

# 2001 Individual Income Tax Worksheets

Attach This Form To Your Return

**MONTANA**  
Form W  
Rev. 2-02

## Worksheet VIII - Taxable Social Security

The portion of your social security benefits taxable to Montana may be different than what is taxable to federal.

**Note:** None of your benefits are taxable to Montana if:

- a. The only retirement you receive is Railroad Retirement income, or
- b. Your federal adjusted gross income plus interest on all state and county municipal bonds and 1/2 of your social security benefits received during 2001 is less than:
  - \$32,000 if you are filing a joint return;
  - \$25,000 if you file a single/head of household return
  - \$16,000 if you are filing married filing separate.

**If you fall into one of the above categories, enter any benefits taxable to federal on line 34 of Form 2. Do not fill out this form.**

Filing Status  
Check One

1  Single

2  Married filing  
joint return

3  Married and both filing  
separate returns on  
this form

4  Married and both filing  
separate returns on  
separate forms

5  Married filing  
separate return and  
spouse is not filing

6  Head of  
Household

	Column A (For single, joint, separate or head of household)	Column B (For spouse only when filing separate and box 3 is checked)	
1. Federal adjusted gross income ..... 1.			1.
<b>Subtractions</b>			
2. Enter social security and/or railroad retirement included in federal adjusted gross income ..... 2.			2.
3. Capital gain(s) exclusion, interest exclusion for elderly, tips, State income tax refund (if included in other income) ..... 3.			3.
4. Enter retirement income excluded for Montana purposes..... 4. (Complete the Pension & Annuity Exclusion Worksheet on page 13 of this booklet.)			4.
5. Total reductions—Add lines 2, 3 & 4 ..... 5.			5.
6. Sub-total—subtract line 5 from line 1 ..... 6.			6.
<b>Additions</b>			
7. Enter total interest on all state and county municipal bonds ..... 7.			7.
8. Enter federal refund received ..... 8.			8.
9. Total additions: Add lines 7 and 8 ..... 9.			9.
10. Modified adjusted gross income—Add lines 6 and 9 ..... 10.			10.
11. Enter one-half (50%) of the social security benefits received during 2001 ..... 11.			11.
12. Add lines 10 and 11 ..... 12.			12.
13. Enter { \$25,000 in Column A if you checked Box 1 or 6 \$32,000 in Column A if you checked Box 2 ..... 13. \$16,000 in Column A and B if you checked Box 3, 4 or 5			13.
14. Subtract line 13 from line 12. (If zero or less, stop here, none of your social security benefits are taxable to Montana. Enter amount from line 2 above on Form 2, line 34.) ..... 14.			14.
15. If line 14 is greater than zero, divide by 2 and enter amount ..... 15.			15.
16. Enter the amount from line 15 or line 11, whichever is smaller ..... 16.			16.
17. Enter 85% of the social security benefits received in 2001. .... 17.			17.
18. a. Enter amount from line 16. .... 18a.			18a.
18. b. Enter \$6,000 if Box 2 is checked. \$3,000 if Box 3, 4 or 5 is checked and \$4,500 if Box 1 or 6 is checked. .... 18b.			18b.
19. Enter the <u>lesser</u> of line 18a. or line 18b. .... 19.			19.
20. Enter amount from line 12. .... 20.			20.
21. Enter { \$34,000 if Box 1 or 6 is checked \$44,000 if Box 2 is checked ..... 21. \$22,000 if Box 3, 4 or 5 is checked			21.
22. Subtract line 21 from line 20 (if less than zero, enter zero) ..... 22.			22.
23. Multiply line 22 by 85% (.85) ..... 23.			23.
24. Add lines 19 and 23 ..... 24.			24.
25. Enter the lesser of line 17 or line 24 ..... 25.			25.
26. Enter the amount of social security that is taxable on your federal return ..... 26.			26.
27. a. If line 26 is greater than line 25, enter difference here and on line 34 of Form 2. b. If line 25 is greater than line 26, enter the difference here and on line 23 of Form 2. c. No adjustment is necessary if lines 25 & 26 are the same ..... 27.			27.