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2007 MAINE

Resident
Nonresident or
Part-Year Resident

Individual Income Tax Booklet

Long Form 1040ME

MISSION STATEMENT

The mission of Maine Revenue Services is to serve the citizens of Maine by administering the tax laws of the State effectively and professionally in order to provide the revenues necessary to support Maine government. To accomplish this mission, we will:

- *Foster voluntary compliance with the tax laws by providing clear, complete, accurate, and timely guidance to taxpayers to help them understand and meet their responsibilities under the law.*
- *Maintain the highest standards of integrity, fairness, confidentiality and courtesy in everything we do.*

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LOW-INCOME TAX CREDIT - If your Maine taxable income is \$2,000 or less, you are not claimed as a dependent on another Maine income tax return, and you are not subject to the Maine Minimum Tax, you do not have to file a Maine income tax return.

TAXPAYER ASSISTANCE and FORMS

Visit www.maine.gov/revenue to obtain the latest tax updates, electronic tax assistance, download Maine tax forms and instructions, learn the status of your refund, pay your tax or email tax-related questions. (NOTE: As a matter of policy, Maine Revenue Services does not divulge confidential information such as income, refund amounts or taxpayer identification numbers via email).

Refund Information Only: Get the status of your refund from Maine Revenue Services' web site at www.maine.gov/revenue. You will need to know the first social security number shown on your return and the **exact** whole-dollar amount of the refund you requested.

To Order Forms: Order printed forms or download forms from Maine Revenue Services' web site at www.maine.gov/revenue or call (207) 624-7894 - Every day 24 Hours.

NexTalk (hearing-impaired only): (888) 577-6690
Weekdays 8:00 a.m. - 4:30 p.m.

Collection Problems: (207) 621-4300 - Weekdays 8:00 a.m. - 5:00 p.m. Call this number if you have a tax balance due currently being collected by Maine Revenue Services that you would like to resolve.

Assistance To Help You With Your Tax Questions:
(207) 626-8475 - Weekdays 8:00 a.m. - 5:00 p.m.

Payment Plan Questions For Income Tax Returns:
(207) 621-4300 - Weekdays 8:00 a.m. - 5:00 p.m.

Web FAQs: See below for a list of frequently asked questions.

Federal income tax information and forms: Call the Internal Revenue Service at (800) 829-1040 or see the Internal Revenue Service web site at www.irs.gov.

Tax Violations Hot Line: (207) 624-9600 Call this number or send an e-mail to compliance.tax@maine.gov to report possible tax violations including failure to file tax returns, failure to report all income and failure to register for tax filing.

FREQUENTLY ASKED QUESTIONS (FAQs) on the WEB

www.maine.gov/revenue

Topic #	Subjects Available
01	How can I tell if I am a resident of Maine?
02	How can I get an extension to file?
03	Should I file my return even though I do not have the money to pay?
04	I did not live in Maine for the entire year. Do I have to file a return?
05	I forgot to attach my W-2's when I mailed my return. What do I do?
06	I have not received a W-2. What do I do?
07	What is the Pension Benefits Income Deduction?
08	I receive Social Security benefits. Do I qualify for the Pension Benefits Income Deduction?
09	How do I complete Schedule NR?
10	How do I complete Schedule NRH?
11	How do I complete Schedule 3?
12	My spouse has passed away. You sent a refund with both our names on it. What do I do?
13	I received a letter saying you sent my refund to another agency. Why?

Topic #	Subjects Available
14	I received a bill, and I cannot pay it in full. What do I do?
15	I did not get credit for my withholdings. Why?
16	What should I do if I amend my federal tax return or my federal return was changed by the IRS?
17	I received a notice that did not show all payments made. How do I get credit for them?
18	How can I purchase a State of Maine Park Pass?
19	What if my Park Pass is lost or stolen?
20	Do I qualify for Injured Spouse status?
21	What if I file or pay late?
22	Is there a penalty for not paying enough estimated tax?
23	I am a nonresident of Maine with business activity (such as rental property) located in the state. In prior years, this activity has generated a loss, but this year I realized a gain. Can I use the prior losses to offset this year's gain?
24	Does Maine Revenue Services accept facsimile signatures on tax returns completed by either a taxpayer or by a paid preparer?

IMPORTANT TAX CHANGES

ELECTRONIC FILING and PAYMENT MANDATES. 36 M.R.S.A. § 193, sub-§§ 2 and 3. Maine Revenue Services has written or amended the following rules related to electronic filing and funds transfer mandates.

New Rule 104 affecting tax return preparers (“Electronic Filing of Maine Tax Returns”) mandates electronic filing of certain Maine tax returns if specified thresholds are exceeded. The rule establishes a phased-in approach with respect to certain returns filed on or after January 1, 2008. The rule applies to original Maine individual income, sales, use, service provider and income tax withholding returns, but does not include amended versions of those returns. The rule includes provisions for the State Tax Assessor to waive the requirement to file electronically where the mandate causes undue hardship.

Amendments to Rule 102 (“Electronic Funds Transfer”) cover the remittance of taxes by electronic transfer for certain large taxpayers. Effective January 1, 2008, EFT thresholds are based on the taxpayer’s **combined tax liability** to the state for most of the major Maine taxes administered by Maine Revenue Services, including Maine sales tax, individual and corporate income tax and Maine income tax withholding. In addition, a **lower threshold** triggering the EFT requirement applies.

For more information, visit www.maine.gov/revenue (click on Laws & Rules).

DOMICILE “SAFE HARBORS”. 36 M.R.S.A. § 5102(5). Generally, individuals who are domiciled in Maine are considered residents for Maine income tax purposes. However, Maine law now provides that for tax years beginning on or after January 1, 2007, certain individuals spending significant time outside Maine will not be treated as resident individuals for income tax purposes even though they are domiciled in Maine. For more information on these exceptions, see the Residency Worksheet and instructions on page 4 and the *Guidance to Residency “Safe Harbors” document* available at www.maine.gov/revenue/forms (select *Income Tax Guidance Documents*).

QUALIFIED TUITION PROGRAMS (529 PLANS). 36 M.R.S.A. § 5122(2)(V). Up to \$250 of contributions made to a Maine or non-Maine qualified state tuition program (“529 college savings plan”) may be deducted on the Maine return for each beneficiary. Taxpayers filing single or married separate with federal adjusted gross income more than \$100,000 and taxpayers filing married joint or head of household with federal adjusted gross income more than \$200,000 do not qualify for the deduction. Applies to tax years beginning on or after January 1, 2007.

HUMAN LEUKOCYTE ANTIGEN SCREENING FUND CHECKOFF. 36 M.R.S.A. § 5285-A. The Human Leukocyte Antigen Screening Fund is renamed the “Bone Marrow Screening Fund.”

SECTION 179 EXPENSE NONCONFORMITY. 36 M.R.S.A. § 5122(1)(N)(3). Nonconformity with the increased Code Section 179 expense deductions applicable to taxable years beginning on or after January 1, 2003 is extended indefinitely. Differences between allowable Maine and federal deductions must be added back on the Maine return.

FOREST MANAGEMENT PLANNING CREDIT. 36 M.R.S.A. § 5219-C. The law is clarified to require that qualifying forest land be located in Maine to be eligible for the Forest Management Planning Credit. Applies to tax years beginning on or after January 1, 2007.

BIOFUEL CREDIT. 36 M.R.S.A. § 5219-X. The carryover period for unused biofuel credit amounts is extended from 5 years to 10 years.

EDUCATIONAL OPPORTUNITY CREDIT. 36 M.R.S.A. 5217-D. A nonrefundable credit is available for certain educational loan payments for Maine resident individuals who earn an associate or bachelor’s degree from a Maine college or university and who subsequently live in Maine, work for an employer located in Maine and pay taxes in Maine. The credit is available to eligible graduates and employers making loan payments on behalf of qualifying employees. Unused credits may be carried over for up to 10 tax years. If eligible, both spouses on a married-joint return may claim the credit. Maine universities and colleges are required to certify qualifying loans and caps applicable to the credit.

The employer credit is limited to eligible payments made during the term of the qualified employee’s employment and is also limited to 50% of the credit amount if the qualified employee works only part-time (16-32 hours weekly). A qualified employee is an employee that would be eligible to claim the credit if they had made the loan payments. The employer credit cannot exceed the amount that the qualified employee could claim as a credit if the employee had made the loan payments. An employer claiming the credit may not also claim the Recruitment Credit under 36 M.R.S.A. § 5219-V with respect to loan payments made on behalf of the same employee.

Only scheduled loan payments made during the tax year are eligible for the credit. Generally, the credit is available with respect to Educational Opportunity Programs beginning after 2007.

PINE TREE DEVELOPMENT ZONES. 30-A M.R.S.A., chapter 206, subchapter 6. The Pine Tree Development Zone Program is expanded to include certain manufacturers whether or not located in a designated zone. The manufacturers must meet certain expansion requirements in order to qualify for the program, such as a minimum investment of \$225,000 and creation of at least 4 new quality full-time jobs. Eligibility for the Pine Tree Zone program is determined by the Department of Economic and Community Development (“DECD”).

The Commissioner of DECD, with assistance from the State Economist, must, for purposes of eligibility, determine whether or not the business activity of an applicant for the Pine Tree Development Zone Program will result in a substantial detriment to existing businesses in the state.

USE TAX. 36 M.R.S.A., §1861-A. The optional percentage rate for reporting use tax liability on individual income tax returns is increased from 0.4% to 0.8% of Maine adjusted gross income. Applies to tax years beginning on or after January 1, 2008.

Maine Revenue Services Taxpayer Privacy Policy

Maine Revenue Services (“MRS”) maintains the highest standards in handling personally identifiable taxpayer information. Taxpayers have the right to know what information is kept on file about them, to have reasonable access to it, and to receive a copy of their file. Under penalties of law, employees and agents of MRS are prohibited from willfully inspecting information contained on any tax return for any purpose other than the conduct of official duties. In addition, MRS employees and agents are prohibited from disclosing tax information to anyone other than the taxpayer except in a limited number of very specific circumstances. No unassociated third parties may receive information pertaining to tax returns without written permission from the affected taxpayer except as allowed under 36 M.R.S.A. § 191. Communications that do not meet the definition of tax information are subject to the general confidentiality

and public inspection provisions of Maine’s “Freedom of Access” laws. When confidential taxpayer information is stored by MRS, it is kept in a secure location where it is accessible only to authorized employees and agents of MRS. If you have any questions regarding the Privacy Policy, please contact MRS at (207) 626-8475.

Record-keeping Requirements

Keep a copy of your Maine income tax return, including worksheets, and supporting documents (such as W-2 and 1099 forms) for the same period required for keeping your federal income tax records. This is generally 3 years from the date the return was filed. You should keep some records longer. For example, keep property records (including those on your home) as long as they are needed to calculate the basis of the original or replacement property. See 36 M.R.S.A. § 135.

GENERAL INSTRUCTIONS

SHOULD I FILE A MAINE INCOME TAX RETURN? If you are a resident of Maine who is required to file a federal income tax return, you must file a Maine income tax return. If you are not required to file a federal return, but do have income subject to Maine income tax resulting in a Maine income tax liability, a Maine return must be filed. You do not have to file a Maine income tax return if you meet **all** of the following requirements: 1) your Maine taxable income is \$2,000 or less, 2) you claim yourself as an exemption on your return, AND 3) you are not subject to the Maine

Minimum Tax. However, you must file a return to claim any refund due to you.

If you are a nonresident or a "Safe Harbor" resident who has income from Maine sources resulting in a Maine income tax liability, you must file a Maine income tax return. However, you may not be required to file if the number of days worked in Maine as an employee is 10 or less and your only Maine income is compensation for personal services. See 36 M.R.S.A. § 5142(8-A).

