

THIS BOOKLET CONTAINS 2 TAX FORMS.

# 2004 LOUISIANA

## INCOME TAX RETURN NONRESIDENT AND PART-YEAR RESIDENT FORM

For electronic filing resources and  
to access information about the  
Department of Revenue,  
visit us on the World Wide Web at  
***WWW.REVENUE.LOUISIANA.GOV.***

Check the status of your refund  
or request forms by calling  
**1-888-829-3071.**

This toll-free number is available  
24 hours a day. For local calls within the  
Baton Rouge area, call **922-3270.**



# GENERAL INFORMATION FOR FILING YOUR 2004 LOUISIANA NONRESIDENT AND PART-YEAR RESIDENT INDIVIDUAL INCOME TAX RETURN

**Important:** If provided, taxpayers should file the pre-printed tax form imprinted with their name(s) and address. Please print in black ink only.

## WHO MUST FILE A RETURN (Form IT-540B)

- Any nonresident or part-year resident with income from Louisiana sources who is required to file a federal individual income tax return must file a Louisiana return reporting income earned in 2004. Any nonresident and any individual who was a resident for part of the year and a nonresident the remainder of the year must report his income from all sources for the period during which he was a resident, plus all income from Louisiana sources for the period he was a nonresident, on Form IT-540B.
  - If provided, use the pre-addressed copy of the return imprinted with the taxpayer's name(s) and address.
  - Write amounts only on those lines that are applicable.
  - Use only a black ink pen. Do not use red ink or pencil.
  - Because this form is read by a machine, please print your numbers inside the boxes like this:  

0	1	2	3	4	5	6	7	8	9	X
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  - All numbers should be rounded to the nearest dollar and numbers should **NOT** be printed over the zeros printed in the handprint boxes used to designate cents.
  - To avoid any delay in processing, use this form for **2004** only.
  - If you are filing an amended return, mark an "X" in the "Amended Return" box.
- Any taxpayer who has overpaid his tax through withholding, declaration of estimated tax, or composite partnership filing payments made on behalf of the taxpayer must file a return to obtain a refund or credit.
- Any military personnel whose home of record is Louisiana and who meets the filing requirements of 1 or 2 above must file a return regardless of where he was stationed. If you are single, you should file a resident return (Form IT-540) and report all of your income to Louisiana. Military personnel may be entitled to exclude certain income. Please see instructions for Line 8, page 9. Any military personnel whose domicile is not Louisiana must report any nonmilitary Louisiana source income on Form IT-540B.

If you are married and both you and your spouse are residents of the State of Louisiana, you should file a resident return (Form IT-540) and report all of your income to Louisiana. If you are married and one of you is not a resident of Louisiana, you have the option of filing a resident (Form IT-540) or nonresident (Form IT-540B) return. You may choose the option that is more beneficial to your current situation.

- Surviving Spouses, Executors, Administrators, or Legal Representatives: A final return for a decedent is required if both of the following are true: You are the surviving spouse, executor, administrator, or legal representative; and, the decedent met the filing requirements at the date of death. Mark the decedent box on the face of the return and attach a copy of the death certificate along with Form R-6642 (Statement of Claimant to Refund Due on Behalf of Deceased Taxpayer).
- EXCEPTION – NONRESIDENT PROFESSIONAL ATHLETES** – A professional athlete that either plays for a professional sports franchise or is a member of a professional sports association or league must file Form IT-540B-NRA instead of Form IT-540B. For further information, visit the Department's website at [www.revenue.louisiana.gov](http://www.revenue.louisiana.gov). You may obtain forms via the website or at any location of the Department. The locations are listed on the back cover of the booklet.

**NAME(S), ADDRESS, AND SOCIAL SECURITY NUMBER(S)** – Print your Social Security Number(s) in the space(s) provided. Using the pre-addressed return helps identify your account, saves processing time, and speeds refunds. If you did not receive a booklet that was pre-addressed, print your name(s), address, and Social Security Number(s) on your return.

**If your name and/or address has changed since last year's return (for example, new spouse), please mark the "Name Change" and/or "Address Change" box(es).** If married, please give Social Security Numbers for both you and your spouse. List in the same order as they were listed on your federal return.

## FORMS

Forms and instructions may be obtained from any office of the Department of Revenue and on the Department's website at [www.revenue.louisiana.gov](http://www.revenue.louisiana.gov). The locations are listed on the back cover of this booklet.

## AMENDED RETURNS

If you file your income tax return and later become aware of any changes you must make to income, deductions, exemptions, or credits, you must file an amended Louisiana return. A corrected return, Form IT-540B, for the tax year being amended should be submitted along with an explanation of the change(s) and a copy of the federal amended return, Federal Form 1040X, if one was filed. The form should be clearly marked with an "X" in the "Amended Return" box. Do not make any adjustments for refunds received or for payments made with original return. This information is already on file.

## FEDERAL TAX ADJUSTMENTS

Louisiana Revised Statute 47:103(C) requires taxpayers whose federal returns are adjusted to furnish a statement disclosing the nature and amounts of such adjustments within 60 days after the adjustments have been made and accepted.

## WHEN TO FILE AND PAY TAX

- A calendar year return is due on or before May 16, 2005.
- Returns for fiscal years are due on or before the 15th day of the fifth month after the close of the taxable year.

## WHERE TO FILE AND PAY TAX

For all returns: Print your Social Security Number(s) on any correspondence. Also, on a joint return, print the Social Security Numbers in the same order that you listed them on your federal return.

Returns reflecting a refund should be mailed to P.O. Box 3440, Baton Rouge, LA 70821-3440.

Returns for which a payment is due should be mailed to P.O. Box 3550, Baton Rouge, LA 70821-3550. Please **do not send cash and print your Social Security Number(s) on the check or money order.**

An electronic payment option is available on the Department's website at [www.revenue.louisiana.gov](http://www.revenue.louisiana.gov).

## EXTENSION OF TIME FOR FILING A RETURN

Louisiana recognizes the extension granted by the Internal Revenue Service. Attach a copy of your automatic or approved federal extension to your Louisiana income tax return. Use Form R-6465 for requesting an extension beyond the date required for filing your federal return. The form is available on the Department's website. **An extension only extends the time to file the return, not the time to pay any tax that may be due.**

**INSTALLMENT AGREEMENT** – An installment agreement is available should you be unable to pay the balance in full by the due date. An installment request, Form R-19025 is available on the Department's website at [www.revenue.louisiana.gov](http://www.revenue.louisiana.gov). The installment request must be submitted along with a minimum payment of 20 percent (.20) of the total amount owed.

**INTEREST AND PENALTIES** – See Interest and Penalty Calculation Worksheets, page 14.

## KEEP YOUR RECORDS

Taxpayers should keep copies of federal and state returns and W-2 statements for four years. Do not submit a copy of your federal return, unless requested by the Department.

