Form
IT-40RNR
Revised 9-96
State Form 44406

1996 Reciprocal Nonresident Indiana Individual Income Tax Return

Due April 15, 1997

Do Not Write Above

Your First Name | Middle Initial | Last Name | Social Security Number

Spouse's First Name | Middle Initial | Last Name | Social Security Number

Present Address (Number and street or rural route) | City or Town

State | Zip Code + 4

If taxpayer is deceased, enter date of death M M D D Y Y

If spouse is deceased, enter date of death M M D D Y Y

Enter the **2 digit county code** numbers for the county where you worked on January 1, 1996.

Taxpayer
County where you lived 9 3
County where you worked

Spouse
County where you lived 9 3
County where you worked

Your Filing Status -
- ☐ Single or Widowed
- ☐ Married filing joint return or spouse had no income
- ☐ Married filing separately

State Of Residence: Check the appropriate box to indicate your state of residence for 1996

❐ Illinois ❐ Kentucky ❐ Michigan ❐ Ohio ❐ Pennsylvania ❐ Wisconsin

Note: You must file Form IT-40PNR, Part-Year Resident or Nonresident Indiana Individual Income Tax Return, if you were a resident of a state other than those listed; had Indiana income other than wages, salaries, tips or commissions; or were a part-year resident of Indiana during 1996.

Read Instructions

▶ Attach W-2 Forms Here ▶

	Yours (A)	Spouse's (B)
1. Enter gross income from your **Indiana** employment	1A	1B
2. Allowable deductions - Attach front page of federal Form 1040	2A	2B
3. Indiana adjusted gross income - Line 1 minus Line 2	3A	3B
4. Exemptions: See instructions	4A	4B
5. Taxable income - Line 3 minus Line 4	5A	5B
6. County tax rate from chart on back	6A .	6B .
7. County tax due - Multiply Line 5 x Line 6	7A	7B
8. Total county tax due - Add Lines 7A and 7B		8
9. Indiana state tax withheld - Attach W-2 forms		9
10. Indiana county tax withheld - Attach W-2 forms		10
11. Total credits - Add Lines 9 and 10)		11

Your W-2(s) showing Indiana state and county taxes withheld must be attached.

12. REFUND - If Line 11 is more than Line 8 subtract Line 8 from Line 11 and enter amount to be refunded to you. No refund will be issued for less than $1.00. **REFUND DUE** ▶	12
13. Amount Due - If Line 8 is more than Line 11, subtract Line 11 from Line 8 ▶	13
14. Penalty: (If filed after the due date see instructions)	14
15. Interest: (If filed after the due date see instructions)	15
16. Total amount you owe: Add Lines 13, 14 and 15. **AMOUNT YOU OWE** ▶	16

No payment is due if you owe less than $1.00. Do not send cash. Make your check or money order payable to: **Indiana Department of Revenue.**

For Department Use Only AA BB

Turn the page ☞

Authorization

Under penalty of perjury, I have examined this return and all attachments and to the best of my knowledge and belief, it is true, complete and correct. I also understand that if this is a joint return, any refund will be made payable to us jointly and each of us is liable for all taxes due under this return. I also give the Indiana Department of Revenue permission to confirm information that I have placed on this form or any attachments with the Social Security Administration. This consent includes my authorization for the Social Security Administration to release my social security number, name, and date of birth. This consent is in effect until such time as I withdraw my authorization.

I authorize the Department to discuss my return with my tax preparer. Yes ☐ No ☐

Your Signature ______ Date ______ Daytime Telephone Number ( ) _ _

Spouse's Signature ______ Date ______ Daytime Telephone Number ( ) _ _

Paid Preparer's Information

Preparer's Name ______

Preparer's FID or SSN Number ______ ☐ Federal I.D. Number ☐ Social Security Number

Street Address ______

Daytime Telephone Number ( ) _ _

City ______ State ______ Zip + 4 ______

Preparer's Signature ______

Discover® Card Payment Authorization

For Taxpayer's Information:

•Discover® will charge a handling fee based upon the amount of your payment, and you will be responsible for payment of this fee. See chart in instructions.