Am I a Resident, "Safe Harbor" Resident, Part-Year Resident, or Nonresident?

To determine your residency status for 2007, read the following and check the proper box. **Retain this worksheet for your records.**

Domicile: Domicile is the place an individual establishes as his or her permanent home and includes the place to which he or she intends to return after any period of absence. A number of factors associated with residency are relevant in the evaluation of a claimed domicile. A domicile, once established, continues until a new, fixed and permanent home is acquired. To change domicile, a taxpayer must exhibit actions consistent with a change. No change of domicile results from moving to a new location if the intent is to remain only for a limited time, even if it is for a relatively long duration.

RESIDENCY WORKSHEET

Full-Year Resident:

(1) Maine was my domicile for the entire year of 2007;

OR

(2) I maintained a permanent place of abode in Maine for the entire year and spent a total of more than 183 days in Maine.

"Safe Harbor" Resident:

General Safe Harbor - Maine was my domicile in 2007, I did not maintain a permanent place of abode in Maine, I maintained a permanent place of abode outside Maine and I spent no more than 30 days of 2007 in Maine. Individuals qualifying under the safe harbor rule will be treated as a nonresident for Maine individual income tax purposes. For more information and examples, see the Guidance to Residency "Safe Harbors" brochure available at www.maine.gov/revenue/forms or call the forms line at (207) 624-7894.

IF YOU ARE A "SAFE-HARBOR" RESIDENT, YOU MUST FILE FORM 1040ME WITH SCHEDULE NR OR NRH.

Note: For tax years beginning after 2006, a **Foreign Safe Harbor** may apply to certain eligible individuals spending at least 450 days in a foreign country during any 548-day period beginning after 2006. The taxpayer must also meet other eligibility criteria. Individuals qualifying for the Foreign Safe Harbor will be considered "Safe Harbor" Residents and treated as nonresidents for the 548-day period even though domiciled in Maine.

Part-Year Resident:

I was domiciled in Maine for part of the year and was not a full-year resident as defined in (2) above.

IF YOU ARE A PART-YEAR RESIDENT, YOU MUST FILE FORM 1040ME WITH SCHEDULE NR OR NRH.

Nonresident:

I was not a resident or part-year resident in 2007, but I do have Maine-source income. **Note: If you filed as a nonresident alien on your federal income tax return, file as a nonresident alien on your Maine income tax return, Form 1040ME. Follow the federal filing requirements for filing status, number of exemptions, federal adjusted gross income, and itemized deductions.**

IF YOU ARE A NONRESIDENT, YOU MUST FILE FORM 1040ME WITH SCHEDULE NR OR NRH.

For additional information on determining Maine residency, see the Maine Revenue Services **Guidance to Residency Status** and **Guidance to Residency "Safe Harbors"** brochures at www.maine.gov/revenue/forms or call the forms line at (207) 624-7894.

I AM IN THE ARMED FORCES. WHAT IS MY RESIDENCY STATUS?

Maine Resident: Except for "Safe Harbor" Residents treated as nonresidents for Maine income tax purposes (see example below), a Maine resident who enters the U.S. armed forces remains a Maine resident throughout the period of military service (even when absent from Maine on military orders) and is subject to the same filing requirements as any other Maine resident. This remains true unless you take legal action to change your residency (domicile) to another state.

Example: Paul, single, is a member of the U.S. armed forces stationed in Arizona and domiciled in Maine. He lived in military housing in Arizona during all of 2007 and did not maintain a permanent place of abode in Maine at any time during the year. While on leave, he stayed with relatives in Maine for 15 days. Paul is a "Safe Harbor" resident and will be treated as a nonresident for Maine income tax purposes.

Nonresident: If you are not a Maine resident, but stationed in this state by military orders, your military income is not subject to Maine tax. However, if you or your spouse earned non-military pay in Maine resulting in a Maine income tax liability, you must file Form 1040ME with Schedule NR or NRH.

Instructions for Married Couples:

WE ARE BOTH FULL-YEAR MAINE RESIDENTS. HOW DO WE FILE WITH MAINE? You must file a Maine return using the same filing status as properly used on your federal return.

I AM A FULL-YEAR MAINE RESIDENT, BUT MY SPOUSE IS NOT. HOW SHOULD WE FILE? If you filed a joint federal return you have two options:

(1) You can choose to file a joint Maine return as if both of you were full-year Maine residents (*you may qualify for Credit for Tax Paid to Another Taxing Jurisdiction, see Form 1040ME, Schedule 3*);

OR

(2) Each can file a Maine return as a single individual using **Form 1040ME with Schedule NRH**. Each return must show the proper residency status. (*If the nonresident, or "Safe Harbor" resident spouse, has no Maine-source income, that spouse does not have to file a Maine return.*) You may choose this option only if you filed a joint federal return. Otherwise, you must file a Maine return using the same filing status as properly used on your federal return.

WE ARE BOTH NONRESIDENTS or "SAFE HARBOR" RESIDENTS, FILED A JOINT FEDERAL RETURN, BUT ONLY ONE SPOUSE HAS MAINE-SOURCE INCOME.

You have two options:

(1) You can choose to file a joint Maine return and determine your joint tax liability as nonresidents using **Form 1040ME with Schedule NR**;

OR

(2) The spouse who has Maine-source income can choose to file a return as a single individual using **Form 1040ME with Schedule NRH**.

WE ARE BOTH NONRESIDENTS or "SAFE HARBOR" RESIDENTS AND BOTH HAVE MAINE-SOURCE INCOME. You must file a Maine return using the same filing status as properly used on your federal income tax return, and you must complete **Form 1040ME and Schedule NR**.

WHEN MUST I FILE MY RETURN? No later than April 15, 2008.

WHAT IF I NEED MORE TIME TO FILE? If you are unable to file your return by Tuesday, April 15, 2008, Maine allows an automatic six-month extension of time to file. Requests for additional time to file must be submitted in writing prior to the expiration of the six-month period. Generally, the total extension period cannot exceed eight months. *The automatic extension is only effective if the return is filed within the six-month period. See "What if I file or pay late?" below.*

CAUTION: AN EXTENSION TO FILE YOUR MAINE RETURN IS NOT AN EXTENSION FOR PAYMENT OF TAX. If you owe tax, you must pay at least 90% of that amount by the original due date for filing your return (**April 15, 2008** for calendar-year filers) in order to avoid the penalty for late payment of tax. The remaining 10% must be paid when the return is filed on or before October 15, 2008 in order to avoid the failure-to-pay penalty. However, interest is charged on any tax paid after the original due date of your return.

Remit your extension payment electronically using Maine EZ Pay (no forms required) at www.maine.gov/revenue or with the payment voucher on page 8 by the original due date for filing your Maine return to: Maine Revenue Services, PO Box 9114, Augusta, ME 04332-9114. If you make a payment prior to filing your return, you must use a Long Form (1040ME) when you file your return.

WHERE DO I GET FORMS? Income tax booklets are available at most banks, public libraries, and post offices located in Maine. You may also download forms from the internet at www.maine.gov/revenue/forms or order forms by calling (207) 624-7894. **Note: you must file an original or downloadable state form – photocopies are not acceptable.**

MAY I ROUND TO WHOLE DOLLARS? Yes. Round down to the next lower dollar any amount less than 50 cents. Round up to the next higher dollar any amount 50 cents or more.

I AM GETTING A REFUND THIS YEAR. WHEN WILL I GET MY CHECK? Please allow at least eight weeks for your refund to arrive before you contact us. For automated information about the status of your refund request, visit our web site at www.maine.gov/revenue (select *Where's My Refund*).

WHAT SHOULD I DO IF THERE IS A CHANGE IN MY MAINE TAX LIABILITY? You must file a Maine amended return if you file a federal amended return, if the Internal Revenue Service makes a change to your federal return, or if your Maine tax liability changes for any other reason. Individuals must file a Maine amended return (1040X-ME) within 90 days after filing a federal amended return or after receiving final determination of any change by the Internal Revenue Service. Maine imposes a penalty for failure to notify the state of these changes. When filing a Maine amended return, attach a copy of your federal amended return (Form 1040X) or the Internal Revenue Service agent's report to your form. If the change is to the Maine return only, include a description of the change on page 2 of Form 1040X-ME.

WHAT IF A TAXPAYER DIES? When an individual dies before filing a tax return for a given year, a personal representative or surviving spouse must file a return for the decedent. If the decedent was single and a refund is due, attach Form 1310ME (Statement of Person Claiming Refund Due a Deceased Taxpayer) to the return. A surviving spouse may claim a refund by filing a joint return with the decedent without Form 1310ME. The surviving spouse may file a joint return with the decedent provided similar filing was followed for federal purposes. Write "deceased" above the deceased taxpayer's name. Enter the date of death in the spaces above the signature area on your return.

WHAT IF THE FEDERAL TAX IS FORGIVEN DUE TO A COMBAT CASUALTY? A taxpayer whose federal income tax liability is forgiven under IRC § 692 due to a combat casualty is similarly forgiven the Maine income tax for the same period(s). To request tax forgiveness, include with your Maine return a statement that shows the computation of Maine tax liability before any amount is forgiven and the amount that is to be forgiven along with any other documentation supporting your claim.

WHAT IF I AM UNABLE TO PAY MY TAXES? If you are unable to pay your taxes in full, you should file your return by the due date and request, in writing, a payment plan. In your request, give your name, social security number, and the amount of money you can pay and indicate how often you can make that payment. Your first payment should be submitted with the request and you should continue to make the payments as you have indicated until Maine Revenue Services contacts you. Indicate your name, address, telephone number and tax year on your check or money order. A payment plan request will not stop interest or penalties from being added to the tax balance. Requests should be forwarded to Maine Revenue Services, Compliance Division, 888 State House Station, Augusta, Maine 04332-0888. Also, you may call (207) 621-4300 or e-mail compliance.tax@maine.gov.

WHAT IF I FILE OR PAY LATE? You will be charged **interest** at 12% per year, compounded monthly, on income tax not paid by the due date (April 15, 2008 for calendar-year filers). An extension allows only additional time to file; it does not allow additional time for payment of tax due or prevent accrual of interest.

In addition to interest, a penalty is assessed for late filing. A separate penalty is assessed for the late payment of tax. The **penalty for late filing** is \$25 or 10% of the tax due, whichever is greater. If a tax return is not filed upon demand, the penalty for late filing is 100% of the tax due. The **penalty for late payment** of the tax is 1% per month up to a maximum of 25%. Both penalties are assessed when the return is filed late and the tax is paid late. The law also provides for penalties for underpaying estimated tax, preparing or filing a fraudulent income tax return, and for understating income.

WHAT IF I AM AN INNOCENT OR INJURED SPOUSE? Maine Revenue Services acknowledges Innocent and Injured Spouse Claims (see federal Form 8379 or Form 8857 and related instructions) for purposes of individual income tax only. The spouse is not required to request federal relief prior to requesting state relief. For more information call the Compliance Division of Maine Revenue Services at (207) 624-9595 or e-mail compliance.tax@maine.gov. ***If you believe that your refund may be set off to pay a debt other than an income tax debt, you must contact the other tax department or agency directly to request injured spouse relief.***

SHOULD I CHANGE MY INCOME TAX WITHHOLDING FOR 2008? You may need to review your withholding if the amount of your refund or balance due is large. A married couple with two incomes may choose to use the single withholding table. See your employer for details. For withholding questions, contact Maine Revenue Services at (207) 626-8475 or e-mail withholding.tax@maine.gov.