## INSTRUCTIONS FOR PREPARING YOUR 2004 Nonresident and Part-year Resident Individual Income Tax Return, Form IT-540B

**LINES 1-5** – Filing status – You must use the same filing status on your Louisiana return as you did on your federal return. In the box on the left, print the number corresponding to your filing status: “1” for Single, “2” for Married Filing Jointly, “3” for Married Filing Separately, “4” for Head of Household, and “5” for Qualifying Widow(er). If your filing status is Head of Household, you must show the name(s) of the qualifying person(s) in the space provided if that person is not a dependent. Head of Household status is for unmarried people who paid over half the cost of keeping up a home for a qualifying person.

**LINE 6** – Exemptions – Mark an “X” in the appropriate boxes. You must use the same number of exemptions on your Louisiana return as you did on your federal return unless you are listed as a dependent on someone else’s return or you are 65 or over or blind. You must claim an exemption for yourself on Line 6A even if someone else claimed you on their federal tax return. This box has been marked for you. Print in the box provided on Line 6D the total number of exemptions claimed. The names of all dependents must be shown in the space provided.

**LINE 7** – Print the amount of your federal adjusted gross income. This amount is taken from Federal Form 1040EZ, Line 4, **OR** Federal Form 1040A, Line 21, **OR** Federal Form 1040, Line 36, **OR** Federal Telefile worksheet, Line “I.” If your federal adjusted gross income is less than zero, print “0.”

**LINE 8** – Print the total income taxable to Louisiana. On a separate sheet of paper, prepare a schedule that lists the items of income taxable to Louisiana. Please include on the schedule your name, Social Security Number, and spouse’s name and Social Security Number, if applicable, along with an explanation of taxable Louisiana income. Nonresidents must report all income from Louisiana sources. Any individual who was a resident of Louisiana for only part of the year must report his income from all sources for the period during which he was a resident, plus all income from Louisiana sources for the period he was a nonresident. A taxpayer over 65 who received retirement or annuity income may be able to exclude up to \$6,000 of this income from Louisiana income tax. This income is reported on Federal Form 1040A, Lines 11b and 12b, **OR** Federal Form 1040, Lines 15b and 16b which is taxable to Louisiana. Also, up to \$6,000 of disability income for a permanent total disability may be excluded. Please contact the Department for further information. If you and/or your spouse served in the armed services of the United States and were a part-year resident, you may be able to exempt military compensation earned outside of Louisiana during the time your home of record was Louisiana. If you served 120 or more consecutive days on active duty as a member of the armed services of the United States, the compensation paid to you and/or your spouse by the armed services while serving outside of Louisiana is

exempt from Louisiana income tax. Example: As of January 1, 2004, your home of record is Louisiana. On January 15, 2004, you went on active duty out-of-state and continuously remained on active duty at least through May 13, 2004 (120 days), up to \$29,999 of compensation paid to you and/or your spouse by your branch of the armed services may be exempt from Louisiana income tax. The exempt portion is that amount of compensation earned outside of Louisiana during and after 120 plus consecutive days of active duty. In the above example, if you served 40 days in Louisiana and the remainder of duty outside of Louisiana, income from the 41st day forward is exempt once you have served 120 plus consecutive days of active duty. Please attach a copy of your official orders, including endorsements, that establish your 120 plus consecutive days of out-of-state active duty.

If you have any “Adjustments to Income” on your federal tax return that apply to Louisiana income, that amount should be shown on the schedule. **Gambling losses are not an adjustment to income.**

If Line 8 is less than zero, print “0.”

**LINE 9** – Divide Line 8 by Line 7. Carry out two decimal places in the percentage; for example, 48.32 percent. **DO NOT ROUND UP.** The percentage cannot exceed 100 percent. When federal adjusted gross income is less than Louisiana income, the ratio shall be one hundred percent. (R.S. 47:293(7))

**LINE 10A** – Print the amount of your federal tax liability on this line. This amount is taken from your federal return. Each federal return is listed below:

Federal Form **1040EZ** filers: This amount is taken from Line 10.

Federal Form **1040A** filers: This amount is taken from Line 36.

Federal Form **1040** filers: This amount is taken from Line 56, less the amount from Form 4972 included on Line 43.

Federal **Telefile**: This amount is taken from the right hand column of Line K of the Federal Telefile worksheet, [Line K (2) Tax].

**Optional deduction** – The federal tax deduction above may be increased by the amount of foreign tax credit claimed on Federal Form 1040, Line 46. If this additional deduction is claimed, no special allowable credit may be claimed on Nonrefundable Tax Credit, Schedule G-NR, Line 3.

**LINE 10B** – Multiply Line 10A by the ratio on Line 9 and print the result. This is the amount of federal income tax deduction applicable to your Louisiana income.

**LINE 11** – Subtract Line 10B from Line 8 and print the result. If less than zero, print “0.”

**LINE 12 – Calculate your Louisiana tax by using the Tax Computation Worksheet.**  
**DO NOT USE RESIDENT TAX TABLES. USE WORKSHEET BELOW.**

<b>TAX COMPUTATION WORKSHEET (Keep this worksheet for your records.)</b>									
<b>A Taxable Income:</b> Print the amount from Line 11 of Form IT-540B.								<b>A</b>	00
<b>B First Bracket:</b> If Line A is greater than \$12,500 (\$25,000 if filing status is 2 or 5), print \$12,500 (\$25,000 if filing status is 2 or 5). If Line A is less than \$12,500 (\$25,000 if filing status is 2 or 5), print amount from Line A.						<b>B</b>	00		
<b>C 1. Combined Personal Exemption – Standard Deduction:</b> If your filing status is 2, 4, or 5, print \$9,000; if 1 or 3, print \$4,500.				<b>C1</b>	00				
<b>2. Credit for Dependents:</b> Print \$1,000 for taxpayers and/or spouses who are 65 or over, or blind, and for each dependent claimed on Line 6C of Form IT-540B.				<b>C2</b>	00				
<b>3. Total:</b> Add Lines C1 and C2 and print the result here.				<b>C3</b>	00				
<b>D Ratio:</b> Enter the ratio from Form IT-540B, Line 9.				<b>D</b>	%				
<b>E Allowable Deduction:</b> Multiply Line C3 by the ratio on Line D and print the result here.						<b>E</b>	00	<b>TAX</b>	
<b>F Taxable First Bracket:</b> Subtract Line E from Line B. Multiply balance by 2% (.02) and print the result in the TAX column.						<b>F</b>	00	<b>2% Rate</b>	00
<b>G Second Bracket:</b> Subtract Line B from Line A; and, if the balance is greater than zero, print the balance or \$12,500 (\$25,000 if filing status is 2 or 5) whichever is less. <b>Note:</b> Reduce this amount by the amount that Line E exceeds Line B. Multiply balance by 4% (.04) and print the result in the TAX column.						<b>G</b>	00	<b>4% Rate</b>	00
<b>H Third Bracket:</b> Subtract \$25,000 (\$50,000 if filing status is 2 or 5) from Line A and print the balance. If less than zero, enter "0." Multiply the balance by 6% (.06) and print the result in the TAX column.						<b>H</b>	00	<b>6% Rate</b>	00
<b>I Total Tax:</b> Add the amounts in the TAX column on Lines F, G, and H. Print here and on Line 12 of Form IT-540B.								<b>I</b>	00