•If your tax payment charge is denied, you will receive a notice from the Department of Revenue for the tax you owe. Penalty and interest may be included.

Instructions:
1. Complete all the information for the Discover® Card Authorization below.
2. Enter the *amount you owe* from Line 16 in "Tax Payment". Do not include the handling fee.

Discover® Card Number ______ - ______ - ______ - ______

Expiration Date ______ Month ______ Year

Tax Payment **$** ______ , ______ . ______

I understand that in addition to the tax payment amount indicated, there will be a handling fee based upon the amount of tax payment charged to my Discover® Card account.

Signature of authorized Discover® Card Member ______

Mail to: **Indiana Department of Revenue, P.O. Box 40, Indianapolis, IN 46206-0040.** Keep a copy of your completed return and attachments for your records.

Indiana Adopting Counties - 1996 Nonresident County Tax Rates

Code #	County	Nonresident Tax Rate	Code #	County	Nonresident Tax Rate	Code #	County	Nonresident Tax Rate
01	Adams	.003125	32	Hendricks	.005	63	Pike	.004
02	Allen	.0035	33	Henry	.002375	64	Porter	NA
03	Bartholomew	.0025	34	Howard	.00275	65	Posey	NA
04	Benton	.00375	35	Huntington	.0025	66	Pulaski	.005
05	Blackford	.005	36	Jackson	.0045	67	Putnam	.005
06	Boone	.0025	37	Jasper	.0025	68	Randolph	.005
07	Brown	.005	38	Jay	.005	69	Ripley	.005
08	Carroll	.0035	39	Jefferson	NA	70	Rush	.005
09	Cass	.005	40	Jennings	.005	71	St. Joseph	.001
10	Clark	NA	41	Johnson	.0025	72	Scott	.002375
11	Clay	.0025	42	Knox	NA	73	Shelby	.005
12	Clinton	.005	43	Kosciusko	.0015	74	Spencer	.005
13	Crawford	.005	44	LaGrange	.005	75	Starke	.00625
14	Daviess	.0025	45	Lake	NA	76	Steuben	.0025
15	Dearborn	.0015	46	LaPorte	.0025	77	Sullivan	NA
16	Decatur	.005	47	Lawrence	.0025	78	Switzerland	.0015
17	DeKalb	.005	48	Madison	.0015	79	Tippecanoe	.008
18	Delaware	.0035	49	Marion	.00175	80	Tipton	.0035
19	Dubois	.0055	50	Marshall	.0025	81	Union	.005
20	Elkhart	.005	51	Martin	.004	82	Vanderburgh	.0025
21	Fayette	.0025	52	Miami	.004	83	Vermillion	.001
22	Floyd	.003	53	Monroe	.0025	84	Vigo	NA.
23	Fountain	.0025	54	Montgomery	.0025	85	Wabash	.005
24	Franklin	.005	55	Morgan	.0025	86	Warren	.005
25	Fulton	.0035	56	Newton	.0025	87	Warrick	.0035
26	Gibson	.0025	57	Noble	.0025	88	Washington	.005
27	Grant	.0025	58	Ohio	.0025	89	Wayne	.005
28	Greene	.0025	59	Orange	.005	90	Wells	.0025
29	Hamilton	.002375	60	Owen	.0025	91	White	.005
30	Hancock	.0025	61	Parke	.005	92	Whitley	.0045
31	Harrison	.005	62	Perry	.00625	93	Out-of-State	NA

General Instructions for Form IT-40RNR

Who may file this form? Full-year residents of the states of Illinois, Kentucky, Michigan, Ohio, Pennsylvania or Wisconsin may use this form if:

- ✦ their income from Indiana sources is only from wages, salaries, tips or commissions; and
- ✦ their Indiana credits are only from Indiana state and/or county taxes withheld.

New for 1996: The Form IT-40RNR has been changed so that filers who owe an amount due will now be able to use this form.