WHO MUST FILE AND PAY ESTIMATED TAX? Generally, you must pay estimated tax if your tax after subtracting withholding and other allowable credits is \$1,000 or more **and** if the tax liability for the prior year was \$1,000 or more. Equal installments of estimated tax are due on April 15, June 15, September 15 and January 15. Payments can be made electronically using Maine EZ Pay (no forms required) at www.maine.gov/revenue or download Form 1040ES-ME at www.maine.gov/revenue/forms or call (207) 624-7894 to order the form.

IS THERE A PENALTY FOR NOT PAYING ENOUGH ESTIMATED TAX? Yes. If you did not pay enough estimated tax or have enough tax withheld from your earnings by any due date for paying estimated tax, you may be subject to a penalty. For calendar years 2007 and 2008, the underpayment penalty is 12%, compounded monthly. If your 2007 tax liability is \$1,000 or more, you should refer to Form 2210ME, Underpayment of Estimated Tax by Individuals.

WHAT IF I AM MOVING? Let us know your new address. E-mail: income.tax@maine.gov, or write: **Maine Revenue Services, P.O. Box 9100, Augusta, Maine 04332-9100.**

SPECIFIC INSTRUCTIONS — FORM 1040ME

Note: Form 1040ME is designed to comply with optical scanning requirements. The spaces outlined in red must be completed carefully in black or blue ink. Letters and numbers must be entered legibly within the outline area. Letters must be in upper case only. Name, address, etc., start on the left; dollar amounts start from the right. For example:

Enter letters like this:

Your First Name IMA	MI A	Your Last Name SAMPLE
Spouse's First Name	MI	Spouse's Last Name

Enter dollar amounts like this:

_ _ _ , _ _ 2,2 , 4,9 5 . 0 0

Due to scanning requirements, only original forms and schedules may be submitted. PHOTOCOPIES ARE NOT ACCEPTABLE.

For information on electronic filing, visit our web site at www.maine.gov/revenue.

STEP 1: NAME, ADDRESS, SOCIAL SECURITY NUMBERS

Name and Address. If you have a pre-printed label (located on the front cover of this booklet) and your name and address are correct, peel it off and place it on your completed Form 1040ME inside the red dotted lines.

If you do not have a pre-printed label or the name or address on the label is not correct, please print or type your name(s) and mailing address in the spaces provided. **Social Security Number(s):** You must enter your social security number(s) in the spaces provided.

Line 1. Maine Clean Election Fund. FOR MAINE RESIDENTS ONLY. Check the box for you and/or your spouse if you want \$3 of your tax dollars applied to the Maine Clean Election Fund. This fund was established to finance the election campaign of certified Maine Clean Election Act candidates. *Please note that checking this box does not increase your tax or reduce your refund but reduces General Fund revenue by the same amount.*

Line 2. Commercial Farming or Fishing. Check this box if at least two-thirds of your gross income for 2007 was from commercial farming or fishing as defined by the Internal Revenue Code. Include your spouse's income in your calculation if you are filing a joint return.

STEP 2: FILING/RESIDENCY STATUS, NUMBER OF EXEMPTIONS

Lines 3-7. Filing Status. Check the box for the filing status properly used on your federal income tax return. If you filed a married-joint federal return and one spouse is a part-year resident, nonresident or "Safe Harbor" resident, see the instructions for married couples on page 4. If you are filing married filing separately, be sure to include your spouse's name and social security number.

Composite Return. For pass-through entities only. Check the red box below line 7 if this is a composite filing. A composite return may be filed by a pass-through entity on behalf of nonresident individuals. You must complete and enclose Schedule 1040C-ME and Schedule NRC with your composite return. For more information on composite filing and forms, visit our web site at www.maine.gov/revenue.

Lines 8-11. Residency Status. See General Instructions on page 4 to determine your residency status. Check the appropriate box on your return. Note: Check box 8a if you are claiming "Safe Harbor" Residency status for all or part of the year. **If you check the box on line 8a, 9, 10 or 11, enclose a copy of your federal return.**

Schedule NRH. Check the red box below line 11 if you are completing and filing Schedule NRH with Form 1040ME. For more information on Schedule NRH, see pages 4, 29 and 30 of the nonresident long form booklet.

Line 12. Age and Blindness. Check the appropriate boxes for you and your spouse if you or your spouse were 65 or over and/or blind for federal income tax purposes.

Line 13. Exemptions. Enter the total number of exemptions properly claimed on your federal return.

STEP 3: CALCULATE YOUR TAXABLE INCOME

Line 14. Federal Adjusted Gross Income. Enter the amount of income shown on your federal income tax return (federal Form 1040EZ, line 4 or 1040A, line 21 or 1040, line 37). Enter negative amounts with a minus sign in the box immediately to the left of the number.

Line 15. Income Modifications. You must complete this line if you have income that is taxable by the state but not by the federal government (additions) or income that is taxable by the federal government but not by the state (subtractions). **Complete Schedule 1 on page 19 to calculate your entry for this line.** Enter a negative amount with a minus sign in the box immediately to the left of the number.

Part-year residents, Nonresidents and "Safe Harbor" residents: See instructions for Schedule NR or NRH.

Line 17. Deduction. If you itemize deductions on your Maine return (based on federal itemized deductions), you must file using the long form, Form 1040ME, and complete Schedule 2 on page 19. (NOTE: If your filing status is nonresident alien, you must use itemized deductions.) If you use the standard deduction on your federal return, you must use the Maine standard deduction on your Maine return. In 2007, the Maine standard deduction amounts may differ from federal standard deduction amounts.

The Maine standard deduction amounts are listed below.

MAINE STANDARD DEDUCTION AMOUNTS:

SINGLE -----	\$5,350
MARRIED FILING JOINTLY OR QUALIFYING WIDOW(ER) -----	\$8,900
HEAD OF HOUSEHOLD -----	\$7,850
MARRIED FILING SEPARATELY -----	\$4,450

IF YOU CAN BE CLAIMED AS A **DEPENDENT** on another person's return, the standard deduction is the greater of \$850 or earned income plus \$300 (up to the standard deduction amount shown above for your filing status).

Additional Standard Deduction for Age and/or Blindness:

Unmarried (single or head of household): the additional amount is \$1,300 if the individual is 65 or over OR blind; \$2,600 if the individual is both 65 or over AND blind.

Married (whether filing jointly or separately) or a qualified widow(er): the additional standard deduction is \$1,050 if one spouse is age 65 or over OR blind; \$2,100 if one spouse is 65 or over AND blind; \$2,100 if both spouses are 65 or over OR blind; \$4,200 if both spouses are 65 or over AND blind, etc.

NOTE: If married filing separately, the additional deduction amounts pertaining to your spouse apply only if you can claim an exemption for him/her.

Line 18. Exemption. Multiply the total number of exemptions on line 13 by \$2,850 and enter the result on this line.

Caution: If you filed federal Form 1040EZ and checked one or both boxes on line 5 of that form and line F of the “Worksheet for dependents who checked one or both boxes on line 5” is zero (see reverse side of federal Form 1040EZ), enter zero on line 18 of your Maine long form. If you checked one or both boxes on federal Form 1040EZ, line 5 and line F of the worksheet is \$3,400, enter \$2,850 on line 18 of your Maine long form.

STEP 4: CALCULATE YOUR TAX AND CREDITS

Line 20. Income Tax. Find the tax for the taxable income on line 19 in the tax table on pages 31 through 35 or compute your tax based on the tax rate schedule on page 35.

Line 21. Tax Additions. See Maine Schedule A on page 21 and instructions beginning on page 10. If you are required to complete Section 1 of Schedule A, enter on this line the amount from line 4 of Maine Schedule A.

Line 22. Low-Income Tax Credit. If your taxable income, line 19, is \$2,000 or less, neither you nor your spouse (if married) is claimed as a dependent on somebody else’s return, and you are not subject to the Maine Minimum Tax, you are entitled to a credit equal to the income tax that would normally be due. If you qualify, enter the amount from line 20 plus line 21 on this line. **You are not required to file a return if you qualify for this credit.** However, you must file a return to claim any refund due to you.

Line 24. Tax Credits. See Maine Schedule A on page 21 and instructions beginning on page 10. If you qualify for any of the credits listed, complete Section 2 of Maine Schedule A. Enter the amount from line 21 of Maine Schedule A on this line.

Line 25. Nonresident/“Safe Harbor” Resident Credit. Enter the amount of nonresident credit from either Maine Schedule NR, line 9 or Maine Schedule NRH, line 11. Attach the completed schedule and related worksheets to your return. **Also, enclose a copy of your federal return and all W-2 forms. If you were assigned to temporary duty outside Maine, also enclose copies of your TDY papers.**

Line 26. Net Tax. Subtract lines 24 and 25 from line 23. **Nonresidents and “Safe Harbor” Residents only: show negative amounts with a minus sign in the box to the left of the number. A negative amount represents unused business credits claimed on Schedule A that may be carried over. See instructions for Maine Schedule A.**

STEP 5: CALCULATE YOUR TAX PAYMENTS

Line 28a. Maine Income Tax Withheld. Enter the total amount of Maine income tax withheld. Enclose (**do not staple or tape**) supporting W-2, 1099 and 1099ME forms. Unless the 1099 form is required as supporting documentation for another schedule or worksheet, only send 1099 forms if there is State of Maine income tax withheld shown on them. Legible photocopies of your W-2 and 1099 forms on 8 1/2 by 11 inch paper are preferred.

Line 28b. 2007 Estimated Tax Payments and 2006 Credit Carried Forward. Enter the total amount of estimated taxes actually paid for 2007 and any 2006 credit carried forward. See General Instructions on page 5 for further explanation of estimated payments. **Nonresident individuals:** also enter on this line amounts withheld in 2007 on the sale of real estate in Maine. Enclose a copy of Form REW-1 to support your entry.

Line 28d. Refundable Child Care Credit. Enter the amount of refundable Child Care Credit from the Child Care Credit Worksheet, line 5 on page 22.

STEP 6: CALCULATE YOUR USE TAX, VOLUNTARY CONTRIBUTIONS, PARK PASSES

Line 31. Use Tax (Sales Tax). If you have purchased items for use in Maine from retailers who do not collect the Maine sales tax (such as businesses in other states and many mail order and internet sellers), you may owe Maine use tax on those items. The use tax is calculated at the same rate as the sales tax. The rate of tax for purchases in 2007 is 5%. If you paid another state’s sales or use tax on any purchase, that amount may be credited against the Maine use tax due on that purchase. If you do not know the exact amount of Maine use tax that you owe, either multiply your Maine adjusted gross income from line 16 by .04% (.0004) or use the table below. **NOTE:** If you use the percentage method or the table and owe use tax on items that cost \$1,000 or more, you must add the tax on those items to the percentage or table amount. Use Tax on items that cost more than \$5,000 **must** be reported on an individual use tax return by the 15th day of the month following its purchase. If it is determined that you owe more use tax than what is shown on your return, you may be subject to an assessment for the additional use tax plus interest and penalty. For additional information on Maine use tax visit www.maine.gov/revenue/salesuse/usetax/usetax.html or call (207) 624-9693.

USE TAX TABLE					
Maine Adjusted Gross Income		Use Tax Amount	Maine Adjusted Gross Income		Use Tax Amount
At Least	Less Than		At Least	Less Than	
\$ 0	\$ 6,000	\$ 2	\$30,000	\$36,000	\$ 14
6,000	12,000	5	36,000	42,000	17
12,000	18,000	7	42,000	48,000	19
18,000	24,000	10	48,000	54,000	22
24,000	30,000	12	54,000	60,000	24
\$60,000 and up — .04% of Maine 1040ME, Line 16					

Line 32. Voluntary Contributions and Park Passes. Enter the total of your voluntary contributions and state park pass purchases from Schedule CP, line 14. See page 23.