**Line 13 – Federal Child Care Credit –** If you are eligible for the Louisiana Child Care Credit, you must enter your Federal Child Care Credit on this line. To determine if you can take the Louisiana Child Care Credit, see the Louisiana Child Care Credit Worksheet on page 15. You **must** enter an amount here if you can take either a Refundable or Nonrefundable Louisiana Child Care Credit. The Federal Child Care Credit is taken from your Federal Form 1040A, Line 29, or Federal Form 1040, Line 47. **The credit may only be taken for child care expenses incurred in Louisiana during the time a person was a Louisiana resident.**

**Line 13A –** Print the amount of your Nonrefundable Louisiana Child Care Credit carried forward from 2003. **Refer to your 2003 Louisiana Child Care Credit computations to determine this amount.**

**Line 13B –** Print the amount of your 2004 Louisiana Nonrefundable Child Care Credit. This amount is determined from the Louisiana Child Care Credit Worksheet on page 15.

**Line 13C –** Print the amount of the total Other Nonrefundable Credits. This amount is from Nonrefundable Tax Credits, Schedule G-NR, Line 32 of the Louisiana Form IT-540B.

**Line 13D –** Add Lines 13A, 13B, and 13C and print the result.

**LINE 14A –** Subtract Line 13D from Line 12 and print the result. If no federal return is required to be filed, or if less than zero, print "0." Please refer to the IRS requirements for filing to determine if you must file a federal return.

**LINE 14B –** If, during 2004, you purchased goods for use in Louisiana from out-of-state and were not properly charged Louisiana state sales tax, you are required to file and pay the tax directly to the Louisiana Department of Revenue. This can include purchases from catalogs, television, internet, outside the U.S., or another state. See the Consumer Use Tax Worksheet on page 15.

**Line 14C –** Add Lines 14A and 14B and print the result.

**Line 15A –** Print the amount of your 2004 Louisiana Refundable Child Care Credit. This amount is from Line 4 of the Louisiana Child Care Credit Worksheet on page 15.

**Line 15B –** Print the amount of the total Other Refundable Credits. This amount is from Refundable Tax Credits Schedule F-NR, Line 5 of the Louisiana Form IT-540B.

**Line 15C –** Print the amount of Louisiana income tax withheld in 2004. A copy of the withholding tax Form(s) W-2 must be attached to your return for credit to be allowed.

**Line 15D –** Print the amount of any credit carried forward from 2003. This amount is from **Line 19B of your 2003** Louisiana Form IT-540B.

**Line 15E –** Print the amount of any payment made on your behalf by a composite partnership filing. Enter on the line below the name of the partnership. If there is more than one partnership payment, attach a schedule [with your name(s) and Social Security Number(s)] listing the partnerships and payments made by each partnership.

**Line 15F –** Print the total amount of estimated payments you made for the 2004 tax year.

**Line 15G –** Print the amount of any payment made with an extension request for the 2004 taxable year, if one was filed.

**Line 15H –** Add Lines 15A through 15G and print the result.

**Line 16 –** If Line 15H is less than or equal to Line 14C, enter zero, "0," and skip Lines 17 through 20. If Line 15H is greater than Line 14C, then subtract Line 14C from Line 15H and print the result.

**Line 17 –** Print the amount of Line 16 you wish to donate to the organizations listed on Schedule D-NR. The amount printed on Line 17 must equal the amount on Schedule D-NR, Line 5.



**Line 18** – Print the amount of Line 16 you wish to contribute to the START Savings Program. **Important:** If filing a joint return, you or your spouse must be a registered account owner in the START Savings Program in order to contribute any part or all of your overpayment. If you are not an account holder and wish to enroll in this program, you may contact the Louisiana Office of Student Financial Assistance at 1-800-259-5626, or through their website at [www.startsaving.la.gov](http://www.startsaving.la.gov). All contributions made by means of your overpayment will be equally distributed amongst the account holder's beneficiaries.

**Line 19** – Print the amount of Line 16, less the amounts entered on Lines 17 and 18 you want refunded to you.

**Line 20** – Print the amount of Line 16, less the amounts entered on Lines 17 through 19 you want credited to your 2005 tax.

**Line 21** – If Line 14C is equal to Line 15H, enter zero, "0." If Line 14C is greater than Line 15H, then subtract Line 15H from Line 14C and print the result.

**Line 22** – Interest is due on all tax amounts that are not timely paid. Print the amount from Line 5 of the Interest Calculation Worksheet. The worksheet is located on page 14 of this booklet.

**Line 23** – Delinquent filing penalty is assessed for failure to file a timely return. Print the amount from Line 7 on the Delinquent Filing Penalty Calculation Worksheet. The worksheet is located on page 14 of this booklet.

**Line 24** – Delinquent payment penalty may be assessed for failure to pay any tax owed by the due date. Please refer to the Delinquent Payment Penalty Calculation Worksheet on page 14.

**Line 25** – Underpayment penalty is assessed in certain situations where a tax deficiency is greater than \$1,000. Print the amount from Line 19 of the 2004, Form R-210NR and attach this form to your return.

**Line 26** – Balance due Louisiana – Add Lines 21, 22, 23, 24, and 25 and print the result. Make your payment payable to the Louisiana Department of Revenue. Do not send cash. Write your Social Security Number(s) on your remittance and attach it to your return. A direct debit option is available on the Department's website at [www.revenue.louisiana.gov](http://www.revenue.louisiana.gov).

**Filing** – You must sign and date your return. If married filing jointly, both spouses must sign. In the appropriate space, please indicate a daytime phone number. If an extension has been taken, please mark the extension box and place a copy of the extension as the first page of the return. If your return was prepared by a paid preparer, they must also sign in the appropriate space and enter their identification number. DO NOT SUBMIT A PHOTOCOPY OF THE RETURN.

## INSTRUCTIONS FOR DONATIONS, SCHEDULE D-NR

**Lines 1 through 4** – Should you wish to donate any portion of your overpayment shown on Line 16 to the organizations listed on Lines 1 through 4 of Schedule D-NR, print the amount in the appropriate box.

**Line 5** – Add the amounts on Lines 1 through 4. Print the result and enter this amount on Line 17 of Form IT-540B.

## GENERAL INFORMATION FOR CREDITS

If a schedule is required in the instructions below, you must attach a separate schedule for each credit claimed. The schedule should clearly identify the credit, your name(s), and Social Security Number(s). For complete information regarding the credits, refer to the publication "Credits, Exemptions, Exclusions, and Deductions for Individual and Corporation Income Tax, Corporation Franchise Tax, and Inheritance and Gift Tax." This publication may be obtained via the Department's website at [www.revenue.louisiana.gov](http://www.revenue.louisiana.gov).

