



**Supplemental Worksheet for
Credit for Taxes Paid to Other States for
Forms IT-540 and IT-541**

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| Tax Year |
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| LA Revenue Account Number or SSN |
|----------------------------------|

Complete this worksheet and attach to Form IT-540 or Form IT-541.

| Column 1 State | Column 2 Income Earned in Other States | Column 3 Ratio of Income Earned | Column 4 Deductions Attributable to Other States | Column 5 Tax Table Income Attributable to Other States | Column 6 Ratio of Tax Table Income Attributable to Other States | Column 7 Louisiana Tax on Income Earned in Other States | Column 8 Net Tax Liability Paid to Other States | Column 9 Credit for Taxes Paid to Other States | |
|-------------------|---|---------------------------------------|---|---|---|--|--|--|----|
| 1 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 2 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 3 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 4 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 5 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 6 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 7 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 8 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 9 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 10 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 11 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 12 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 13 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 14 | \$ | % | \$ | \$ | % | \$ | \$ | \$ | |
| 15 | Total: On Line 15, Columns 8 and 9, enter the total of Lines 1 through 14. | | | | | | | \$ | \$ |



Instructions for Supplemental Worksheet for Credit for Taxes Paid to Other States for Forms IT-540 and IT-541

GENERAL INFORMATION

Pursuant to LA R.S. 47:33, if you are a resident of Louisiana, you are allowed a credit for income taxes paid to other states for income reported on your Louisiana return. The credit is allowed ONLY if the other state does not allow a nonresident a credit against the income taxes imposed by that state for taxes paid or payable to the state of residence. The credit is equal to the lesser of the amount of taxes paid to the other state or the amount determined by multiplying the taxpayer's Louisiana income tax liability by a fraction, the numerator of which is the taxpayer's Louisiana tax table income attributable to the other state to which net income taxes were paid, and the denominator of which is total Louisiana tax table income.

If there is not enough space, additional forms may be completed as needed. Attach this form and copies of the return filed with the other states to your Form IT-540, *Louisiana Resident Individual Income Tax Return* or Form IT-541, *Fiduciary Income Tax Return*.

INSTRUCTIONS

Column 1 – State – Enter the abbreviation for the state where the income was earned.

Column 2 – Income Earned in Other States – Enter the income taxable to the other state that is taxable to Louisiana. This figure comes from the return filed with the other state. **Exception:** *Mississippi taxable income on gambling winnings will be on the W-2G form.* If filing Form IT-540, the total of Column 2 is limited to the amount reported on Form IT-540, Line 7, or Schedule E, Line 1, if completed. If filing Form IT-541, the total of Column 2 is limited to the the amount on Line 1, or Schedule A, Line 1, if completed.

Column 3 – Ratio of Income Earned – Divide the amount in Column 2 by the amount reported on Form IT-540, Line 7 or Schedule E, Line 1, if completed, or Form IT-541, Line 1, or Schedule A, Line 1, if completed. Round the percentage to two places after the decimal. For example, 48.32 percent.

Column 4 – Deductions Attributable to Other States – You must reduce your income earned in other states by the amount of deductions allowed in arriving at Louisiana tax table income. Multiply the total deductions claimed on Form IT-540, Line 8D, or Form IT-541, Line 5 by Column 3 and enter the result in Column 4. Round to the nearest dollar.

Column 5 – Tax Table Income Attributable to Other States – Subtract the amount in Column 4 from the amount in Column 2.

Column 6 – Ratio of Tax Table Income Attributable to Other States – Calculate the percentage of tax table income earned in that state to Louisiana tax table income. Divide the amount in Column 5 by the amount reported on Form IT-540, Line 9 or Form IT-541, Line 6. Round the percentage to two places after decimal. For example, 48.32 percent.

Column 7 – Louisiana Tax on Income Earned in Other States – Multiply Column 6 by your Louisiana income tax. On Form IT-540, your income tax is found on Line 10. On Form IT-541, your income tax is found on Line 7. Round to nearest dollar.

Column 8 – Net Tax Liability Paid to Other States – Enter the net tax liability as reported on the other state's return. This figure does not come from your W-2, 1099 or W-2G forms. **Exception:** *Mississippi tax liability on gambling winnings will be on the W-2G form.* On Line 15, enter the total of Lines 1 through 14. Also, enter the total from Column 8, Line 15, on Form IT-540, Schedule C, Line 1A. If multiple worksheets are completed, add the amounts on Line 15 of each worksheet and enter the total on Form IT-540, Schedule C, Line 1A.

Column 9 – Credit for Taxes Paid to Other States – Enter the lesser of Column 7 or Column 8 for each line. On Line 15, enter the total of Lines 1 through 14. Also, enter the total amount from Column 9, Line 15, on Form IT-540, Schedule C, Line 1B, or Form IT-541, Line 8. If multiple worksheets are completed, add the amounts on Line 15 of each worksheet and enter the total on Form IT-540, Schedule C, Line 1B, or Form IT-541, Line 8.