STEP 7: CALCULATE YOUR REFUND OR BALANCE DUE

Line 34b. Refund. Refunds of \$1.00 or more will be issued to you. Checks that are returned to us cannot be remailed until the correct address is known.

Lines 34c-34e. Direct Deposit of Refund. You may have your refund directly deposited into your checking or savings account (if it is \$5,000 or less) or to an existing NextGen College Investing Plan® Account (NextGen Account). The NextGen Program is administered by the Finance Authority of Maine. **ENTRIES MUST BE ACCURATE.** You should call your bank to make sure your direct deposit will be accepted and to get the **correct** routing number and account number. Fill in the requested information on lines 34c, 34d and 34e.

34c. Routing Number (“RTN”): The routing number must be 9 digits. The RTN must begin with 01 through 12 or 21 through 32. If it does not, the direct deposit will be rejected and a refund check will be sent instead. **(NOTE:** If you are directing your refund to your NextGen Account, enter the following RTN: **043000261**).

34d. Bank Account or NextGen Account Number: Your account number can be up to 17 characters (both numbers and letters). Include hyphens, but omit spaces and special symbols. Enter the number from left to right and leave any unused boxes blank. **NOTE:** For NextGen Accounts, the account number is the account owner’s 9-digit social security number. *If your account number is listed incorrectly or is invalid, the direct deposit will be rejected and a refund check will be sent instead.*

34e. Type of Account: Indicate whether the account is a checking, savings, or NextGen Account. *NOTE:* Except for NextGen Accounts, the account to receive the direct deposit must be in your name. If you are married, the account can be in either name or in both your names. Some banks, however, will not allow a joint refund to be deposited into an individual account. Refunds directed to your NextGen Account are subject to the terms and conditions of the Program Description, Participation Agreement and any Supplement(s).



pay it. Remit your payment using Maine EZ Pay at www.maine.gov/revenue or enclose (**do not staple or tape**) a check or money order payable to Treasurer, State of Maine with your return. Include your complete name, address and telephone number on your check or money order. We will send you a receipt for your payment only if you request it in writing and if you include a stamped, self-addressed envelope with your request.

Sample Check

JOHN DOE
JANE DOE
123 Main St
Anyplace, ME 04000

PAY TO THE ORDER OF _____ \$ _____ DOLLARS

ANYPLACE BANK
Anyplace, ME 04000

For _____

I: 250250025 202020 " 86 " 1234

1234
1500000000

Routing number (line 34c)
Account number (line 34d)
Do not include the check number

Note: The routing and account numbers may be in different places on your check.

Concerned About the Rising Cost of College?

Maine has a way to assist families in preparing for higher education costs—the *NextGen[®] Matching Grant Program*. Qualified families can receive a \$200 Initial Matching Grant when opening an account with just \$50. Though there are income limits to receive matching grants, anyone, regardless of income, can start a NextGen[®] Account. Call the Finance Authority of Maine at 800-228-3734 or visit www.famemaine.com for more information.



Line 35b. Underpayment Penalty. If line 27 less the sum of lines 28a, 28d and REW amounts included in line 28b is \$1,000 or more, use Form 2210ME to see if you owe an underpayment of estimated tax penalty. To obtain Form 2210ME, download the form at www.maine.gov/revenue/forms or call (207) 624-7894.

Line 35c. Total Amount Due. This is the amount you owe. Do not send cash. If the amount you owe is less than \$1.00, do not

Line 36. FOR MAINE RESIDENTS ONLY: Maine Residents Property Tax and Rent Refund Program - The "Circuit Breaker Program." Check this box if you would like to receive a Maine Residents Property Tax and Rent Refund Application in August for property taxes assessed or rent paid in 2007. *The Maine Residents Property Tax and Rent Refund program is a property tax relief program for qualified homeowners or renters who live in Maine. Although the program that begins August 1, 2008 may change, the current program (that ends June 2, 2008) is generally available to Maine residents with 2006 household income less than \$105,750 for multi-member households or less than \$80,750 for single-member households. Also, your 2006 property taxes must have been greater than 4% of your income or your 2006 rent must have been greater than 20% of your income.* For more information or to file or download an application for the current program (through June 2, 2008) visit, www.maine.gov/revenue/taxrelief/tnr.htm. **The application for refunds of property tax assessed or rent paid in 2007 will be mailed to you in August 2008 unless your income on line 16 exceeds the income limits for this program.**

THIRD PARTY DESIGNEE. If you would like to allow another person to discuss your 2007 Maine Individual Income Tax Return with Maine Revenue Services ("MRS"), check the "Yes" box. Also enter the person's name, phone number, and any 5-digit number the person chooses as their personal identification number ("PIN"). This PIN will be used to ensure MRS employees only speak with the individual you have designated. If you want the paid preparer who signed your return to discuss your return with Maine Revenue Services, enter "Preparer" on the line for Designee's Name and the selected 5-digit PIN.

If you check the "Yes" box, you are authorizing Maine Revenue Services to call, or accept information from, the person you have chosen if there are any questions or if additional information is needed to process your tax return.

This authorization will automatically end no later than the due date (without regard to extensions) for filing your 2008 tax return. For most people, this is April 15, 2009.

NOTE: Use the form below only if you are making a payment.

2007 1040EXT-ME

STATE OF MAINE EXTENSION PAYMENT VOUCHER for INDIVIDUAL INCOME TAX



0701600



Pay electronically using **Maine EZ Pay** at www.maine.gov/revenue and eliminate the need to file 1040EXT-ME or mail this completed form to make your extension payment.

Please Type or Print

Your first name	Initial	Your last name	Your social security number
Spouse's first name	Initial	Spouse's last name	Spouse's social security number
Address (number and street)			Amount of payment
City			\$ _____ , _____ . _____
State		Zip code	

If you make a payment using this voucher, you must use a Long Form (1040ME) when you file your return.

NOTE: If you are married and file a joint return with your spouse, enter your spouse's name and social security number in the spaces provided.

Write your social security number on your check.



Detach this voucher and mail with check or money order payable to "TREASURER, STATE OF MAINE" to: Maine Revenue Services, P.O. Box 9114, Augusta, ME 04332-9114

SPECIFIC INSTRUCTIONS for MAINE SCHEDULES

SCHEDULE 1 — INCOME MODIFICATIONS — See page 19

Line 1. ADDITIONS to federal adjusted gross income. *Also include the taxpayer's distributive share of addition modification items from partnerships and S corporations.*

Line 1a. Income from municipal and state bonds, other than Maine. Enter the income from municipal and state bonds, other than Maine, that is not included in your federal adjusted gross income. For example, enter interest from City of New York bonds on this line. However, do not enter interest from Portland, Maine bonds.

Line 1b. Net Operating Loss Recovery Adjustment. Enter on this line any amount of federal net operating loss carry forward that has been previously used to offset Maine addition modifications. For more information and examples, go to the MRS web site at www.maine.gov/revenue/forms (select *Income Tax Guidance Documents*).

Line 1c. Maine State Retirement Contributions. Enter the amount of your 2007 Maine State Retirement Contributions on this line. To calculate this amount, subtract your federal wages from your state wages appearing on your 2007 State of Maine W-2 form. These contributions are tax deferred for federal tax, but are subject to Maine income tax.

Line 1d. Domestic Production Activities Deduction Add-back. Enter the amount claimed as a domestic production activities deduction on federal Form 1040, line 35.

Line 1e. Section 179 Expense Add-back. Federal adjusted gross income must be increased by the net effect of the increase in section 179 expense due to federal law changes enacted during and since 2003. The amount of this modification is determined by first recalculating the section 179 expense on federal Form 4562 exclusive of all section 179 expense increases. Enter on line 1e the difference between this recalculated section 179 expense amount and the original section 179 expense claimed for federal income tax purposes. **If the difference is less than zero, enter zero.** Enclose both the actual and pro forma versions of federal Form 4562 with the Maine return. Property expensed under the provisions of section 179 at the federal level cannot be capitalized for Maine purposes. For more information and examples, go to the MRS web site at www.maine.gov/revenue/forms (select *Income Tax Guidance Documents*).

Line 1f. Fiduciary Adjustment - additions only. If applicable, enter your share of a fiduciary adjustment relating to income from an estate or trust (36 M.R.S.A. § 5122(3)). You must attach a copy of your federal Schedule K-1 to verify your share of income.

Line 1g. Other. Enter on this line: • the amount of loss, deductions and other expenses of a financial institution subject to Maine franchise tax that are included in your federal adjusted gross income due to an ownership share in the financial institution that is a partnership, S corporation, or entity disregarded as separate from its owner • amounts claimed as a business expense for federal tax purposes that are included in the investment credit for the high-technology investment tax credit • qualified tuition and other education expenses deducted on federal Form 1040 or Form 1040A. *List the source of each amount claimed in the space provided. Attach supporting documentation when claiming an amount on this line.*

Line 2. SUBTRACTIONS from federal adjusted gross income. NOTE: You may only subtract the items listed below on this schedule. *Also include the taxpayer's distributive share of subtraction modification items from partnerships and S corporations.* If you are a part-year resident, nonresident or a "Safe Harbor" resident and have non-Maine-source income, see Schedule NR or NRH included in the nonresident long form booklet. If you are a resident of Maine and have income taxed by another state, see Schedule 3 on page 22.

Line 2a. U.S. Government Bond Interest. Enter your income from direct obligations of the United States Government, such as Series EE and Series HH Savings bonds and U.S. Treasury bills and notes. Include on this line only the amount of interest included in your federal adjusted gross income. You must include supporting documentation if the amount deducted exceeds \$25,000.

Line 2b. State Income Tax Refund (Only if included in federal income). If you include a state or local income tax refund on line 10 of federal Form 1040, enter the amount on this line.

Line 2c. Social Security and Railroad Retirement Benefits included in federal adjusted gross income. Social Security benefits issued by the U.S. Government and Railroad Retirement benefits (Tier 1 and Tier 2)

issued by the U.S. Railroad Retirement Board are not taxed by the State of Maine. Also, unemployment and sick benefits issued by the Railroad Retirement Board are not taxable to Maine. However, benefits issued by the Canadian Railroad Retirement Board are taxable as Maine income.

Line 2d. Pension Income Deduction. Enter the amount from line 8 of the Worksheet on page 20. You must include copies of your 1099 forms to verify the deduction amounts claimed.

Line 2e. Interest from Maine Municipal General Obligation & Private Activity Bonds included in federal adjusted gross income. You may have this type of interest included in your federal adjusted gross income. Interest from these bonds is exempt from state income tax, even if taxed on the federal return. If you have interest of this type included in your federal adjusted gross income, enter the amount on this line. You must include supporting documentation if the amount deducted exceeds \$25,000.

Line 2f. Premiums for Long-Term Care Insurance. Enter on this line premiums paid for long-term care insurance. To qualify, the insurance policy on which the premiums are paid 1) must meet the federal definition for a long-term care insurance contract (IRC § 7702B(b)) (these are long-term care premiums that generally qualify for federal itemized deductions), or 2) *must be certified by the Maine Bureau of Insurance.* Premiums claimed must be reduced by any premiums claimed as Maine itemized deductions and by any premiums included in the federal self-employed health insurance deduction claimed on federal Form 1040, line 29.

Line 2g. Maine State Retirement System Pick-Up Contributions. Enter contributions paid to you in 2007 that have been previously taxed by the state. Use this line only if you retired after 1988 and are receiving retirement benefits from the Maine State Retirement System (MSRS). To calculate the amount for this line, subtract the state taxable gross amount from the federal taxable gross amount shown on the check stub of your last pension check received from MSRS in 2007 (if you have a Form 1099-R issued by the Maine State Retirement System, subtract the amount in box 12 from the amount in box 2a). Also enter on this line MSRS rollover amounts previously taxed by the state, whether or not included in federal adjusted gross income.