## INSTRUCTIONS FOR REFUNDABLE TAX CREDITS, SCHEDULE F-NR

**LINE 1** – A refundable credit is allowed against income tax for 100 percent of the ad valorem taxes paid to political subdivisions in Louisiana on inventory held by manufacturers, distributors, and retailers (R.S. 47:6006). A copy of the inventory tax assessment and a copy of the cancelled check in payment of the tax must be attached to the return.

**Line 2** – A refundable credit is allowed against income tax for 100 percent of the ad valorem taxes paid on vessels in Outer Continental Shelf Lands Act Waters (R.S. 47:6006.1). A copy of the inventory tax assessment and a copy of the cancelled check in payment of the tax must be attached to the return along with Form LAT 11 from the Louisiana Tax Commission.

**LINE 3** – A refundable credit is allowed against income tax for up to 40 percent (.40) of the ad valorem taxes paid to Louisiana political subdivisions by a telephone company with respect to that company's public service properties located in Louisiana (R.S. 47:6014). The credit may be passed through certain legal entities to individuals. See Revenue Information Bulletin 01-004 on the Department's website. A schedule must be attached stating what entity(ies) paid the tax and obtained the credit on the individual's behalf.

**LINE 4** – A refundable credit is allowed against income tax for purchases by a taxpayer of specialty apparel items from a Private Sector Prison Industry Enhancement (PIE) contractor (R.S. 47:6018). Please contact the Department for further information concerning this credit.

**LINE 5** – Add Lines 1, 2, 3, and 4. Print the result and enter this amount on Line 15B of Form IT-540B.

## INSTRUCTIONS FOR NONREFUNDABLE TAX CREDITS, SCHEDULE G-NR

**LINE 1 – CREDIT FOR CERTAIN DISABILITIES** – (R.S. 47:297(A)) A credit of \$100 against the tax is permitted for the taxpayer, spouse, or dependent who is deaf, has lost the use of a limb, mentally incapacitated, or blind. **Only one credit is allowed per person.** The disability must exist at the end of the taxable year, or if death occurred during the taxable year, at the date of death. If you are claiming this credit for the first time, a

**physician's statement certifying the disability is required.** If one is not submitted with the return, it will be requested later. For purposes of this credit, DEAF is defined as one who cannot understand speech through auditory means alone (even with the use of amplified sound) and must either use visual means or rely on other means of communication. LOSS OF LIMB is defined as one who has lost one or both hands at or above the wrist or one or both feet at or above the ankle. This credit also applies if use of the limb or limbs has been permanently lost. MENTALLY INCAPACITATED is defined as one who is incapable of caring for himself or performing routine daily health requirements due to his mental condition. BLIND is defined as one who is totally blind or whose central field of acuity does not exceed 20/200 in the better eye with correcting lenses or whose visual acuity is limited to a field no greater than 20 degrees. The name(s) of the qualifying dependent(s) must be printed on Line 1C. Print on Line 1D the total number of qualifying individuals. Multiply Line 1D by \$100 and print the result on Line 1E.

**LINE 2 – CREDIT FOR CONTRIBUTIONS TO EDUCATIONAL INSTITUTIONS** – (R.S. 47:37) Taxpayers who donate computer equipment to educational institutions are allowed a credit of 40 percent (.40) of the value of the property donated against their Louisiana income tax. The recipient certifies the donation or contribution of property by using the Certificate of Donation, Form R-3400. This form is available on the Department's website at [www.revenue.louisiana.gov](http://www.revenue.louisiana.gov). The completed certification form must be attached to the individual income tax return. Print on Line 2A the value of the property donated to an educational institution in Louisiana. Multiply the amount on Line 2A by 40 percent (.40) and print the result on Line 2B. Round to the nearest dollar.

**LINE 3 – CREDIT FOR CERTAIN FEDERAL CREDITS** – (R.S. 47:297(B)) Taxpayers are allowed a credit of 10 percent (.10) of the credits taken on Lines 46 and 48 on Federal Form 1040 plus 10 percent (.10) of any investment tax credit or jobs credit computed on Federal Form 3800. If Federal Form 1040A is used, the allowed credit is 10 percent (.10) of the credit on Line 30 of the federal return. If the credit was not utilized on the federal return because of the alternative minimum tax, you must reduce this amount by the portion of the credit that was not utilized. Print the total federal credit on Line 3A. Multiply Line 3A by 10 percent (.10) and print the result or \$25, whichever is less, on Line 3B.

**LINE 4** – R.S. 47:297(C) provides a credit for the amount of gasoline and special fuels taxes paid for operating or propelling any commercial fishing boat. Attach a schedule listing all invoices and taxes paid.

**LINE 5** – R.S. 47:297(F) provides for a credit against an individual's income tax for the amount contributed in a family responsibility program under the provisions of R.S. 46:449. The amount of this credit shall not exceed thirty three and one third percent (.333) of the contribution or \$200 per year, whichever is less.

**LINE 6** – R.S. 47:297(H) provides for a credit for a certified medical doctor possessing an unrestricted license from the State of Louisiana to practice medicine, or a dentist licensed by the State of Louisiana to practice dentistry, in certain geographic areas of Louisiana. The credit is limited to \$5,000. Please contact the Department for information on qualifying for this credit.

**LINE 7** – R.S. 47:297(I) provides for a credit for any individual taxpayer required to file a Louisiana tax return, acting as a business entity authorized to do business in the state, operating as either a sole proprietorship, a partner in a partnership, or as a Subchapter S Corporation for bone marrow donor expense. Please contact the Department for information on qualifying for this credit.

**LINE 8** – R.S. 47:297(J) provides for a credit for certain law enforcement officers and specified employees of the Department of Public Safety and Corrections for specific post-secondary educational expenses incurred in the pursuit of an undergraduate degree related to law enforcement. Please contact the Department for information on qualifying for this credit.

**LINE 9** – R.S. 47:297(K) allows a credit for a taxpayer who provides full-time employment to an individual who has been convicted of a first time drug offense and who is less than twenty-five years of age at the time of initial employment. Please contact the Department for information on qualifying for this credit.

**LINE 10** – R.S. 47:297(L) provides for a credit for the purchase of a bulletproof vest for certain law enforcement personnel as designated in the statute. The credit is limited to \$100. Please contact the Department for information on qualifying for this credit.

**LINE 11** – R.S. 47:297.2 provides for a credit against the individual income tax for a person who maintains a household which includes one or more dependents who are physically or mentally incapable of caring for themselves. The credit is equal to the applicable percentage of employment-related expenses allowable pursuant to Section 21 of the Internal Revenue Code. Please contact the Department for information on qualifying for this credit.

**LINE 12** – R.S. 47:1125.1 provides for a credit against Louisiana income tax for the employment of residents of Louisiana in connection with production of a motion picture. The credit may flow to an individual via a partnership, limited liability company, Subchapter S Corporation, or other entity. Please contact the Department for information on qualifying for this credit.

