



Form IT-1 (120)

OREGON INHERITANCE TAX RETURN

Year of Death 2002

For office use only

Date received
Payment
Oregon Business Identification number

For deaths on or after January 1, 2002
This return is due within 9 months of the date of death

First name and middle initial of decedent
Last name of decedent
Social Security number
Last mailing address of decedent
City
State
ZIP code
Date of death
Place of death—city, county, state, country
Is the estate being probated in Oregon?
An extension of time to file is attached.
An extension of time to pay is attached.
This is an amended return.

PLEASE ATTACH A COPY OF THE FEDERAL ESTATE TAX RETURN, FORM 706

TAX COMPUTATION

Table with 16 rows for tax computation: 1. Total gross estate less exclusion, 2. Total allowable deductions, 3. Taxable estate, 4. Gross estate tax, 5. Unified credit allowed for Oregon, 6. Subtract line 5 from line 4, 7. State death tax, 8. Proration of state death tax, 9. Tax payable to Oregon, 10. Amount paid by the due date of return, 11. Tax due, 12. Overpayment, 13. Penalty due, 14. Interest due, 15. Total due, 16. Refund.

Under penalties of false swearing, I declare that I have examined this return, including accompanying schedules and statements. To the best of my knowledge and belief it is true, correct, and complete.

Signature of: (check appropriate box) Personal Representative Trustee Other

Signature
Date
Name of person signing above (please print or type)
Telephone number
Mailing address
City
State
ZIP code

By my signature above, I hereby authorize the following individual(s) to receive and provide confidential tax information relating to the decedent and the estate.

Name (please print or type)
Title
Telephone number
Mailing address
City
State
Zip code

Attach payment here

FORM IT-1 GENERAL INSTRUCTIONS

Filing requirements. An *Oregon Inheritance Tax Return* (Form IT-1) must be filed whenever a federal estate tax return (federal Form 706) is required to be filed. Attach a copy of Form 706 to this return.

For **probate** estates, the personal representative appointed or approved by the court has the duty to file the return. For **nonprobate** estates, the custodian or any person having actual or constructive possession of the property of the decedent is responsible for filing the return.

Social Security number. The request for a Social Security number is authorized by Section 405, Title 42, of the United States Code. You must give us this information. It will be used to establish the decedent's identity.

Due date. The return is due within nine months after the date of death.

Extensions. More than one extension is available for an Inheritance Tax return. An **extension of time to file** an Estate Tax return, **or an extension of time to pay** estate tax will be accepted for Oregon, as granted by the Internal Revenue Service. If an extension of time to pay is granted, the tax must be secured by collateral acceptable to the Oregon Department of Revenue. Interest accrues during the extension period. **Attach** a copy of **each federal extension** obtained to your Oregon return and mark the appropriate extension box on your Oregon return, Form IT-1.

An extension of time to file your return does not extend the time to pay the tax. You must get a separate, approved extension to extend the time to pay the tax.

Penalty—

Late filing. A late filing penalty of 5 percent of the tax may be imposed if the return is not filed by the due date, including any extension. If the return is filed more than three months after the original or extended due date, there is an additional 20 percent penalty.

Late payment. A delinquency penalty of 5 percent of the tax may be imposed if the tax is not paid within nine months from the date of death **or** by the extended payment date.

Penalty waiver request. If you were unable to file because of the uncertainty of the law, please attach a written request for penalty waiver.

Interest is charged on tax not paid within nine months of date of death.

Interest rates on tax you owe

Interest period	Annual	Monthly	Daily
January 1, 2001	10%	0.8333% (0.008333)	0.0274% (0.000274)
February 1, 2002	8%	0.6667% (0.006667)	0.0219% (0.000219)
February 1, 2003	7%	0.5833% (0.005833)	0.0192% (0.000192)

The interest rate may change once a calendar year.

$$\text{Tax} \times \text{Daily Interest Rate} \times \text{Number of Days}$$

Form instructions

Did you claim an exclusion for Qualified Conservation Easement from federal Form 706, page 3, part 5, line 11? If so, call the department for instructions on how to complete the form.