Line 2h. Federal Work Opportunity Credit/Empowerment Zone Credit Deduction. Enter on this line the amount of the reduction in your salaries and wages expense deduction directly related to claiming the federal Work Opportunity Credit or Empowerment Zone Credit. These amounts are reported on federal Form 5884, line 2 or federal Form 8844, line 2. Note: amounts from Form 8844 will also include wages related to the federal Renewal Community credit.

Line 2i. Fiduciary Adjustment - subtractions only. If applicable, enter your share of a fiduciary adjustment relating to income from an estate or trust (36 M.R.S.A. § 5122(3)). You must attach a copy of your federal Schedule K-1 to verify your share of income.

Line 2j. Bonus Depreciation/Section 179 Expense Recapture. Amounts required to be added to income under 36 M.R.S.A. § 5122(1)(N) (36 M.R.S.A. § 5200-A(1)(N) with respect to individual owners of certain electing S corporations) may be recaptured over the life of the applicable asset. For property placed in service in 2002, addition modifications may be recaptured in equal amounts over the remaining life of the asset beginning in 2004. For assets placed in service after 2002, 5% of the addition modification is recaptured in the tax year immediately following the year the asset was placed in service, with the remaining 95% recovered in subsequent tax years, in equal installments, over the remaining life of the applicable asset. For more information and examples, visit www.maine.gov/revenue/forms and select *Income Tax Guidance Documents*.

Line 2k. Other Deductions. Unless specifically stated, do not enter non-Maine income on this line. Enter ONLY items specifically listed. List the source of each amount claimed in the space provided and attach supporting documentation when claiming an amount on this line. Except for net operating losses carried forward from previous tax years pursuant to 36 M.R.S.A. § 5122, enter only amounts included in federal adjusted gross income. Enter on this line: • military compensation received only by a nonresident servicemember • up to \$250, per beneficiary, of contributions made to a Maine or non-Maine qualified state tuition program ("529 college savings plan") • Maine Lottery or Tri-State Lottery winnings received in 2007 won prior to January 1, 1987 • settlement payments received by

Holocaust victims that are included in federal adjusted gross income • account proceeds from a Family Development Account administered by FAME • net operating losses carried forward from previous tax years pursuant to 36 M.R.S.A. § 5122(2)(H) or § 5122(2)(P) or, for individual owners of certain electing S corporations, net operating losses carried forward from previous tax years pursuant to § 5200-A(2)(H) & § 5200-A(2)(L) • earnings from fishing operations that were contributed to a capital construction fund • income from investments in the Northern Maine Transmission Corporation • interest income and capital gains from the sale of bonds issued relative to the Maine Waste Management & Recycling

Program to the extent included in federal adjusted gross income • all items of income, gain, interest, dividends, royalties and other items of income of a financial institution subject to the Maine franchise tax that are included in your federal adjusted gross income due to an ownership share in the financial institution that is a partnership, S corporation, or entity disregarded as separate from its owner • the total of capital gains and ordinary income resulting from depreciation recapture pursuant to Code sections 1245 and 1250 realized on the sale of multifamily affordable housing property certified by the Maine State Housing Authority. A copy of the MSHA certificate must be attached to the return.

SCHEDULE 2 — ITEMIZED DEDUCTIONS — See page 19

Line 4. Total Itemized Deductions. Federal Form 1040. Enter your total itemized deductions as shown on federal Schedule A, line 29.

Line 5a. Income Taxes Imposed by this State or any other taxing Jurisdiction or General Sales Taxes included in Line 4. Enter the total of state and local income taxes or sales taxes included in line 4. **Note:** If line 14, Form 1040ME, exceeds \$156,400 (\$78,200 if married filing separate), complete the worksheet on page 20 to calculate the amount for line 5a.

Line 5b. Deductible costs, included in Line 4, incurred in the production of Maine exempt income. Enter any interest or other expense items attributable to income not taxable under Maine law.

Line 6. Deductible costs of producing income exempt from federal income tax but taxable by Maine. Enter any interest or other expense items attributable to income taxable under Maine law, but exempt from federal income tax. Enter only amounts not included on line 4.

SCHEDULE A — MAINE TAX ADJUSTMENTS — See page 21

NOTE: If you file **Schedule NRH**, multiply the joint amount (for both you and your spouse) of Schedule A, lines 3c, 5 and 7 by the percentage listed on Schedule NRH, Column B, line 7. Enter the result on the appropriate line of Schedule A. Also, see the note below if you are filing as a nonresident or “Safe Harbor” resident individual.

SECTION 1 - TAX ADDITIONS:

NOTE: Nonresidents/Part-year residents/“Safe Harbor” residents: Enter on Schedule A, lines 1 and 2, the amounts that relate to Maine-source income only. Do not include amounts based on pension income otherwise exempt from state taxation by federal law (Public Law 104-95).

Line 1. RETIREMENT PLAN DISTRIBUTIONS. If you choose to compute a separate federal tax on a lump-sum distribution from a retirement plan, you are subject to an additional Maine tax equal to 15% of the federal tax.

NOTE: Distributions of Maine State Retirement System contributions previously taxed by Maine are not subject to this special tax.

Line 2. EARLY DISTRIBUTION FROM QUALIFIED RETIREMENT PLANS. If you are subject to the special federal tax on an early distribution from a qualified retirement plan, you are subject to an additional Maine tax equal to 15% of the federal tax. **NOTE:** Distributions of Maine State Retirement System contributions previously taxed by Maine are not subject to this special tax.

Line 3a. MAINE MINIMUM TAX. Resident, part-year resident, nonresident and “Safe Harbor” resident individuals must complete the Maine Minimum Tax Worksheet to determine whether they owe a Maine minimum tax **only** if the total of Maine tentative alternative minimum taxable income (“AMTI”) (federal Form 6251, line 28 plus Maine addition income modifications [see the Maine Minimum Tax Worksheet for line 2]) is greater than the applicable Maine minimum tax exemption amount shown below. Individuals not required to file federal Form 6251 must complete a pro forma Form 6251 to determine the federal alternative minimum taxable income amount for Maine purposes. Taxpayers that do not owe a Maine minimum tax are not required to file the Maine minimum tax worksheet with their Maine income tax return.

and Maine tentative

If your filing status is:	AMTI is not greater than:	Exemption is:
Single or Head of Household.....	\$112,500*.....	\$33,750
Married filing Jointly		
or Qualifying Widow(er)	\$150,000*.....	\$45,000
Married Filing Separately.....	\$75,000*.....	\$22,500

*If the total of federal Form 6251, line 28 and Maine addition modifications is greater than the income amounts shown in the table above, use the Maine Minimum Tax worksheet for line 4 to determine the applicable exemption amount.

If you exceed these thresholds, you must complete a Maine Minimum Tax Worksheet to determine whether you owe Maine minimum tax. **See instructions and supporting Worksheets available at www.maine.gov/revenue/forms or call (207) 626-8475.**

Line 3b. Pine Tree Development Zone Credit. Complete and enclose the worksheet(s) available at www.maine.gov/revenue/forms or call (207) 626-8475.

SECTION 2 - TAX CREDITS:

NOTE: Personal credits on lines 5, 6 and 7 taken by part-year resident, nonresident and “Safe Harbor” resident taxpayers and certain resident taxpayers filing Schedule NRH must be prorated based on the ratio of income subject to Maine tax to total income. For lines 5 and 7, this is done on Schedule NR, line 8 or Schedule NRH, line 10. Line 6 is prorated on the Worksheet for Child Care Credit. Unless otherwise stated, Maine business credits may be claimed in their entirety, up to the Maine tax liability. Carryover provisions may apply.

Tax Credit Worksheets Required. Except for line 11, you must complete and attach a tax credit worksheet for each tax credit claimed. Tax credit worksheets may be downloaded from the internet. Go to www.maine.gov/revenue/forms (select *Worksheets for Tax Credits*). You may also order worksheets by telephone by calling (207) 624-7894.

Line 9. MAINE SEED CAPITAL CREDIT. The Finance Authority of Maine (“FAME”) administers this program. FAME issues a tax credit certificate after verifying the eligibility of the investor. The taxpayer must enclose a copy of the certificate with Schedule A, Form 1040ME when requesting a tax credit under this program. This credit is limited to 50% of the Maine income tax due. Carryover provisions and other limitations apply. More information is available at www.famemaine.com/business/equityCapital_MaineSeedCapitalTax.asp or call FAME at (207) 623-3263. 36 M.R.S.A. § 5216-B.

Line 10. EMPLOYER-ASSISTED DAY CARE CREDIT. An employer may claim a credit for providing day care services for or paying day care expenses of employees. This credit is limited to the lowest of \$5,000, 20 percent of the cost incurred, or \$100 per child enrolled on a full-time basis. It cannot exceed the Maine income tax due. This credit doubles if the child care provided is quality child care as defined by 36 M.R.S.A. § 5219-Q(1). Carryover provisions apply. 36 M.R.S.A. § 5217.

Line 11. FOREST MANAGEMENT PLANNING CREDIT. Once every 10 years an individual taxpayer is allowed a credit of up to \$200 for expenses incurred in developing a forest management and harvest plan for a parcel of forest land more than 10 acres and located in Maine. A professional forester who is not in the regular employ of the owner must prepare the plan. The taxpayer claiming the credit must attach to the income tax return a statement from the forester supporting the claim and a sworn statement that the credit has not been claimed in the previous 10 years. 36 M.R.S.A. § 5219-C.

Line 12. RESEARCH EXPENSE TAX CREDIT. The credit equals 5% of qualified research expenses incurred during the taxable year that exceed the average qualified research expense for the previous three tax years, plus 7.5% of the basic research payments determined pursuant to IRC § 41(e)(1)(A). Only expenditures for research conducted in Maine qualify for the credit. The term “qualified research” is defined in IRC § 41(d). The credit is limited to the tax liability of the taxpayer. Carryover provisions apply. 36 M.R.S.A. § 5219-K.

Line 13. RESEARCH & DEVELOPMENT SUPER CREDIT. Businesses whose research expenses increased by more than 50% over the average research expenses incurred in the 3 tax years immediately preceding June 12, 1997 qualify for the credit. The credit is equal to the excess

over 150% of the 3-year average. It is limited to 50% of the net income tax due after other credits and may not reduce the taxpayer's tax liability to less than the net tax liability in the preceding year after other credits. Carryover provisions apply. 36 M.R.S.A. § 5219-L.

Line 14. HIGH-TECHNOLOGY CREDIT. Businesses primarily engaged in high-tech activities and that (a) lease, (b) purchase and use, or (c) purchase and lease computer equipment, electronic components and accessories, communications equipment or computer software placed in service in Maine and used in "high-technology activities" qualify. The credit is equal to the adjusted basis of eligible equipment for federal income tax purposes or the amount of lease payments made (by lessee) minus any lease payments received for the eligible equipment during the tax year. The reimbursement period for the Business Equipment Tax Reimbursement must be reduced one year for each tax year the eligible equipment is included in the basis for the High-Technology Credit. Also, Maine taxable income must be increased by the amount of the investment credit base also claimed as a business expense for federal income tax purposes. In 2004, a change in the definition of qualified lessor was enacted by the legislature. A qualified lessor is now defined to require that: 1) the equipment being leased must be used primarily in a high technology activity; 2) the lessor derives no more than 1/3 of aggregate lease payments from the lease of eligible equipment; and 3) the lease qualifies as a lease for federal purposes under Revenue Procedure 2001-28. A qualified lessor may claim a high-technology credit with regards to leased equipment **only** if the lessee waives the right to claim the credit. This change applies to tax years beginning after 2003. Other limitations apply. Carryover provisions apply. 36 M.R.S.A. § 5219-M.