**LINE 13** – R.S. 47:6004 provides that business proprietors are possibly eligible for a credit for hiring the previously unemployed. Please contact the Department for information on qualifying for this credit.

**LINE 14** – R.S. 47:6007 provides for a credit for Louisiana domiciled taxpayers for an investment in a state certified motion picture production. For information on qualifying for this credit, please refer to Revenue Information Bulletin number 05-001 on the Department's website.

**LINE 15** – R.S. 47:6008 provides for a credit against Louisiana income tax for donations to assist qualified playgrounds. The credit shall be an amount equal to the lesser of \$1,000 or one-half of the value of the cash, equipment, goods, or services donated. Please contact the Department for information on qualifying for this credit.

**LINE 16** – R.S. 47:6009 provides for a credit against Louisiana income tax for employers who pay for training to bring employees' reading, writing, or mathematical skills to at least the 12<sup>th</sup> grade level. The credit is limited to \$250 per participating employee. Please contact the Department for information on qualifying for this credit.

**LINE 17** – R.S. 47:6015 provides a credit for any taxpayer who claims for the taxable year a federal income tax credit under 26 U.S.C. §41(a) for increasing research activities. Please contact the Department for information on qualifying for this credit.

**LINE 18** – R.S. 47:6016 provides for a credit if the taxpayer makes certain qualified low-income community investments. Please contact the Department for information on qualifying for this credit.

**LINE 19** – R.S. 47:6017 provides for a credit against Louisiana income tax for the filing fee paid to the Louisiana State Bond Commission that is incurred by an economic development corporation in the preparation and issuance of bonds. Please contact the Department for information on qualifying for this credit.

**LINE 20** – R.S. 47:6019 provides for a credit if the taxpayer incurs certain expenses during the rehabilitation of a historic structure located in a downtown development district. Please contact the Department for information on qualifying for this credit.

**LINE 21** – R.S. 51:1924 provides for a credit for any person who invests in the certified capital of a certified Louisiana Capital Company. The credit must be certified by the commissioner of the Office of Financial Institutions.

**LINE 22** – R.S. 51:2203 provides for a credit of 35 percent (.35) of a cash donation of \$200,000 or more to the Dedicated Research Investment Fund administered by the Louisiana Board of Regents. The Board of Regents must certify that the person is qualified for the credit. You must attach a copy of your certification to the return.

**LINE 23** – R.S. 47:227 provides for a credit against Louisiana income tax for premium taxes paid during the preceding twelve months by an insurance company authorized to do business in Louisiana. The credit may be passed through certain legal entities to individuals (e.g. a partnership). A schedule must be attached stating what entity(ies) paid the premium tax and generated the credit on behalf of the individual.

**LINE 24** – R.S. 51:2354 provides for a credit of fifteen percent (.15) of the amount of money invested by the taxpayer in commercialization costs for one business location. The Louisiana Department of Economic Development must certify the technology commercialization credit. You must attach a copy of your certification to the return.

**LINE 25** – R.S. 25:1226.4 provides for a credit for certain heritage-based cottage industries. You must attach a copy of your contract to the return.

**LINE 26** – R.S. 46:813.1 and R.S. 17:3389 provide for credits against the Louisiana individual income tax to persons who establish research activities in either a Biomedical or University Research and Development Park. You must attach a copy of your contract to the return.

**LINE 27** – R.S. 47:3202 provides for a credit for tax equalization for certain businesses locating in Louisiana. You must attach a copy of your contract to the return.

**LINE 28** – R.S. 47:4305 provides for a credit to certain manufacturing establishments that have entered into a contract with the Department of Economic Development. You must attach a copy of your contract to the return.

**LINE 29** – R.S. 51:1782 et. seq. provides for a credit against the Louisiana individual income tax for private sector investment in certain areas designated as "Enterprise Zones." You must attach a copy of your contract to the return.

**LINE 30** – R.S. 51:2452 et. seq. provides for a credit against the Louisiana individual income tax for certain businesses to locate or expand existing operations in Louisiana. You must attach a copy of your contract to the return.

**LINE 31** – R.S. 47:38 provides for a credit for the conversion of a vehicle to an alternative fuel source. You must attach documentation of the conversion.

**LINE 32** – Add Lines 1E, 2B, 3B, and 4 through 31. Print the result and enter this amount on Line 13C of Form IT-540B.

## Interest and Penalty Calculation Worksheets

In general, interest and penalties will be charged if you do not pay all amounts due on or before May 16, 2005. If the return is for a fiscal year, then interest and penalties will be charged if you do not pay on or before the 15<sup>th</sup> day of the fifth month after the close of the taxable year. **Important: The granting of an extension does not relieve one of their obligation to pay all tax amounts due by the due date.**

**Interest** – Interest is due on all tax amounts that are not timely paid. Interest is charged at the rate of 15 percent (.15) per annum from the date due until the date paid.

### Interest Calculation Worksheet

1. Number of days late from \*May 16, 2005  
(\*or days late from fiscal year due date) \_\_\_\_\_
2. Interest rate per day \_\_\_\_\_ .00041
3. Interest rate (Multiply Line 1 by Line 2.) \_\_\_\_\_
4. Amount you owe  
(Line 21 of Form IT-540B) \_\_\_\_\_
5. Total interest due (Multiply Line 4 by Line 3  
and print the result here and on Line 22 of  
Form IT-540B.) \_\_\_\_\_ .00

**Important note:** The sum of BOTH the delinquent filing and delinquent payment penalties cannot exceed 25 percent (.25) of the tax due. The 30-day increments used for the calculation of the delinquent filing and delinquent payment penalties are based on the date the Department receives the return and/or payment, not the date the envelope is postmarked.

**Delinquent Filing Penalty** – A delinquent filing penalty will be assessed for failure to file a timely return. A penalty of 5 percent (.05) of the tax due accrues if the delay in filing is not more than 30 days, with an additional 5 percent (.05) **for each additional 30 days or fraction thereof**, during which the failure to file continues. By law, the maximum delinquent filing penalty that can be imposed is 25 percent (.25) of the tax due.

### Delinquent Filing Penalty Calculation Worksheet

1. Number of days late from \*May 16, 2005  
(\*or days late from fiscal year due date) \_\_\_\_\_
2. Divide Line 1 by 30 (days) \_\_\_\_\_ ÷ 30
3. Number of 30-day periods (If fraction of  
days remain, increase to nearest whole  
number.) \_\_\_\_\_
4. 30-day penalty percentage \_\_\_\_\_ .05
5. Total penalty percentage [Multiply Line 3  
by Line 4. The result cannot exceed  
25 percent (.25).] \_\_\_\_\_
6. Amount you owe  
(Line 21 of Form IT-540B.) \_\_\_\_\_
7. Total amount of delinquent filing penalty due  
(Multiply Line 6 by Line 5 and print the  
result here and on Line 23 of Form IT-540B.) \_\_\_\_\_ .00

**Delinquent Payment Penalty** – If you fail to pay 90 percent (.90) of the tax due by the due date (May 16, 2005), a delinquent payment penalty will be assessed. A penalty of 0.5 percent (.005) of the tax not paid by the due date will accrue **for each 30 days or fraction thereof**, during which the failure to pay continues. This penalty cannot exceed 25 percent (.25) of the tax due.