Use this form to:

- ✦ claim a refund of Indiana state and/or excess county tax paid by full-year residents of reciprocal states; *or*
- ✦ pay an amount due by full-year residents of reciprocal states whose county tax due is more than the combined Indiana state and county tax withheld.

Form IT-40RNR allows you to figure county tax due. You may owe county tax if, on January 1, 1996, you worked in an Indiana county that has adopted a county income tax. Check the chart on the back of Form IT-40RNR to see if the county in which you worked has adopted a tax. Carefully read the instructions for Lines 1 through 7 to figure the county tax due.

Before You Begin

Important: Complete Your Federal Tax Return First.

It's changed: Form IT-40RNR has been completely changed for 1996. This form has been redesigned to be processed through state-of-the-art electronic scanning equipment. This important change allows the Department to process tax returns faster and with fewer errors. Please read this information very carefully as it explains the correct method for completing your form.

Filling in the boxes: If you are handwriting letters or numbers in the boxes, please print your letters or numbers. Make sure there is only one letter or number in each box. In addition, numbers must be written completely within the boxes and must not touch the boxes. If a line does not apply to you, leave it blank. **Do not** use dashes or other symbols to indicate that you have no entry for that line.

Stapling W-2s and enclosing checks: You should staple your W-2s, 1099s or WH-18s to the form in the space indicated. **Do not** staple your check or money order to the form as this will delay processing your return.

Foreign or military addresses: The US Post Office requires that the full foreign country name appear in all addresses. Therefore, the foreign country name should be entered after the city name with an empty box between the two names. Standard two-character abbreviations for provinces and territories should be entered in the "State" area on the tax return.

Overseas military addresses must contain the APO, FPO designation along with a two-character "state" abbreviation of AE, AP or AA and the zip code. Place these three or two letter designations in the city name area with an empty box between the two designations.

Refund check address: Your refund check will be issued in the name(s) and address shown on the front of your tax return. It is very important that this information is correct and legible. Any wrong information will cause problems and delay your refund.

County information section

Since you were a full-year nonresident of Indiana for 1996, the out-of-state code "93" is already entered in your county of residence box. You must complete the section for the county where you worked.

The county where you worked will be that county where you performed the principal amount of your work on January 1, 1996. Changes in the Indiana county where you worked after January 1, 1996, will not affect your county tax liability until the following year.

If you did not work in Indiana until after January 1, 1996, you are not subject to county tax. You should enter county code "93" (out-of-state) in the *County where you worked* boxes. If you did work in an Indiana county on January 1, 1996, check the chart on the back of Form IT-40RNR to see if that county has adopted a tax.

Filing status: You must complete the "Filing Status" area. Make sure to complete the appropriate box. Please note that these boxes are not identical to the ones on your federal income tax return.

Answer the following questions:

✦ Was your principal place of employment on January 1, 1996 located in an Indiana county? If yes, go on to the next question. If no, skip Lines 1 through 8 and enter all Indiana state and county withholding amounts on Lines 9 and/or 10.

✦ If you answered yes to the above question, does this county, located on the chart on the back of Form IT-40RNR, have a tax rate? If yes, complete all appropriate lines, beginning with Line 1. If no, skip Lines 1 through 8 and enter any Indiana withholding amounts on Lines 9 and/or 10.

Turn the page ☞

Line-by-Line Instructions

Lines 1A and 1B - Gross income from Indiana principal place of employment (county where you worked): Enter the amount of wages, tips, salaries, and commissions earned in Indiana. If you earned any other type of income from Indiana, such as partnership, farm, sole proprietorship, etc., Form IT-40PNR *must* be filed instead.

Lines 2A and 2B - Allowable deductions: Enter the allowable federal deductions that apply to your Indiana earned income. Such deductions would include individual retirement accounts (IRA's) or self-employment retirement plan (SEP, KEOGH) adjustments. You must attach the front page of your federal Form 1040 to support these deductions.