Line 15. MAINE MINIMUM TAX CREDIT. Enter the amount from line 20 of the Maine Minimum Tax Worksheet available at www.maine.gov/revenue/forms or call (207) 626-8475.

Line 16. MEDIA PRODUCTION TAX CREDIT. A media production company engaged in a media production that is certified by the Department of Economic and Community Development is allowed a nonrefundable credit equal to the tax on income related to the certified media production. Unused credit amounts may not be carried over to prior or future years. Businesses claiming the Pine Tree Development Zone tax credit are not eligible for this credit. Copies of the Media Production Certificate and the Media Production Wage Reimbursement and Tax Credit Certificate must be attached to your return. 36 M.R.S.A. § 5219-Y.

Line 17. PINE TREE DEVELOPMENT ZONE TAX CREDIT. A taxpayer engaged in the business of financial services, manufacturing or a targeted technology, as defined by 5 M.R.S.A. § 15301, that is located within a Pine Tree Development Zone may be eligible for this credit. Certain manufacturers are not required to be located in a Pine Tree Development Zone. To be eligible, the taxpayer must add new, full-time jobs that meet certain wage requirements and offer new employees retirement and health care benefits. Application for certification must be submitted to the Department of Economic and Community Development. The credit is equal to 100% of the income tax liability associated with qualified activity for each of the first five tax years. The credit is 50% of the Maine tax liability for each of the second five tax years. For further information, the credit application worksheet, instructions and forms, see the MRS web site at www.maine.gov/revenue/forms. 36 M.R.S.A. § 5219-W.

LINE 18. OTHER TAX CREDITS. Enter the sum of the following credits. List the name of each credit claimed in the space provided.

• **BIOFUEL PRODUCTION TAX CREDIT.** A taxpayer is allowed a credit for the production of biofuel equal to 5¢ per gallon of biofuel produced. Biofuel means "any liquid or gaseous product or energy source... that is derived from agricultural crops or residues or from forest products or byproducts, as distinct from petroleum or other fossil carbon sources." The credit cannot reduce tax liability below zero, but unused amounts may be carried forward for up to ten taxable years. The taxpayer must obtain certification from the Maine Department of Environmental Protection as to the biofuel eligible for the credit. A copy of the certificate must be attached to the return. 36 M.R.S.A. § 5219-X

• **CLEAN FUEL CREDIT.** The credit equals 25% of expenditures made or incurred during the tax year for construction, installation of, or improvements to any filling station or charging station in Maine for the purpose of providing clean fuels to the general public for use in motor vehicles. The credit automatically expires for tax years ending after December 31, 2008. 36 M.R.S.A. § 5219-P.

• **EMPLOYER-PROVIDED LONG-TERM CARE CREDIT.** An employer may claim a credit for expenses incurred in providing long-term care policy coverage as part of an employee benefit package. To qualify, the insurance policy on which the premiums are paid must be certified by the Maine Bureau of Insurance or the policy must meet the federal definition for a long-term care insurance contract (IRC § 7702-B(b)). The credit is limited to the lowest of \$5,000, 20 percent of the cost incurred, or \$100 per employee covered. 36 M.R.S.A. § 5217-C.

• **CREDIT FOR DEPENDENT HEALTH BENEFITS PAID.** Employers that offer a qualified health benefit plan and that employ fewer than 5 employees may qualify for a credit equal to the lesser of 20% of the dependent health benefits paid by the employer or \$125 per employee with dependent health benefits coverage. A taxpayer that employs 5 or more employees after qualifying for the credit may continue to qualify for the credit for another 2 years. The credit is limited to 50% of the income tax due. The credit is subject to additional restrictions. Carryover provisions apply. 36 M.R.S.A. § 5219-O.

• **FAMILY DEVELOPMENT ACCOUNT CREDIT.** This credit is available to contributors to family development matching fund accounts. The Finance Authority of Maine certifies the allowable credit for each contributor. A copy of the certificate must be attached to the return. The credit is nonrefundable and must be taken after all other credits. Amounts claimed may not be claimed as itemized deductions for Maine purposes. Other limitations apply. 36 M.R.S.A. § 5216-C.

• **HISTORIC REHABILITATION CREDIT.** The credit is equal to the amount of the federal credit for rehabilitation of certified historic structures located in Maine. The credit is nonrefundable and is limited to \$100,000 annually per taxpayer. The credit is subject to the same recapture provisions as under the Internal Revenue Code. 36 M.R.S.A. § 5219-R(1).

• **JOBS AND INVESTMENT TAX CREDIT.** A taxpayer, other than a public utility, may claim a tax credit for qualified jobs and investment subject to limitations. Eligibility for the credit requires the addition of (1) \$5 million of IRC § 38 property based on the Internal Revenue Code of 1954, as of December 31, 1985, § 38(b)(1), and (2) 100 new employees attributable to the investment in Maine during the 24 months after placing the property in service. This credit is limited to \$500,000 or the Maine income tax due, whichever is less. Jobs created between August 1, 1998 and October 1, 2001 must be covered by qualified retirement and health insurance plans and wages must be greater than the average per capita income in the labor market area in which the employee is employed. Carryover provisions apply. 36 M.R.S.A. § 5215.

• **CREDIT FOR POLLUTION CONTROL BOILERS.** A qualified business is allowed a credit of 1.5¢ per kilowatt-hour (or equivalent) produced by a pollution reducing boiler. The credit may not reduce the taxpayer's income tax liability below zero, but unused credit amounts may be carried over until exhausted. Eligible businesses and boilers must be certified by the Department of Environmental Protection. The credit is repealed December 31, 2009. 36 M.R.S.A. § 5219-Z.

• **QUALITY CHILD CARE INVESTMENT TAX CREDIT.** Individual taxpayers making certified quality child care investments of no less than \$10,000 qualify for a credit equal to \$1,000 each year for 10 years, plus \$10,000 at the end of the 10-year period. The credit is nonrefundable; however, unused credit amounts may be carried forward until used. The Maine Department of Health and Human Services ("DHHS"), Office of Child Care and Head Start must certify eligible investments. For questions about quality child care services and the certification process, call DHHS, Office of Child Care and Head Start at (207) 287-5099. 36 M.R.S.A. § 5219-Q.

• **WIND POWER GENERATOR CREDIT.** A community wind power generator that is certified by the Public Utilities Commission is entitled to an income tax credit for ten consecutive years following the commencement of operation. The credit is equal to the tax associated with the taxable income of the wind power generator. Qualified generators may also be eligible for sales tax exemptions and/or reimbursements. Effective August 23, 2006. 36 M.R.S.A. § 5219-AA.

Line 21. ALLOWABLE CREDITS. The credit amounts claimed on Schedule A are not refundable. The credits, except for the Pine Tree Development Zone Tax Credit, cannot be applied against the Maine Minimum Tax. The total credits claimed cannot exceed the Maine regular income tax otherwise due for the taxable year.

PART-YEAR RESIDENT, NONRESIDENT AND “SAFE HARBOR” RESIDENT INSTRUCTIONS

Nonresident individuals, including individuals who were nonresidents for only part of the year and “Safe Harbor” resident individuals, who have Maine-source income (described below) may owe a Maine income tax. The Maine tax is determined by first calculating a tax amount as if the part-year resident, nonresident or “Safe Harbor” resident were a Maine resident for the entire year and then reducing that amount by a “nonresident credit.” The Maine tax is calculated on the basis of the nonresident’s or “Safe Harbor” resident’s entire federal adjusted gross income and the Maine income modifications, itemized or standard deduction, personal exemption amount and credits. The nonresident credit is based on the amount of non-Maine source income. The nonresident credit is calculated on Schedule NR or Schedule NRH and entered on Form 1040ME, line 25. **Note: Nonresident minimum taxability threshold: You may not be required to pay a Maine tax or file a return if: 1) the number of days worked in Maine as an employee is 10 or less, and 2) your only Maine income is compensation for personal services. For more information, see Maine Revenue Services Rule 806 and 36 M.R.S.A. §§ 5142(8-A) and 5220(2) available on the MRS web site at www.maine.gov/revenue (select *Laws and Rules*).**

INCOME SUBJECT TO MAINE INCOME TAX:

A **part-year resident** is subject to Maine income tax on all income received while a resident of Maine, plus any income derived from Maine sources during the period of nonresidence. A **nonresident** or a **“Safe Harbor” resident**, is subject to Maine income tax only on income derived from sources within Maine. This includes the following:

1. Salaries and wages earned working in Maine, including all taxable benefits such as annual and sick leave;
2. Distributive share of income (loss) from partnerships and S corporations operating in Maine;
3. Shares of trust and estate income derived from Maine sources;
4. Income (loss) attributed to the ownership or disposition of real or tangible personal property in Maine;
5. Maine-source gain (or loss) from sale of a partnership interest.

NOTE: To determine the gain or loss from the sale of a partnership interest attributable to Maine, divide the original cost of all tangible property of the partnership located in Maine by tangible property everywhere. Tangible property includes real estate, inventory and equipment. If you don’t know these amounts, contact the partnership. If more than 50% of the partnership’s assets consist of intangibles, the gain (or loss) is allocated to Maine based on the sales factor of the partnership. Divide the sales in Maine for the last full tax year of the partnership preceding the year of sale by the total sales for that same year. Multiply the result by the gain or loss on the sale of the partnership interest reported on your federal return. “Sales” for purposes of computing the sales factor are defined in Rule No. 801(.08). *Include the gain (or loss) from the sales of a partnership interest on Worksheet B, Column E, line 6; and*

6. Maine State Lottery or Tri-State Lottery winnings from tickets purchased within Maine on or after July 13, 1993, including payments received from third parties for the transfer of rights to future proceeds related to Maine State Lottery or Tri-state Lotto tickets purchased in Maine plus all other income from gambling activity conducted in Maine on or after June 29, 2005.

Except for #5 above, income from intangible sources, such as interest, dividends, pensions, annuities, gains or losses attributable to intangible personal property, is not Maine-source income **unless** it is attributable to a business, trade, profession or occupation carried on in Maine.

SHOULD I FILE SCHEDULE NR OR SCHEDULE NRH?

Read the instructions on page 4. You must file Schedule NR if you are a part-year resident, nonresident or “Safe Harbor” resident individual required to file a Maine return, have income not taxable by Maine, and are using the same filing status used on your federal return.

You may elect to file single on the Maine return using Schedule NRH only if your filing status on your federal return is married filing jointly and your residency status is different from that of your spouse or both you and your spouse are nonresidents of Maine or “Safe Harbor” residents, but only one of you has Maine-source income. The nonresident or “Safe Harbor” resident spouse with no Maine-source income does not have to file a Maine return. Do not use Schedule NRH if your filing status on your federal return is single, head-of-household, or married separate.

IMPORTANT: Complete Worksheets A and B before completing Schedule NR or Schedule NRH. Also complete Worksheet C (Employee Apportionment Worksheet), if applicable. For a copy of Worksheet C, go to the Maine Revenue Service web site at: www.maine.gov/revenue/forms or call (207) 624-7894 (to order).

INSTRUCTIONS for WORKSHEET B - Income Allocation Worksheet for Part-year Residents/Nonresidents/“Safe Harbor” Residents

Part-year resident, nonresident and “Safe Harbor” resident individuals **must** complete *Worksheet B* to calculate Maine-source income for the entire taxable year. Married persons filing separate Maine income tax returns must complete separate Worksheets B.