To determine if a delinquent payment penalty is owed, answer the following questions:

1. Are you paying a 2004 **tax liability** after May 16, 2005?
2. Have you paid in at least 90 percent (.90) of total tax due?
  - a. Enter amount from Line 12, Form IT-540B. \_\_\_\_\_ .00
  - b. Enter amount from Line 14B, Form IT-540B. \_\_\_\_\_ .00
  - c. Add Lines “a” and “b” above. \_\_\_\_\_ .00
  - d. Multiply Line “c” by 10 percent (.10). \_\_\_\_\_ .00
  - e. Enter the amount from Line 21 from  
Form IT-540B. \_\_\_\_\_ .00

If the amount on Line “e” is **less** than or equal to the amount on Line “d,” then you **have paid** ninety percent (.90) of the total tax due. If the amount on Line “e” is **greater** than the amount on Line “d,” then you **have not paid** ninety percent (.90) of the total tax due.

If you are paying a 2004 tax liability after May 16, 2005, **AND have not paid** ninety percent (.90) of the total tax due then you owe delinquent payment penalty. Use the worksheet below to calculate the penalty.

### Delinquent Payment Penalty Calculation Worksheet

1. Number of days late from \*May 16, 2005  
(\*or days late from fiscal year due date) \_\_\_\_\_
2. Divide Line 1 by 30 (days) \_\_\_\_\_ ÷ 30
3. Number of 30-day periods (If fraction of  
days remain, increase to nearest whole  
number.) \_\_\_\_\_
4. 30-day penalty percentage \_\_\_\_\_ .005
5. Total penalty percentage [Multiply Line 3  
by Line 4. The result cannot exceed  
25 percent (.25).] \_\_\_\_\_
6. Amount you owe  
(Line 21 of Form IT-540B.) \_\_\_\_\_
7. Total amount of delinquent payment penalty  
due (Multiply Line 6 by Line 5 and print the  
result here and on Line 24 of Form IT-540B.) \_\_\_\_\_ .00

**Underpayment Penalty** – An underpayment penalty may be charged if your tax deficiency is greater than \$1,000 and your filing status is either single, married filing separately, head of household, or qualifying widow(er). If your filing status is married filing jointly, you might incur an underpayment penalty if your tax deficiency is greater than \$2,000. In order to determine if an underpayment penalty is due, and to compute the underpayment penalty, you must obtain Form R-210NR.



## CONSUMER USE TAX WORKSHEET

CALENDAR YEAR 2004

If you purchased goods from out-of-state and were not properly charged Louisiana state sales tax, you are required to file and pay the tax directly to the Louisiana Department of Revenue. This can include purchases from catalogs, television, internet, outside the U.S., or another state (and used in Louisiana).

Under Louisiana Revised Statute 47:302(K), the Department is required to collect a use tax rate of 8 percent on out-of-state use

taxable purchases. This 8 percent rate (which includes 4 percent to be distributed by the Department to local governments) is in lieu of the actual rate in effect in your area, and is payable regardless of whether the actual combined state and local rate in your area is equal to, higher than, or lower than 8 percent.

This law ensures that Louisiana businesses are not at a competitive disadvantage with out-of-state companies who are not required to collect sales tax.

1. Taxable purchases ..... \$ ..... .00  
Tax rate (8%) ..... X .08  
2. **Total Use Tax owed** ..... \$ ..... .00

Print here and on Line 14B on the front of the return.

## CHILD CARE CREDIT WORKSHEET

CALENDAR YEAR 2004

R.S. 47:297.4 allows for a certain percentage of your Federal Child Care Credit to be claimed as a credit against your Louisiana individual income tax. In order to take this credit, you must have claimed the federal credit on either Federal Form 1040 or Federal Form 1040A. If your Federal Adjusted Gross Income (AGI) is less than \$25,001, Louisiana law directs this to be a refundable credit. If your AGI is greater than \$25,000, a percentage of the federal credit may be claimed as a nonrefundable credit. **The credit may only be taken for child care expenses incurred in Louisiana during the time a person was a Louisiana resident.**

1. Enter the amount of your Adjusted Gross Income (AGI) from Line 7 of Form IT-540B. .... .00

2. From Federal Form 1040, Line 47, or Federal Form 1040A, Line 29, enter the amount of the Child Care Credit claimed. Enter this amount on Line 13 of the Form IT-540B. .... .00

**Caution!!** If the amount on Line 1 above is less than or equal to \$25,000 proceed to the next line. If Line 1 above is greater than \$25,000 proceed to Line 5.

3. Multiply Line 2 above by ..... .50

4. Enter this amount on Line 15A of Form IT-540B ..... .00

**STOP!!** Your AGI must be greater than \$25,000 to proceed to Line 5!!

5. Using AGI from Line 1 on this worksheet, determine applicable percentage from the chart below:

AGI	Percentage
\$25,001 – \$35,000	30% (.30)
\$35,001 – \$60,000	10% (.10)
over \$60,000	10% (.10)

Applicable percentage: .....

6. Multiply amount on Line 2 by the percentage on Line 5. .... .00

**Important!!** If AGI is greater than \$60,000, then the credit is limited to the LESSER of twenty-five dollars (\$25.00) or 10 percent (.10) of the federal credit. You may be required to carry forward some or all of your Nonrefundable Louisiana Child Care Credit. You must utilize the schedule below to determine your applicable credit for 2004 or any carry forward to 2005.

## CARRY FORWARD PROVISION FOR NONREFUNDABLE CHILD CARE CREDIT

1. Enter the amount from Line 12 of Form IT-540B. .... .00

2. Enter the amount from Line 13C of Form IT-540B. .... .00

3. Enter the amount from Line 15B of Form IT-540B. .... .00

4. Subtract Lines 2 and 3 from Line 1 above. .... .00

5. If Line 4 is greater than or equal to Line 6 of the Child Care Credit Worksheet above, your entire credit is allowed and there is no carry forward amount. Enter the amount from Line 6 of the Child Care Credit Worksheet above on Line 13B of Form IT-540B.

6. If Line 4 is zero or less than zero, your Child Care Credit carry forward to 2005 is equal to Line 6 of the Child Care Credit Worksheet above. Enter zero, "0," on Line 13B of Form IT-540B.

7. Enter the amount of Nonrefundable Child Care Credit from Line 6 of the worksheet above. .... .00

8. If Line 4 is greater than zero but less than Line 7 above, Line 4 is your allowable Child Care Credit for 2004. Enter this amount on Line 13B of Form IT-540B.

