

## WORKSHEET FOR DETERMINING THE CREDIT FOR THE DISABLED TAXPAYER, DEPENDENT AND/OR SPOUSE

For taxable year \_\_\_\_\_

(See the instructions on page 2 to determine if you are eligible for either of these credits)

**IMPORTANT:** Do not file this form with your North Carolina return. Keep it for your records. However, if you claim this credit you must attach Federal Schedule R (Credit for the Elderly on Disabled) or Schedule 3, Form 1040A, to your North Carolina return.

### CREDIT FOR DISABLED TAXPAYER

|  |    |  |    |
|--|----|--|----|
| 1. If you check boxes 2, 4, 5, 6, or 9 on page 1 of Federal Schedule R, or on page 1 of Schedule 3, Part I of Form 1040A, enter the amount from line 20, page 2 (Schedule R or Schedule 3 of Form 1040A) in the space below and divide by 3<br><br>Amount from line 20: \$ _____ / 3 = | 1. |  | 00 |
| (If you do not claim the credit for a disabled dependent or a disabled spouse, skip lines 2 through 12 and go to line 13.)   |    |  |    |

### CREDIT FOR DISABLED DEPENDENT OR DISABLED SPOUSE

|  |     |  |    |
|--|-----|--|----|
| 2. Enter your federal adjusted gross income from your federal return, Form 1040, line 32 or Form 1040A line 16 . . . . .   | 2.  |  | 00 |
| 3. Enter the applicable additions shown on lines 31 through 33, page 2 of Form D- 400. . . . .   | 3.  |  | 00 |
| 4. Add lines 2 and 3 . . . . .   | 4.  |  | 00 |
| 5. Enter the applicable deductions shown on lines 35 through 38 and line 40, page 2 of Form D- 400. . . . .  | 5.  |  | 00 |
| 6. Subtract line 5 from line 4 (Important: If the result on this line is equal to or less than the base income amount for your filing status, skip lines 7 through 11 and enter on line 12 below the initial credit from the table below). . . . .                                 | 6.  |  | 00 |
| 7. Enter the base income amount for your filing status from the table below . . . . .  | 7.  |  | 00 |
| 8. Subtract line 7 from line 6. . . . .  | 8.  |  | 00 |
| 9. Divide the amount on line 8 by \$1,000 and round the result down to the next whole number . . . . .   | 9.  |  |    |
| 10. Multiply the number on line 9 by \$4.00 . . . . .  | 10. |  | 00 |
| 11. Enter the initial credit for your filing status from the table below . . . . .   | 11. |  | 00 |
| 12. Credit for Disabled Dependent or Disabled Spouse: If line 10 is more than line 11, enter 0 here. If line 10 is less than line 11, subtract line 10 from line 11 and enter the result here. . . . .   | 12. |  | 00 |
| 13. Add lines 1 and 12 (Full-year residents enter the result here and on line 26, Part V, Form D- 400TC- Tax Credits) . . . . .  | 13. |  | 00 |
| 14. If you were a nonresident or a part-year resident of North Carolina during the tax year, multiply the amount on line 13 above by the decimal amount from line 11a, page 1 of Form D- 400 and enter the result here and on line 26, Part V, Form D- 400TC- Tax Credits. . . . . | 14. |  | 00 |

| <u>Filing Status</u>                       | <u>Initial Credit</u> | <u>Base<br/>Income Amount</u> |
|--|-----------------------|-------------------------------|
| Single                                     | \$48                  | \$12,000                      |
| Head of Household                          | \$64                  | \$16,000                      |
| <u>Qualifying Widow(er) With Dependent</u> |                       |                               |
| Child or Married Filing Jointly            | \$80                  | \$20,000                      |
| Married Filing Separately                  | \$40                  | \$10,000                      |

## INSTRUCTIONS

### **Credit for Disabled Taxpayer:**

If you claim an income tax credit on your federal tax return for being permanently and totally disabled, as indicated by checking boxes 2, 4, 5, 6, or 9 on page 1 of **Federal Schedule R**, or on page 1 of **Schedule 3, Form 1040A**, you may claim a tax credit on your North Carolina return equal to one-third (1/3) of the amount of the federal tax credit. If you claim this credit you must attach **Federal Schedule R (Credit for the Elderly or Disabled)** or **Schedule 3, Form 1040A** to your North Carolina income tax return. Although the federal tax credit is also allowed for being 65 or older, no portion of the tax credit is allowed on the North Carolina tax return for being age 65 or older; therefore, if you check boxes 1, 3, 7, or 8 on page 1 of **Federal Schedule R** or on page 1 of **Schedule 3, Form 1040A**, you are not entitled to the tax credit for a disabled taxpayer.

Complete lines 1 and 13 (and 14 if applicable) to determine the tax credit for a disabled taxpayer.

### **Credit for Disabled Dependent or Disabled Spouse:**

You may be entitled to a tax credit if a dependent or spouse for whom you are allowed an exemption on your federal return is permanently and totally disabled. To qualify for the credit, a statement from a physician or local health department must be attached to your tax return certifying that the dependent or spouse was unable to engage in any substantial gainful activity by reason of a physical or mental impairment that can be expected to result in death or that has lasted or can be expected to last for a continuous period of not less than 12 months.

For a taxpayer whose North Carolina adjusted gross income does not exceed the **base income amount** for his **filing status**, the credit is the **initial credit** amount as shown in the table at the bottom of page 1. For a taxpayer whose North Carolina adjusted gross income exceeds the **base income amount**, the initial credit is reduced by \$4.00 for every \$1,000 by which the North Carolina adjusted gross income exceeds the **base income amount**.

Complete lines 2 through 13 (and 14 if applicable) to determine the tax credit for a disabled dependent and/or spouse. Complete separate worksheets for each disabled dependent or spouse.

**(IMPORTANT: A nonresident or part-year resident who claims a tax credit for the disabled must prorate the credit by multiplying the credit by the decimal amount shown on line 11a, Page 1 of Form D-400.)**