Part-Year Residents: *If you are unable to determine the exact amount of income, other than wages, earned during the period of Maine residency, divide the total income earned by 12 and multiply the result by the number of months you were a resident. This method can be used to allocate interest, dividends, pension or annuity distributions or other income received from intangible sources. Generally, this method cannot be used to determine Maine-source business income, rental income, or capital gains since this income is determined on the basis of where the business activity occurs or the location of the property.*

NOTE: If you are filing Schedule NRH, **DO NOT** include your spouse’s income on Worksheet B.

Column A – Federal Income. Enter the amounts of income as reported on your federal return. Part-year resident, nonresident and “Safe Harbor” resident individuals must complete this column.

Column B – Maine Resident Period. Part-year residents, enter the portion from column A received during the period you were a Maine resident. If you were a nonresident of Maine for the entire year or a “Safe Harbor” resident, skip columns B and C and complete columns D and E.

Column C – Resident Period, income earned outside Maine. Part-year residents only - enter income from column B that you received while a resident of Maine that was earned outside Maine.

Column D – Nonresident Period. Enter income from column A that you received during the period you were a nonresident or “Safe Harbor” resident of Maine. Part-year resident, nonresident and “Safe Harbor” resident individuals must complete this column.

Column E – Nonresident Period Maine-source Income. Part-year resident, nonresident and “Safe Harbor” resident individuals must complete this column. Enter income from column D that you received while a nonresident or “Safe Harbor” resident that was derived from or connected with Maine sources (described above).

If necessary, use Worksheet C (Employee Apportionment Worksheet) at www.maine.gov/revenue/forms to calculate the amount for column E, line 1.

Instructions for using Worksheet B to complete Schedule NR, line 1.

1. Enter Worksheet B, column A, line 15 on Schedule NR, line 1, box A.
2. Add Worksheet B, column B, line 15 to Worksheet B, column E, line 15. Enter the total on Schedule NR, line 1, box B.
3. Subtract Worksheet B, column E, line 15 from Worksheet B, column D, line 15. Enter the result on Schedule NR, line 1, box C.
4. Follow the instructions for Schedule NR in order to complete lines 2 through 9 on Schedule NR.

Instructions for using Worksheet B continued on page 13.

Instructions for using Worksheet B to complete Schedule NRH, line 1.

1. Complete Worksheet B, columns A through E.
2. Complete Schedule NRH, column B, lines 1a-1f from corresponding lines from Worksheet B, column A. For example, enter Worksheet B, column A, line 1 on Schedule NRH, column B, line 1a. **NOTE:** Schedule NRH, column B, line 1f must equal Worksheet B, column A, line 15.

3. Complete Schedule NRH, column C, lines 1a-1f by subtracting corresponding lines on Worksheet B, column E, from Worksheet B, column D. For example, subtract Worksheet B, column E, line 1 from Worksheet B, column D, line 1 and enter the result on Schedule NRH, column C, line 1a.
4. Follow the instructions for Schedule NRH in order to complete lines 2 through 11 on Schedule NRH.

Instructions for Part-year Residents Eligible to Claim Both the Credit for Tax Paid to Other Jurisdictions and the Nonresident Credit

Generally, a part-year resident cannot claim both a nonresident credit (Form 1040ME, line 25) and a credit for income taxes paid to another jurisdiction (Form 1040ME, Schedule A, line 8). However, when a part-year resident of Maine earns income in another jurisdiction both as a resident and as a nonresident of Maine during the same tax year, the part-year resident may be able to claim both credits. The nonresident credit is calculated first and is based on the income earned while a nonresident of Maine. The credit for income taxes paid to another jurisdiction is calculated next and is based on the income earned while a resident. **This is the only time when a part-year resident can claim a credit for tax paid to other jurisdictions.** A part-year resident can usually claim a nonresident credit, provided that the individual had income while a nonresident of Maine. Following are examples of when a taxpayer can or cannot claim both credits:

Both Credits Allowable: A taxpayer lives in New Hampshire and works in Massachusetts. In June, the taxpayer moves from New Hampshire to Maine, but continues to work in Massachusetts. This taxpayer could claim both credits. The nonresident credit would be based on the income earned prior to moving to Maine. The credit for income taxes paid to another jurisdiction would be based on the income earned after moving to Maine that was also taxed by Massachusetts. The income earned before moving to Maine, although taxed by Massachusetts, could not be used when calculating the credit for income taxes paid to another jurisdiction because the taxpayer was not a resident of Maine at the time the income was earned.

Nonresident Credit Only: A taxpayer lives in New Hampshire and works in Massachusetts. In June, the taxpayer moves from New Hampshire to Maine. The job in Massachusetts is terminated at the time of the move and a new job is obtained in Maine. The taxpayer could claim a nonresident credit based on the income earned in Massachusetts while living in New Hampshire. The taxpayer could not claim a credit for income taxes paid to Massachusetts because none of the income taxed by Massachusetts was earned while the taxpayer was a Maine resident.

FOLLOW THESE STEPS IF YOU ARE CLAIMING BOTH CREDITS:

1. The Maine income tax return begins with federal adjusted gross income, regardless of residency status. This establishes the appropriate tax rate to be applied to the taxpayer's income earned in Maine or as a Maine resident. Complete Maine long Form 1040ME through the Total Tax line (1040ME, line 23). (If filing Schedule NRH, refer to the instructions for Schedule NRH.)
2. Complete Schedule A, Adjustments to Tax, exclusive of the credit for income taxes paid to another jurisdiction. The credit for tax paid to other jurisdictions will be calculated later. Do not calculate the Total Credits on Schedule A, line 19 at this point.
3. Calculate the nonresident credit using Schedule NR or NRH. Complete Schedule NR or NRH according to the instructions on the form.
4. Calculate the Credit for Taxes Paid to Other Jurisdictions on Schedule 3 on page 22. Enter on Schedule 3, line 1 the Maine adjusted gross income while a Maine resident (Form 1040ME, line 16 minus Schedule NR, line 6 or Schedule NRH, line 6, column C). Follow the instructions for completing lines 2, 3, and 5 on Schedule 3. On line 4a, enter your Maine tax (**1040ME, line 20 minus line 25**) and multiply the result by the percentage entered on line 3. On line 4b, if income taxes were paid to the other jurisdiction both while a resident and a nonresident of Maine, prorate the amount of income taxes paid to that jurisdiction based on the percentage of the income that was earned while a Maine resident. Enter Schedule 3, line 5 on Maine Schedule A, line 8.
5. Complete Maine Schedule A and the 1040ME long form return. Attach a copy of Schedule 3 and Schedule NR or NRH to your return.

An Unclaimed Property Message from

David G. Lemoine
Maine State Treasurer

The Office of the State Treasurer is currently holding
Unclaimed Property worth millions of dollars.

Some of it may be yours!

Visit us online at:

www.maine.gov/unclaimed



Maine *FastFile*

Electronic filing and payment services

Get your refund in as little as 7 days when Direct Deposit is used.

It's easy to file and pay electronically.
PINs and signature documents not needed.



I-FILE – Free Internet filing at: www.maine.gov/revenue. You fill out the information, we do the calculations. **NOTE:** 2007 Nonresidents and “Safe Harbor” residents may only use I-file if Maine income tax is **zero** before claiming the nonresident credit OR all income is from Maine-sources and you do not need to complete Schedule NR.

Not Online? No problem! Free internet access is available at most local libraries in Maine. See your librarian for details about free internet access.

MaineLibraries
something for everyone

www.MaineLibraries.com



E-FILE – See your tax preparer or, if you purchased tax preparation software, just follow the software’s instructions.

EZ-PAY – Pay your tax online quickly and easily. For your convenience, payments may be scheduled in advance and will automatically be withdrawn from your account on the payment date you select. Pre-register online with personal and bank account information. **NOTE:** *EZ-Pay does not replace the requirement to file a Maine income tax return.*

- ▶ Refunds in as little as 7 days with direct deposit to your bank account - and only 14 days or less with paper checks.
- ▶ 100% paperless, saves taxpayer dollars.
- ▶ Electronic payments.
- ▶ File now, pay later. Delay your payment until April 15, 2008.
- ▶ Join over 288,000 taxpayers using *FastFile*.

For more information, see www.maine.gov/revenue

FEDERAL INCOME TAX INFORMATION:

IRS *e-file* is a fast, accurate, safe and paperless way to file a Federal Income Tax Return. Get your refund in half the time, even faster and safer with Direct Deposit. If you owe tax, you can e-file and electronically pay in a single step. For more information about electronic filing, visit www.irs.gov, call (800) 829-1040 or ask your Authorized IRS *e-file* provider.





2007

For tax period 1/1/07 to 12/31/07 or

MAINE INDIVIDUAL INCOME TAX 1040ME LONG FORM

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0702100

____/____/07 to ____/____/____

DO NOT STAPLE OR TAPE FORMS TO YOUR RETURN. ENCLOSE CHECK OR MONEY ORDER AND W-2 OR 1099 FORMS IN THE ENVELOPE WITH YOUR RETURN.

STEP 1 Print Neatly in Blue or Black Ink, Using Uppercase Letters Only DO NOT USE RED INK

Form fields for Name, Spouse's Name, Mailing Address, City, State, Zip Code

IMPORTANT! You must enter your SSN(s) below.

Form fields for Social Security Numbers and Phone Numbers

NOTE: If either spouse is deceased, enter the date of death on the back of this page in the spaces provided above the signature area.

1 Maine Clean Election Fund. Maine Residents Only. 2 Check here if you were engaged in COMMERCIAL FARMING OR FISHING during 2007.

STEP 2 Your Filing and Residency Status, Number of Exemptions

FILING STATUS (Check one), RESIDENCY STATUS (Check one), 12 CHECK IF: You were, Spouse was, 13 Enter the TOTAL number of EXEMPTIONS claimed

STEP 3 Calculate Your Taxable Income

14 FEDERAL ADJUSTED GROSS INCOME. 15 INCOME MODIFICATIONS. 16 MAINE ADJUSTED GROSS INCOME. 17 DEDUCTION. 18 EXEMPTION. 19 TAXABLE INCOME.

STEP 4 Calculate Your Tax and Credits

20 INCOME TAX. 21 TAX ADDITIONS. 22 LOW-INCOME TAX CREDIT. 23 TOTAL TAX. 24 TAX CREDITS. 25 NONRESIDENT CREDIT. 26 NET TAX.



