Schedule IN-529R
Form IT-40/IT-40PNR
State Form 53386 (R3 / 9-09)

Schedule IN-529R: Recapture of Indiana's CollegeChoice 529 Education Savings Plan Credit

2009

Enter your first and last name and spouse's first and last name if filing a joint return.

Your Social Security Number

Enter information about non-qualified withdrawal(s) made during 2009 from your Indiana CollegeChoice 529 Education Savings Plan(s).

Column A	Column B	Column C	Column D	Column E
Account #	**Amount of Non-qualified Withdrawal**	**Multiply Column B by .20**	**Enter total of credits previously allowed for the account.**	**Credit to be Recaptured: Enter smaller of Column C or Column D**
	.00	.00	.00	1 .00
	.00	.00	.00	2 .00
	.00	.00	.00	3 .00
	.00	.00	.00	4 .00
	.00	.00	.00	5 .00
	.00	.00	.00	6 .00
	.00	.00	.00	7 .00
	.00	.00	.00	8 .00

Add amounts from Column E, lines 1 through 8 (add additional sheets if necessary).
Enter total here and on IT-40 Schedule 4, line 4, or IT-40PNR Schedule E, line 4.   9 .00

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Instructions for Schedule IN-529R

A 529 college savings plan is a reference to Section 529 of the Internal Revenue Code. Contributions to this type of plan are made on behalf of a beneficiary, and are to be used to pay qualified higher education expenses. While there are many 529 college savings plans available both in Indiana and nation-wide, only contributions made to the *CollegeChoice 529 education savings plan* are eligible for an Indiana tax credit.

Who must file Schedule IN-529R?

An owner of a *CollegeChoice 529 education savings plan* account who makes a non-qualified withdrawal during the year must repay all or a part of any Indiana tax credit allowed. The account owner must complete and attach Schedule IN-529R to his or her Indiana income tax return (Forms IT-40 or IT-40PNR).

Definitions

Account owner. The account owner is the individual or entity (such as a trust, estate, partnership, etc.) who has the right to select or change a beneficiary, and to control the distribution of the funds.

Contribution. A cash deposit made for the benefit of the account beneficiary.

Qualified withdrawal. This is a withdrawal or distribution from a CollegeChoice 529 education savings plan account that is made:
- to pay for qualified higher education expenses;
- because of the death or disability of an account beneficiary;
- because an account beneficiary received a scholarship that paid all or part of their qualified higher education expenses;
- because of a transfer of funds by the plan from one third party custodian to another.

Non-qualified withdrawal. This is a withdrawal or distribution from a CollegeChoice 529 education savings plan that is:
- not a qualified withdrawal;
- a withdrawal or distribution from an account that is closed within 12 months after the account is opened;
- a rollover distribution or transfer from the CollegeChoice 529 education savings plan to any other Code Sec. 529 plan.

For more details, get Information Bulletin #98 at www.in.gov/dor/3650.htm

Column A
Enter the account number(s) from which you made a non-qualified withdrawal(s). Attach additional sheets if you made non-qualified withdrawals from more than eight accounts.

Column B
Enter the net amount of non-qualified withdrawal(s) made during the year for each account listed in Column A.

Example. John opened an account for his son. He made two $300 non-qualified withdrawals from this account during the year. He will enter $600 in Column B.

Column C
Multiply the amount in Column B by .20 (20 percent) and enter the result here.

Example. John multiplied the $600 from Column B by .20; he will enter the $120 result here.

Column D
Enter the total amount of credits previously allowed for each designated account.

Example. John claimed a $1,000 credit for the account listed in Column A; he will enter $1,000 in Column D.

Example. John's mother made a $400 contribution to the account listed in Column A, and claimed an $80 credit based on that contribution. John will enter $1,080 in Column D.

Column E, Lines 1 - 8
Enter the smaller of the amount(s) listed in Columns C or D for each line.