9. Subtract Line 4 from Line 7. This amount is your carry forward from 2004 to 2005. .... .00

**LOUISIANA DEPARTMENT OF REVENUE**  
617 NORTH THIRD STREET  
BATON ROUGE LA 70802-5428

**PRESORT STD**  
**U.S. POSTAGE PAID**  
STATE OF LOUISIANA  
DEPARTMENT OF REVENUE

*Tax assistance is available at the following offices of the  
Louisiana Department of Revenue.*

**Alexandria Regional Office**

900 Murray Street  
Room B-100  
318-487-5333

**Baton Rouge—Main Office**

617 North Third Street  
225-219-0102 (Assistance)  
225-219-2114 (TDD)

**Baton Rouge—Regional Office**

8549 United Plaza Boulevard, Suite 200  
225-922-2300

**Lafayette Regional Office**

825 Kaliste Saloom Road  
Brandywine III, Ste. 150  
337-262-5455

**Lake Charles Regional Office**

One Lakeshore Drive, Ste. 1550  
337-491-2504

**Monroe Regional Office**

122 St. John Street  
Room 105  
318-362-3151

**New Orleans Regional Office**

1555 Poydras Street, Ste. 900  
504-568-5233

**Shreveport Regional Office**

1525 Fairfield Avenue, Room 630  
318-676-7505

**Thibodaux Regional Office**

1418 Tiger Drive  
985-447-0976



**Louisiana's College  
Savings Program**  
**(800) 259-5626**

**[www.startsaving.la.gov](http://www.startsaving.la.gov)**

# 2004 Louisiana Nonresident and Part-year Resident Worksheet

Name \_\_\_\_\_ SS# \_\_\_\_\_

- |   |            |
|---|------------|
| 7. FEDERAL ADJUSTED GROSS INCOME                              | 7. _____   |
| 8. LOUISIANA INCOME   | 8. _____   |
| 9. RATIO OF LOUISIANA INCOME TO FEDERAL ADJUSTED GROSS INCOME | 9. _____   |
| 10A. FEDERAL INCOME TAX                                       | 10A. _____ |
| 10B. ALLOWABLE FEDERAL INCOME TAX DEDUCTION                   | 10B. _____ |
| 11. LOUISIANA NET INCOME                                      | 11. _____  |
| 12. YOUR LOUISIANA INCOME TAX                                 | 12. _____  |
| 13. FEDERAL CHILD CARE CREDIT                                 | 13. _____  |

## NONREFUNDABLE TAX CREDITS

- |   |            |
|---|------------|
| 13A. AMOUNT OF NONREFUNDABLE LOUISIANA CHILD CARE CREDIT CARRIED FORWARD FROM 2003. | 13A. _____ |
| 13B. NONREFUNDABLE LOUISIANA CHILD CARE CREDIT                                      | 13B. _____ |
| 13C. OTHER NONREFUNDABLE TAX CREDITS  | 13C. _____ |
| 13D. TOTAL NONREFUNDABLE TAX CREDITS  | 13D. _____ |
| 14A. ADJUSTED LOUISIANA INCOME TAX  | 14A. _____ |
| 14B. CONSUMER USE TAX   | 14B. _____ |
| 14C. TOTAL INCOME TAX AND CONSUMER USE TAX  | 14C. _____ |

## REFUNDABLE CREDITS AND PAYMENTS

- |  |            |
|--|------------|
| 15A. 2004 REFUNDABLE LOUISIANA CHILD CARE CREDIT           | 15A. _____ |
| 15B. TOTAL REFUNDABLE CREDITS                              | 15B. _____ |
| 15C. AMOUNT OF TAX WITHHELD FOR 2004                       | 15C. _____ |
| 15D. AMOUNT OF CREDIT CARRIED FORWARD FROM 2003            | 15D. _____ |
| 15E. AMOUNT PAID ON YOUR BEHALF BY A COMPOSITE PARTNERSHIP | 15E. _____ |
| 15F. AMOUNT OF ESTIMATED PAYMENTS FOR 2004                 | 15F. _____ |
| 15G. AMOUNT PAID WITH EXTENSION REQUEST                    | 15G. _____ |
| 15H. TOTAL REFUNDABLE CREDITS AND PAYMENTS                 | 15H. _____ |
| 16. OVERPAYMENT  | 16. _____  |
| 17. TOTAL DONATIONS  | 17. _____  |
| 18. AMOUNT OF LINE 16 YOU WISH TO CONTRIBUTE TO START      | 18. _____  |
| 19. AMOUNT OF LINE 16 TO BE REFUNDED TO YOU                | 19. _____  |
| 20. AMOUNT OF LINE 16 TO BE CREDITED TO 2005 INCOME TAX    | 20. _____  |
| 21. AMOUNT YOU OWE   | 21. _____  |
| 22. INTEREST   | 22. _____  |
| 23. DELINQUENT FILING PENALTY                              | 23. _____  |
| 24. DELINQUENT PAYMENT PENALTY                             | 24. _____  |
| 25. UNDERPAYMENT PENALTY                                   | 25. _____  |
| 26. BALANCE DUE LOUISIANA                                  | 26. _____  |

**NONRESIDENT DONATION – SCHEDULE D – NR**

- |   |          |
|---|----------|
| 1. WILDLIFE HABITAT AND NATURAL HERITAGE TRUST FUND | 1. _____ |
| 2. LOUISIANA CANCER TRUST FUND – PROSTATE CANCER    | 2. _____ |
| 3. LOUISIANA ANIMAL WELFARE COMMISSION              | 3. _____ |
| 4. LOUISIANA HOUSING TRUST FUND                     | 4. _____ |
| 5. TOTAL DONATIONS                                  | 5. _____ |

**REFUNDABLE TAX CREDITS – SCHEDULE F – NR**

- |  |          |
|--|----------|
| 1. INVENTORY TAX CREDIT                                  | 1. _____ |
| 2. AD VALOREM TAX CREDIT FOR OFFSHORE VESSELS            | 2. _____ |
| 3. CREDIT FOR PROPERTY TAXES PAID BY TELEPHONE COMPANIES | 3. _____ |
| 4. PRISON INDUSTRY ENHANCEMENT PROGRAM CREDIT            | 4. _____ |
| 5. TOTAL   | 5. _____ |

