13,300 | 13,400 | 474 | 474 | 474 | 474 |
| 3,400 | 3,500 | 122 | 122 | 122 | 122 | 8,400 | 8,500 | 300 | 300 | 300 | 300 | 13,400 | 13,500 | 477 | 477 | 477 | 477 |
| 3,500 | 3,600 | 126 | 126 | 126 | 126 | 8,500 | 8,600 | 304 | 304 | 304 | 304 | 13,500 | 13,600 | 481 | 481 | 481 | 481 |
| 3,600 | 3,700 | 130 | 130 | 130 | 130 | 8,600 | 8,700 | 307 | 307 | 307 | 307 | 13,600 | 13,700 | 485 | 485 | 485 | 485 |
| 3,700 | 3,800 | 133 | 133 | 133 | 133 | 8,700 | 8,800 | 311 | 311 | 311 | 311 | 13,700 | 13,800 | 488 | 488 | 488 | 488 |
| 3,800 | 3,900 | 137 | 137 | 137 | 137 | 8,800 | 8,900 | 314 | 314 | 314 | 314 | 13,800 | 13,900 | 492 | 492 | 492 | 492 |
| 3,900 | 4,000 | 140 | 140 | 140 | 140 | 8,900 | 9,000 | 318 | 318 | 318 | 318 | 13,900 | 14,000 | 495 | 495 | 495 | 495 |
| 4,000 | | | | | | | | | | | | | | | | | |
| 4,000 | 4,100 | 144 | 144 | 144 | 144 | 9,000 | 9,100 | 321 | 321 | 321 | 321 | 14,000 | 14,100 | 499 | 499 | 499 | 499 |
| 4,100 | 4,200 | 147 | 147 | 147 | 147 | 9,100 | 9,200 | 325 | 325 | 325 | 325 | 14,100 | 14,200 | 502 | 502 | 502 | 502 |
| 4,200 | 4,300 | 151 | 151 | 151 | 151 | 9,200 | 9,300 | 328 | 328 | 328 | 328 | 14,200 | 14,300 | 506 | 506 | 506 | 506 |
| 4,300 | 4,400 | 154 | 154 | 154 | 154 | 9,300 | 9,400 | 332 | 332 | 332 | 332 | 14,300 | 14,400 | 509 | 509 | 509 | 509 |
| 4,400 | 4,500 | 158 | 158 | 158 | 158 | 9,400 | 9,500 | 335 | 335 | 335 | 335 | 14,400 | 14,500 | 513 | 513 | 513 | 513 |
| 4,500 | 4,600 | 162 | 162 | 162 | 162 | 9,500 | 9,600 | 339 | 339 | 339 | 339 | 14,500 | 14,600 | 517 | 517 | 517 | 517 |
| 4,600 | 4,700 | 165 | 165 | 165 | 165 | 9,600 | 9,700 | 343 | 343 | 343 | 343 | 14,600 | 14,700 | 520 | 520 | 520 | 520 |
| 4,700 | 4,800 | 169 | 169 | 169 | 169 | 9,700 | 9,800 | 346 | 346 | 346 | 346 | 14,700 | 14,800 | 524 | 524 | 524 | 524 |
| 4,800 | 4,900 | 172 | 172 | 172 | 172 | 9,800 | 9,900 | 350 | 350 | 350 | 350 | 14,800 | 14,900 | 527 | 527 | 527 | 527 |
| 4,900 | 5,000 | 176 | 176 | 176 | 176 | 9,900 | 10,000 | 353 | 353 | 353 | 353 | 14,900 | 15,000 | 531 | 531 | 531 | 531 |

* 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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| | | | | | |
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