Line 1. Enter the amount from line 1 of the federal Form 706. **If you do not have a federal filing requirement**, go to line 7 of this form and enter zero.

Line 5. Enter **\$192,800** less the amount on line 10 of the federal Form 706.

Line 7. To determine the state death tax, subtract \$60,000 from the taxable estate (line 3 of the Oregon return). Figure the state death tax using the table below. Do not enter more than the amount on line 6.

Table
Computation of Maximum Amount for State Death Taxes
Taxable estate (line 3) less \$60,000 equals adjusted taxable estate for column (1) below

(1) Adjusted taxable estate equal to or more than—	(2) Adjusted taxable estate less than—	(3) State death tax on amount in column 1	(4) Rate on excess over amount in column 1	(1) Adjusted taxable estate equal to or more than—	(2) Adjusted taxable estate less than—	(3) State death tax on amount in column 1	(4) Rate on excess over amount in column 1
0	\$ 40,000	0	(Percent) None	2,040,000	2,540,000	106,800	8.0
\$ 40,000	90,000	0	0.8	2,540,000	3,040,000	146,800	8.8
90,000	140,000	\$ 400	1.6	3,040,000	3,540,000	190,800	9.6
140,000	240,000	1,200	2.4	3,540,000	4,040,000	238,800	10.4
240,000	440,000	3,600	3.2	4,040,000	5,040,000	290,800	11.2
440,000	640,000	10,000	4.0	5,040,000	6,040,000	402,800	12.0
640,000	840,000	18,000	4.8	6,040,000	7,040,000	522,800	12.8
840,000	1,040,000	27,600	5.6	7,040,000	8,040,000	650,800	13.6
1,040,000	1,540,000	38,800	6.4	8,040,000	9,040,000	786,800	14.4
1,540,000	2,040,000	70,800	7.2	9,040,000	10,040,000	930,800	15.2
				10,040,000	—	1,082,800	16.0

Gross value of property located in Oregon (proration of the state death tax). When the estate has property located in other states, complete lines 8a, 8b, and 8c. On line 8a, enter the gross value for federal estate tax purposes of property located in Oregon. Attach a copy of the federal estate tax return, Form 706, to the *Oregon Inheritance Tax Return*. Highlight the Oregon property on the attached copy of the federal estate tax return (Form 706). Property taxable for Oregon purposes depends on whether the decedent was a resident or nonresident.

Resident decedent. For a resident decedent, property taxable by Oregon includes real property and tangible personal property located in Oregon and intangible personal property wherever located.

Nonresident decedent. For a nonresident decedent, property taxable by Oregon includes real property and tangible and intangible personal property located in Oregon. An exemption is allowed for intangible personal property located in Oregon if a like exemption is allowed by the state of residence.

Amended returns. Did you amend the federal estate tax return, or was an adjustment made that results in a change in the amount of tax? If yes, it is the duty of the personal representative or other responsible person to file an amended Oregon return or notify the Oregon Department of Revenue of the change in writing within 90 days.

Taxpayer assistance

Telephone: Salem..... 503-378-4988
Toll-free within Oregon 1-800-356-4222

Correspondence: Estate Audit, Business Division
Oregon Department of Revenue
PO Box 14110
Salem OR 97309-0910

Forms: Many forms are available on our Web site at www.dor.state.or.us. Or write to: Forms, Oregon Department of Revenue, PO Box 14999, Salem OR 97309-0990.

TTY (hearing or speech impaired; machine only): 503-945-8617 (Salem) or 1-800-886-7204 (toll-free within Oregon).

Americans with Disabilities Act (ADA): This information is available in alternative formats. Call 503-378-4988 (Salem) or 1-800-356-4222 (toll-free within Oregon).

For general tax information or inheritance tax updates: www.dor.state.or.us.

Asistencia en español. Llame al 503-945-8618 en Salem.