Lines 3A and 3B - Indiana adjusted gross income: To figure the amount of your income subject to county tax, subtract Line 2A from Line 1A and Line 2B from Line 1B.

Lines 4A and 4B - Exemptions

Exemptions for taxpayer and spouse: In addition to your personal exemption, Indiana allows you to claim one exemption for yourself and/or your spouse if you were age 65 or older as of December 31, 1996. You may also claim one exemption for yourself and/or your spouse if you were legally blind as of December 31, 1996. The number of regular exemptions claimed on your federal return plus any exemptions claimed for being age 65 or older or blind should be added together and multiplied by $1000. Enter the result of your exemption(s) on Line 4A and your spouse's exemption(s) on Line 4B.

Example 1: Marge is widowed and claims one exemption on her federal income tax return. Since she is age 67, she is allowed an additional Indiana exemption, for a total of two. Her exemption total for Line 4A is $2,000 (2 x $1,000).

At no time can one spouse use the other spouse's exemption(s).

Example 2: Josh and Kristen are filing a joint return (because they filed a joint federal income tax return). They claimed two exemptions on their federal income tax return. Only Josh owes county tax to Indiana. They will leave Column B blank because Kristen owes no tax to Indiana. Josh is limited to using his own exemption ($1,000) on Line 4A to figure his tax.

Exemptions for dependents: You are eligible to use exemptions for the dependents claimed on your federal return (number of dependents claimed x $1,000). Generally, the taxpayer with the highest county tax rate would benefit the most by claiming the dependents.

Example 3: Jim and Rita both owe county tax. They claimed themselves and their son for a total of three exemptions on their federal income tax return ($3,000 total Indiana exemptions). Since Jim's tax rate is higher than Rita's, he'll use $2,000 total exemptions on Line 4A and Rita will use her $1,000 exemption on Line 4B.

Line 5A and 5B - Taxable income: Subtract Line 4A from Line 3A and Line 4B from Line 3B.

Line 6A and 6B - County tax: Enter the county tax rate from the chart for the county where you worked on January 1, 1996.

Line 7A and 7B - County tax due: Multiply Line 5A by the rate on Line 6A and multiply Line 5B by Line 6B. This is the amount of county tax due.

Line 8 - Total county tax due: Add Lines 7A and 7B and enter the total on this line.

Line 9 - Indiana state tax withheld: The amount of state tax withheld is usually shown in **box 18** of your W-2 form. Add all *Indiana* state tax withheld on your W-2 forms and your spouse's W-2 forms and enter the total on this line. You must attach all your W-2 forms to verify this amount.

Line 10 - Indiana county tax withheld: The amount of county tax withheld is usually shown in **box 21** of your W-2 form. Add all *Indiana* county tax withheld on your W-2 forms and your spouse's W-2 forms and enter the total on this line. You must attach all your W-2 forms to verify this amount.

Line 14 - Penalty: If your return is filed after the April 15, 1997 due date and you have an amount due, you will probably owe a penalty. Penalty is 10% of the Line 13 amount due or $5.00, whichever is greater. Exception: If you have an extension of time to file, are filing by the extended filing due date, and have paid at least 90% of the Line 8 total county tax due, then no penalty is due.

Line 15 - Interest: If your tax return is filed after the April 15, 1997 due date and you have an amount due on Line 13, you will owe interest (even if you have an extension of time to file). Contact the Department at (317) 232-2240 for the current interest rate.

Discover Card® payment: The Line 16 amount you owe may be paid by using the Discover® Card. If you choose to use this form of payment, fill out the information on the back page. Note that a handling fee based on the following chart will be charged by the Discover® Card Company on your monthly bill from them. **Do not** add this to the amount you owe when completing the credit card information.

Amount of Tax Due	Handling Fee
$1.00 - $500.00	$4.00
$500.01 - $1,000.00	$9.00
$1,000.01 - $2,000.00	$16.00
$2,000.01 - $3,000.00	$25.00
$3,000.01 - and up	$35.00