



Form
IT-40NRN
Revised 9/97
SF44406

1997

**Reciprocal Nonresident Indiana
Individual Income Tax Return**

Due April 15, 1998

Do Not Write Above

Your Social Security Number		Spouse's Social Security Number		Check the box if you are married filing separately. ☐	
Your First Name		Initial	Last Name		
If filing a joint return, Spouse's First Name		Initial	Last Name		
Present Address (Number and Street or Rural Route)				Foreign Country (if applicable)	
City		State	Zip Code + 4		If any individual listed above died during 1997, enter date of death below.
Enter the 2-digit code numbers (found on the back of this form) for the county and/or state where you lived and worked on January 1, 1997.					
Taxpayer State where you lived County where you worked		Spouse State where you lived County where you worked		Taxpayer's date of death 1997 m m d d	
				Spouse's date of death 1997 m m d d	

Your State Of Residence: Check the appropriate box to indicate your state of residence for 1997.

☐ 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 1997.

Read Instructions First

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 nonresident 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. Overpayment - 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**. Discover® Card payers must see payment instructions.

Turn the page ➡

AA	BB	DD
-------------------------	-------------------------	-------------------------

Attach W-2 Forms Here

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 and 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. I understand that information obtained under this section will remain confidential and will be used solely for official purposes. 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	Your Daytime Telephone Number 	
Spouse's Signature 		Date	Spouse's Daytime Telephone Number 	
Preparer's name			☐ Federal I.D. Number OR ☐ Social Security Number 	
Address			Preparer's Daytime Telephone Number 	
City				
State Zip Code + 4			Preparer's Signature  Date	

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

Indiana Adopting Counties - 1997 Nonresident County Tax Rates PLUS the 2-digit code numbers for the Reciprocal states: see below right-hand box

County Code	County Name	Nonresident Rate	County Code	County Name	Nonresident Rate	County Code	County Name	Nonresident Rate
01	Adams	.003375	35	Huntington	.0025	69	Ripley	.005
02	Allen	.0035	36	Jackson	.0035	70	Rush	.005
03	Bartholomew	.0025	37	Jasper	.0025	71	St. Joseph	.00175
04	Benton	.00375	38	Jay	.005	72	Scott	.0025
05	Blackford	.005	39	Jefferson	NA	73	Shelby	.005
06	Boone	.0025	40	Jennings	.005	74	Spencer	.005
07	Brown	.005	41	Johnson	.0025	75	Starke	.005
08	Carroll	.0035	42	Knox	.0025	76	Steuben	.0025
09	Cass	.005	43	Kosciusko	.0015	77	Sullivan	NA
10	Clark	NA	44	LaGrange	.005	78	Switzerland	.001625
11	Clay	.0025	45	Lake	NA	79	Tippecanoe	.008
12	Clinton	.005	46	LaPorte	.00475	80	Tipton	.00425
13	Crawford	.005	47	Lawrence	.0025	81	Union	.005
14	Daviess	.0025	48	Madison	.001625	82	Vanderburgh	.0025
15	Dearborn	.0015	49	Marion	.00175	83	Vermillion	.001
16	Decatur	.005	50	Marshall	.0025	84	Vigo	NA
17	DeKalb	.005	51	Martin	.004	85	Wabash	.005
18	Delaware	.0035	52	Miami	.004	86	Warren	.005
19	Dubois	.0055	53	Monroe	.0025	87	Warrick	.0035
20	Elkhart	.005	54	Montgomery	.0025	88	Washington	.005
21	Fayette	.0025	55	Morgan	.0025	89	Wayne	.005
22	Floyd	.003	56	Newton	.0025	90	Wells	.00375
23	Fountain	.0025	57	Noble	.0025	91	White	.005
24	Franklin	.005	58	Ohio	.0025	92	Whitley	.0045
25	Fulton	.003875	59	Orange	.005			
26	Gibson	.005	60	Owen	.0025			
27	Grant	.0025	61	Parke	.005			
28	Greene	.0025	62	Perry	.00625			
29	Hamilton	.0025	63	Pike	.004			
30	Hancock	.0025	64	Porter	NA			
31	Harrison	.005	65	Posey	NA			
32	Hendricks	.005	66	Pulaski	.005			
33	Henry	.0025	67	Putnam	.005			
34	Howard	.00375	68	Randolph	.005			

00 All Other States except the following:
94 Illinois
95 Kentucky
96 Michigan
97 Ohio
98 Pennsylvania

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.

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, 1997, 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.

Important: Complete Your Federal Tax Return First.

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.

County information section

Since you were a full-year nonresident of Indiana for 1997, you must enter the 2-digit code number for the state in which you lived. You'll find this number in the bottom right-hand corner on the chart on the back of the form. You must also 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, 1997. Changes in the Indiana county where you worked after January 1, 1997, will not affect your county tax liability until the following year.

If you did not work in Indiana until after January 1, 1997, you are not subject to county tax. You should enter the 2-digit state code number in the *County where you worked* boxes. If you did work in an Indiana county on January 1, 1997, check the chart on the back of Form IT-40RNR to see if that county has adopted a tax.

Answer the following questions:

- ♦ Was your principal place of employment on January 1, 1997 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.

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, 1997. You also may claim one exemption for yourself and/or your spouse if you were legally blind as of December 31, 1997. 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). You also are eligible to claim an additional \$500 for each dependent child who meets the following requirements: the dependent child must be a son, stepson, daughter and/or step daughter who is your child. They must be under the age of 19 by December 31, 1997,

or a student who is under the age of 24 by December 31, 1997. This dependent also must have been claimed as an exemption on your 1997 federal income tax return.

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 in Indiana exemptions). They'll also get an additional \$500 for their son, for a \$3,500 total. Since Jim's tax rate is higher than Rita's, he'll use \$2,500 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, 1997.

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.

Note: If you are eligible to claim other credits, like estimated tax, college credit, etc., you must file Form IT-40PNR instead of this form.

Line 14 - Penalty: If your return is filed after the April 15, 1998 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 a valid federal extension of time to file, are filing by the extended filing due date, and have paid through withholding 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, 1998 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 coupon on the bottom of this 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.

<u>Amount of Tax Due</u>	<u>Handling Fee</u>
\$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

Cut Along The Dotted Line

Discover® Card Payment Coupon

Staple the completed coupon to the top of Form IT-40RNR over the name and address area.

Your first name and last name

Spouse's first name and last name (if filing a joint return)

Your Social Security Number

Spouse's Social Security Number

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 above for a chart of the fees.
- 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 if applicable.

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

6011

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.

▶ **Staple the completed coupon to the top of Form IT-40RNR over the name and address area.**

Signature of authorized Discover® Card Member