**NONREFUNDABLE TAX CREDITS – SCHEDULE G – NR**

- |   |           |
|---|-----------|
| 1. CREDIT FOR CERTAIN DISABILITIES  |           |
| 1D. NUMBER OF QUALIFYING INDIVIDUALS  | 1D. _____ |
| 1E. MULTIPLY LINE 1D BY \$100   | 1E. _____ |
| 2. CREDIT FOR CONTRIBUTIONS TO EDUCATIONAL INSTITUTIONS                                       |           |
| 2A. VALUE OF COMPUTER EQUIPMENT DONATED   | 2A. _____ |
| 2B. MULTIPLY LINE 2A BY 40%   | 2B. _____ |
| 3. CREDIT FOR CERTAIN FEDERAL CREDITS   |           |
| 3A. SEE INSTRUCTIONS  | 3A. _____ |
| 3B. MULTIPLY LINE 3A BY 10%   | 3B. _____ |
| 4. CREDIT FOR GASOLINE AND SPECIAL FUELS TAXES PAID TO<br>OPERATE A COMMERCIAL FISHING VESSEL | 4. _____  |
| 5. FAMILY RESPONSIBILITY CREDIT   | 5. _____  |
| 6. CREDIT FOR SMALL TOWN DOCTORS AND DENTISTS   | 6. _____  |
| 7. BONE MARROW DONOR EXPENSES CREDIT  | 7. _____  |
| 8. CREDIT FOR EDUCATIONAL EXPENSES RELATED TO DEGREE IN LAW ENFORCEMENT                       | 8. _____  |
| 9. CREDIT FOR EMPLOYMENT OF CERTAIN FIRST – TIME DRUG OFFENDERS                               | 9. _____  |
| 10. CREDIT FOR PURCHASE OF A BULLET PROOF VEST (LIMITED TO \$100)                             | 10. _____ |
| 11. CREDIT FOR MAINTAINING A HOUSEHOLD FOR CERTAIN DISABLED DEPENDENTS                        | 11. _____ |
| 12. CREDIT FOR EMPLOYMENT IN A QUALIFIED MOTION PICTURE PRODUCTION                            | 12. _____ |
| 13. CREDIT FOR EMPLOYMENT OF THE PREVIOUSLY UNEMPLOYED  | 13. _____ |
| 14. MOTION PICTURE INVESTOR TAX CREDIT  | 14. _____ |
| 15. CREDIT FOR DONATIONS TO ASSIST QUALIFIED PLAYGROUNDS                                      | 15. _____ |
| 16. LOUISIANA BASIC SKILLS TRAINING TAX CREDIT  | 16. _____ |
| 17. RESEARCH AND DEVELOPMENT TAX CREDIT   | 17. _____ |
| 18. NEW MARKETS TAX CREDIT  | 18. _____ |
| 19. CREDIT FOR DEBT ISSUANCE COSTS  | 19. _____ |
| 20. CREDIT FOR REHABILITATION OF HISTORIC STRUCTURES  | 20. _____ |
| 21. LOUISIANA CAPITAL COMPANIES CREDIT  | 21. _____ |
| 22. CREDIT FOR DONATIONS TO THE DEDICATED RESEARCH INVESTMENT FUND                            | 22. _____ |
| 23. CREDIT FOR INSURANCE COMPANY PREMIUM TAX  | 23. _____ |
| 24. TECHNOLOGY COMMERCIALIZATION CREDIT   | 24. _____ |
| 25. ATCHAFALAYA TRACE HERITAGE AREA DEVELOPMENT ZONE TAX EXEMPTION                            | 25. _____ |
| 26. LA. BIOMEDICAL RESEARCH AND UNIVERSITY RESEARCH AND DEVELOPMENT PARKS                     | 26. _____ |
| 27. CREDIT FOR TAX EQUALIZATION   | 27. _____ |



28. CREDIT FOR CERTAIN MANUFACTURING ESTABLISHMENTS	28. _____
29. ENTERPRISE ZONE CREDIT	29. _____
30. QUALITY JOBS PROGRAM CREDIT	30. _____
31. CREDIT FOR CONVERTING VEHICLES TO ALTERNATIVE FUELS USAGE	31. _____
32. TOTAL NONREFUNDABLE CREDITS	32. _____



Louisiana Department of Revenue

## Louisiana Consumer Use Tax

Use tax is the counterpart of sales tax. It is applied when merchandise is purchased outside of Louisiana for use inside the State.

The Louisiana use tax was enacted in 1934 to prevent retailers located out-of-state from having an unfair competitive advantage against in-state retailers who have to charge the sales tax. Individuals in Louisiana are responsible for paying use tax on an out-of-state purchase when the item purchased is subject to the Louisiana sales tax and the retailer making the sale does not collect sales tax on the sale. Items that are subject to sales tax include computers and other electronic equipment, canned software, books, audio and video tapes, compact discs, records, clothing, appliances, furniture and other home furnishings, sporting goods, jewelry, and etc. Out-of-state retailers include mail-order companies, television shopping networks, firms selling over the internet, and retailers located outside Louisiana.

The Louisiana use tax is calculated at the rate of 8%. This 8% rate, which includes 4% to be distributed by the Department of Revenue to local governments, is in lieu of the actual local rate in effect in your area, and is payable regardless of whether the actual combined state and local rate in your area is equal to, higher than, or lower than 8%.

To calculate your Louisiana use tax, complete one of the Use Tax Worksheets below. Complete Worksheet 1 if you kept records of all of your out-of-state purchases. Complete Worksheet 2 if you did not keep records of all of your out-of-state purchases. If you believe the estimate from the table is too low or too high for your out-of-state purchases, you may estimate what you think you owe.

### Use Tax Worksheet 1 Taxpayers Who Have Records of All Out-of-State Purchases

- |   |                |
|---|----------------|
| 1. Enter the total amount of out-of-state purchases .....   | 1. _____       |
| 2. Tax Rate (8%) .....  | 2. _____ X .08 |
| 3. Use Tax Due, multiply Line 1 by Line 2. (Enter this amount rounded to the nearest whole dollar, on Form IT-540 or IT-540B) ..... | 3. _____       |

### Use Tax Worksheet 2 Taxpayers Who Do Not Have Records of All Out-of-State Purchases

- |  |          |
|--|----------|
| 1. Louisiana taxable income (shown on Form IT-540 or IT-540B) .....  | 1. _____ |
| 2. See the <b>Use Tax Table</b> on the following page to estimate the use tax due based on your Louisiana taxable income shown above. (Enter this amount rounded to the nearest whole dollar, on Form IT-540 or IT-540B) ..... | 2. _____ |

Questions concerning Consumer Use Tax should be directed to the Taxpayer Services Division at:

(225) 219-7356



Louisiana Department of Revenue

## Louisiana Consumer Use Tax

Use Tax Table		
LA Taxable Income (Form IT-540 or IT-540B)		
<u>At Least</u>	<u>But Less Than</u>	<u>Use Tax Amount</u>
0	3,999	2
4,000	5,999	4
6,000	7,999	5
8,000	9,999	6
10,000	11,999	7
12,000	14,999	9
15,000	17,999	11
18,000	20,999	13
21,000	24,999	15
25,000	29,999	18
30,000	34,999	21
35,000	39,999	24
40,000	44,999	27
45,000	49,999	30
50,000	59,999	36
60,000	69,999	42
70,000	79,999	48
80,000	89,999	54
90,000	99,000	59
100,000	124,999	75
125,000	149,999	90
150,000	174,999	105
175,000	199,999	120
200,000	249,999	150
250,000	299,999	180
300,000	399,999	240
400,000	499,999	300
500,000	749,999	450
750,000	999,999	600
1,000,000 and over		Multiply LA Taxable Income by .06% (.0006)

Questions concerning Consumer Use Tax should be directed to the Taxpayer Services Division at:

(225) 219-7356