

2016 Due Dates

Form #	Form Description	Initial Due Date	Final Date Accepted
			<i>NOTE:</i> Penalties, interest, and late filing fees may accrue after initial due date.
IN-111	2015 Vermont Income Tax Return	April 18	
IN-151	Application for Extension of Time to File Form IN-111 VT Individual Income Tax Return	April 18	
PR-141	2015 Renter Rebate Claim	April 18	Oct. 17
HS-122	2016 Homestead Declaration	April 18	Oct. 17
HS-122	2016 Property Tax Adjustment Claim	April 18	Oct. 17

SCHEDULE IN-113 Income Adjustment

WHO MUST FILE IN-113

You must file Schedule IN-113 if you are either:

- a nonresident or part-year resident and had Vermont income, **OR**
- a Vermont resident claiming income exempt from Vermont income tax

Nonresident: Complete both Parts I and II to determine the allocation of Vermont income. Visit our website for definition of nonresident income.

Resident: Complete Part II to adjust for the following income exempt from Vermont income tax: military pay, Federal railroad retirement income, Federal credit for Vermont portion of expenses that qualifies for the Americans with Disabilities Act, or bond/note income from qualified investments.

Part-Year Resident: Part-year residents may, in some cases, be able to adjust Vermont income by both the Vermont 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 Vermont while a Vermont resident. Visit our website for information.

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

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

Dates of Vermont Residency in 2015 Enter the dates you lived in Vermont in 2015.

Name of State(s) During Non-Vermont Residency Write the names of the other states, Canadian provinces, or countries where you were a resident in 2015.

PART I (For Nonresidents and Some Part-Year Vermont Residents)

Unless otherwise indicated in the line instruction, the Vermont portion is the income received from Vermont or received while a Vermont 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 Line 10A - 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 Line 15A to adjust for non-Vermont 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 Education Savings Account or Qualified Tuition Plan, medical savings account or Archer Medical Savings Account.

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

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

For Line 7B - Include amount from Line 2 of K-1VT plus all additional Vermont-sourced capital gains.

For Line 10B - Use sum of Line 1 and Line 3 of K-1VT *before* recalculation for exclusion of bonus depreciation.

For Line 13B - Enter total amount received for Vermont unemployment.

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

Nonresidents: Do not include tax-exempt interest here to adjust for non-Vermont state and local obligations and U.S. obligation interest.

Lines 17 - 25 Column A Enter the amount for these categories as shown on your Federal income tax return.

Lines 17 - 25, Column B Enter the portion of the deductions paid or incurred during your Vermont residency or resulting from Vermont income earned or received.

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 Vermont portion of Educator Expenses and Tuition and Fees during Vermont residency.

Line 27, Column A Enter deduction(s) to AGI that are included in the total on Federal return 1040, Line 36.

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

PART II Adjustment for Vermont Exempt Income

Line 32 If Part I is 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 Vermont exempt military pay received in 2015 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 Vermont. *You may be asked to provide the Required Supporting Documents:* Copy of active duty orders.
- II.** Up to \$2,000 for National Guard or U.S. Reserve training pay earned in Vermont if your adjusted gross income for tax year 2015 is less than \$50,000. *You may be asked to provide the Required Supporting Documents:* 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 **2015**. *You may be asked to provide the Required Supporting Documents:* Certification statement from armed services showing your name, address, Social Security Number, amount of student loan repayment, and payment date.

Line 35 Enter the amount you received in 2015 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 Vermont 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. *You may be asked to provide the Required Supporting Documents:* Copies of 1099, 1099RB, WP-4, or any other document you received showing payment of these benefits.

Line 36 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 Vermont. *You may be asked to provide the Required Supporting Documents:* Copy of Federal return.

Line 37 The interest or income from a bond or note of: **(1)** Vermont Student Assistance Corporation (VSAC), **(2)** Build America, **(3)** Vermont Telecommunications Authority, or **(4)** Vermont Public Power Supply Authority is exempt from Vermont 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 38 Add Lines 33 through 37 and enter result. This is the total amount of income not subject to Vermont income tax. No entry is needed on this line if you did not have entries on Lines 33 - 37.

Line 39 Subtract Line 38 from Line 32. This is the Vermont income subject to tax.

Line 40 Divide Line 39 by Line 32. Also enter on Form IN-111, Line 21.
Carry out to two decimal places. *Example:* XX.XX%
Dealing with negatives
If Line 32 or 33 is a negative, enter 100%
If Line 38 or 39 is a negative, enter 0%
If Lines 32 and 39 are a negative, enter 0%

Taxpayer Assistance

Visit our new website at www.tax.vermont.gov to find the following:

- Income tax forms and schedules as fillable PDFs
- Electronic payment options through VTPay
- Links to Free File vendors for eligible taxpayers
- Status of your tax return or refund
- Status of your homestead declaration, property tax adjustment, or renter rebate
- Information and resources to help you file your taxes

Important Note: In order to give staff more time to focus on processing returns and refunds, the Taxpayer Services Division will continue to not take calls on Wednesdays. All other divisions are available by telephone.

Call or visit us with your questions

Business hours: Mon-Fri, 7:45 a.m. - 4:30 p.m.

Phone: Mon, Tue, Thu, Fri, 802-828-2865 or 866-828-2865 (toll-free)

Address: 133 State Street (second floor), Montpelier

Be on Guard against Identity Theft and Tax Scams

You should be aware of identity theft, tax refund fraud, and similar tax scams that are targeting taxpayers in Vermont. Taxpayers have reported emails and phone calls from people posing as Department employees who falsely claim taxes are owed and demand immediate payment. The Department has detected and stopped more than \$1 million in attempted tax refund fraud in 2015.

To protect yourself from becoming a victim, you should:

- Never give out personal information unless you are sure of the identity of the person requesting it. If you suspect that an email or phone call is fraudulent, do not engage in conversation. Contact the Department at the phone number listed above to verify an email or phone call.
- Report suspected fraud immediately to the Department and to the IRS. Information about how to report fraud is available on the Department website at www.bit.ly/idtheftfraud and the IRS website at www.irs.gov.

Taxpayer Advocate

The Vermont Department of Taxes offers free, confidential service when a taxpayer encounters difficulty resolving tax issues. The Taxpayer Advocate may be able to help if:

- You are experiencing extreme economic 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 review your situation, help you understand what needs to be done to resolve it, and keep you updated on the progress of your situation. Please note that the Taxpayer Advocate cannot override the provisions of the law or represent taxpayers at Department hearings.

To contact the Taxpayer Advocate:

Telephone: 802-828-6848

Fax: 802-828-2701

Email: tax.taxpayeradvocate@vermont.gov

Mail: ATTN: Taxpayer Advocate

Vermont Department of Taxes

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