STEP 5 Enter Your Tax Payments and Refundable Credit	27 Amount from line 26. (NET TAX) If less than zero, enter zero here..... 27 _____
	28 TAX PAYMENTS. a Maine Income Tax Withheld. (Enclose W-2, 1099 and 1099ME forms) 28a _____ b 2007 Estimated Tax Payments and 2006 Credit Carried Forward. (Nonresidents: Include any REAL ESTATE WITHHOLDING Tax Payments) 28b _____ c Extension payment 28c _____ d Refundable child care credit. Enclose the Child Care Credit Worksheet. Enter amount from the Child Care Credit Worksheet, line 5 on page 22 28d _____ e TOTAL (Add lines 28a, b, c, and d) 28e _____
	29 INCOME TAX OVERPAID. If line 28e is larger than line 27, enter amount overpaid (Line 28e minus line 27) 29 _____
	30 INCOME TAX UNDERPAID. If line 27 is larger than line 28e, enter amount underpaid (Line 27 minus line 28e) 30 _____
	31 USE TAX (SALES TAX). (See instructions.) 31 _____
STEP 6 Calculate Your Use Tax and Voluntary Contributions	32 VOLUNTARY CONTRIBUTIONS and PARK PASSES. (From Schedule CP, line 14) .. 32 _____
	33 NET OVERPAYMENT. (Line 29 minus lines 31 and 32) – NOTE: If total of lines 31 and 32 is greater than line 29, enter as amount due on line 35a below 33 _____
	34 Amount to be CREDITED to 2008 estimated tax .. 34a _____ REFUND 34b _____ IF YOU WOULD LIKE YOUR REFUND SENT DIRECTLY TO YOUR BANK ACCOUNT (\$5,000 or less) OR TO YOUR NEXTGEN COLLEGE INVESTING PLAN® ACCOUNT, see the instructions on pages 7 and 8 and fill in the lines below.
STEP 7 Your REFUND or TAX DUE	 34c Routing Number* _____ 34e Type of Account: <input type="checkbox"/> Checking <input type="checkbox"/> Savings <input type="checkbox"/> NextGen® 34d Account Number* _____ *For NextGen Accounts, enter 043000261 on line 34c and the account owner's 9-digit social security number on line 34d.
	35 a TAX DUE. (Add lines 30, 31, and 32) - NOTE: If total of lines 31 and 32 is greater than line 29, enter the difference as an amount due on line 35a 35a _____ b Underpayment Penalty (Attach Form 2210ME) Check here if you checked the box on Form 2210, line 17 <input type="checkbox"/> 35b _____
	c TOTAL AMOUNT DUE. (Add lines 35a and 35b) (Pay in full with return) EZ PAY at www.maine.gov/revenue or ENCLOSE CHECK payable to: Treasurer, State of Maine. DO NOT SEND CASH..... 35c _____

36 FOR MAINE RESIDENTS ONLY: Check this box if you would like to receive a Maine Residents Property Tax and Rent Refund Application in 2008:
See instructions on page 8 for information about the Tax and Rent "Circuit Breaker" Program. **THE APPLICATION WILL BE MAILED TO YOU IN AUGUST 2008 unless your income on line 16 exceeds the income limits for this program.**

To reduce printing and postage costs, if you file your return electronically or have your return done by a tax preparer and do not need Maine income tax forms and instructions mailed to you next year, check box at right.

IMPORTANT NOTE If taxpayer is deceased, (Month) (Day) (Year) enter date of death. _____ If spouse is deceased, (Month) (Day) (Year) enter date of death. _____

Third Party Designee Do you want to allow another person to discuss this return with Maine Revenue Services? Yes (complete the following). No.
(See page 8) Designee's name _____ Phone no. () _____ Personal identification #: _____

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

SIGN HERE
Keep a copy of this return for your records
Paid Preparer's Use Only

Your signature _____	Date signed _____	Your occupation _____
Spouse's signature (If joint return, both must sign) _____	Date signed _____	Spouse's occupation _____
Preparer's signature _____	Date _____	Preparer's phone number _____
Print preparer's name and name of business _____		Preparer's SSN or PTIN _____

If requesting a REFUND, mail to: Maine Revenue Services, P.O. Box 9111, Augusta, ME 04332-9111
 If NOT requesting a refund, mail to: Maine Revenue Services, P.O. Box 1067, Augusta, ME 04332-1067
DO NOT SEND PHOTOCOPIES OF RETURNS

OFFICE USE ONLY: CK \$ _____ PP IS



2007

For tax period 1/1/07 to 12/31/07 or

MAINE INDIVIDUAL INCOME TAX 1040ME LONG FORM

____/____/07 to ____/____/____



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0702100

DO NOT STAPLE OR TAPE FORMS TO YOUR RETURN. ENCLOSE CHECK OR MONEY ORDER AND W-2 OR 1099 FORMS IN THE ENVELOPE WITH YOUR RETURN.

STEP 1 Print Neatly in Blue or Black Ink, Using Uppercase Letters Only DO NOT USE RED INK

Form for personal information: Your First Name, MI, Your Last Name, Spouse's First Name, MI, Spouse's Last Name, Mailing Address, City, State, Zip Code.

IMPORTANT! You must enter your SSN(s) below.

Form for Social Security Numbers: Your Social Security Number, Spouse's Social Security Number, Home Phone Number, Work Phone Number.

NOTE: If either spouse is deceased, enter the date of death on the back of this page in the spaces provided above the signature area.

1 Maine Clean Election Fund. Maine Residents Only. (See instructions on page 6.) NOTE: Checking the box will not increase your tax or reduce your refund. YES NO Do you want \$3 to go to this fund... If a joint return, does your spouse want \$3 to go to this fund... 2 Check here if you were engaged in COMMERCIAL FARMING OR FISHING during 2007. (See Instructions)

STEP 2 Your Filing and Residency Status, Number of Exemptions

FILING STATUS (Check one) 3 Single 4 Married filing joint return (Even if only one had income) 5 Married filing separate return. Enter spouse's social security number and full name above. 6 Head of household (With qualifying person) 7 Qualifying widow(er) with dependent child (Year spouse died) Composite Return (Pass-through Entities ONLY) RESIDENCY STATUS (Check one) 8 Resident 8a "Safe Harbor" Resident 9 Part-Year Resident 10 Nonresident 11 Nonresident Alien Check here if you are filing Schedule NRH 12 CHECK IF: You were Spouse was 65 or over 12a 12c Blind 12b 12d 13 Enter the TOTAL number of EXEMPTIONS claimed on your federal return...13

STEP 3 Calculate Your Taxable Income

14 FEDERAL ADJUSTED GROSS INCOME. (See instructions on page 6 for line references to federal forms. If negative, enter a minus sign in the space to the left of the number.) 14 15 INCOME MODIFICATIONS. (From Schedule 1, line 3. If negative, enter a minus sign in the space to the left of the number) 15 16 MAINE ADJUSTED GROSS INCOME. (Line 14 plus or minus line 15. If negative, enter a minus sign in the space to the left of the number.) 16 17 DEDUCTION. Standard (See instructions on page 6) Itemized (From Schedule 2, line 7) 17 18 EXEMPTION. Multiply the number of exemptions on line 13 by \$2,850 18 19 TAXABLE INCOME. (Line 16 minus lines 17 and 18. If negative, enter a minus sign in the space to the left of the number.) 19

STEP 4 Calculate Your Tax and Credits

20 INCOME TAX. (Find the tax for the amount on line 19 in the tax table on pages 31-35 or compute your tax using the tax rate schedule on page 35) (If line 19 is negative, enter zero.) 20 21 TAX ADDITIONS. (From Maine Schedule A, line 4.) 21 22 LOW-INCOME TAX CREDIT. (See instructions. NOTE: If you qualify for this credit, you must file a return only if you are claiming a refund.) 22 23 TOTAL TAX. (Line 20 plus line 21 minus line 22) 23 24 TAX CREDITS. (From Maine Schedule A, line 21) 24 25 NONRESIDENT CREDIT. (For part-year residents, nonresidents and "Safe Harbor" residents only.) From Schedule NR, line 9 or NRH, line 11 (You MUST attach a copy of your federal return.) 25 26 NET TAX. (Subtract lines 24 and 25 from line 23) (Nonresidents see instructions)... 26



STEP 5 Enter Your Tax Payments and Refundable Credit	27 Amount from line 26. (NET TAX) If less than zero, enter zero here..... 27 _____
	28 TAX PAYMENTS. a Maine Income Tax Withheld. (Enclose W-2, 1099 and 1099ME forms) 28a _____ b 2007 Estimated Tax Payments and 2006 Credit Carried Forward. (Nonresidents: Include any REAL ESTATE WITHHOLDING Tax Payments) 28b _____ c Extension payment 28c _____ d Refundable child care credit. Enclose the Child Care Credit Worksheet. Enter amount from the Child Care Credit Worksheet, line 5 on page 22 28d _____ e TOTAL (Add lines 28a, b, c, and d) 28e _____
	STEP 6 Calculate Your Use Tax and Voluntary Contributions
	29 INCOME TAX OVERPAID. If line 28e is larger than line 27, enter amount overpaid (Line 28e minus line 27) 29 _____ 30 INCOME TAX UNDERPAID. If line 27 is larger than line 28e, enter amount underpaid (Line 27 minus line 28e) 30 _____ 31 USE TAX (SALES TAX). (See instructions.) 31 _____ 32 VOLUNTARY CONTRIBUTIONS and PARK PASSES. (From Schedule CP, line 14) .. 32 _____
	STEP 7 Your REFUND or TAX DUE
33 NET OVERPAYMENT. (Line 29 minus lines 31 and 32) – NOTE: If total of lines 31 and 32 is greater than line 29, enter as amount due on line 35a below 33 _____ 34 Amount to be CREDITED to 2008 estimated tax .. 34a _____ REFUND 34b _____ IF YOU WOULD LIKE YOUR REFUND SENT DIRECTLY TO YOUR BANK ACCOUNT (\$5,000 or less) OR TO YOUR NEXTGEN COLLEGE INVESTING PLAN® ACCOUNT, see the instructions on pages 7 and 8 and fill in the lines below. 34c Routing Number* _____ 34e Type of Account: <input type="checkbox"/> Checking <input type="checkbox"/> Savings <input type="checkbox"/> NextGen® 34d Account Number* _____ *For NextGen Accounts, enter 043000261 on line 34c and the account owner's 9-digit social security number on line 34d. 35 a TAX DUE. (Add lines 30, 31, and 32) - NOTE: If total of lines 31 and 32 is greater than line 29, enter the difference as an amount due on line 35a 35a _____ b Underpayment Penalty (Attach Form 2210ME) Check here if you checked the box on Form 2210, line 17 <input type="checkbox"/> 35b _____ c TOTAL AMOUNT DUE. (Add lines 35a and 35b) (Pay in full with return) EZ PAY at www.maine.gov/revenue or ENCLOSE CHECK payable to: Treasurer, State of Maine. DO NOT SEND CASH. 35c _____	

36 FOR MAINE RESIDENTS ONLY: Check this box if you would like to receive a Maine Residents Property Tax and Rent Refund Application in 2008:
 See instructions on page 8 for information about the Tax and Rent "Circuit Breaker" Program. **THE APPLICATION WILL BE MAILED TO YOU IN AUGUST 2008 unless your income on line 16 exceeds the income limits for this program.**

To reduce printing and postage costs, if you file your return electronically or have your return done by a tax preparer and do not need Maine income tax forms and instructions mailed to you next year, check box at right.

IMPORTANT NOTE	If taxpayer is deceased , (Month) (Day) (Year) enter date of death . _____	If spouse is deceased , (Month) (Day) (Year) enter date of death . _____
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Third Party Designee Do you want to allow another person to discuss this return with Maine Revenue Services? **Yes** (complete the following). **No.**
 (See page 8) Designee's name _____ Phone no. () _____ Personal identification #: _____

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

SIGN HERE Keep a copy of this return for your records Paid Preparer's Use Only	Your signature _____	Date signed _____	Your occupation _____
	Spouse's signature (If joint return, both must sign) _____	Date signed _____	Spouse's occupation _____
	Preparer's signature _____	Date _____	Preparer's phone number _____
	Print preparer's name and name of business _____	Preparer's SSN or PTIN _____	



Attachment Sequence No. 2

Name(s) as shown on Form 1040ME

Your Social Security Number

SCHEDULE 1 — INCOME MODIFICATIONS

1 ADDITIONS to federal adjusted gross income.

- a Income from municipal and state bonds, other than Maine
b Net Operating Loss Recovery Adjustment (Attach a schedule showing your calculation)
c Maine State Retirement Contributions
d Domestic Production Activities Deduction Add-back (See instructions)
e Section 179 Expense Add-back (See instructions)
f Fiduciary Adjustment - additions only (Attach a copy of your federal Schedule K-1)
g Other (See instructions). List the type and amount of income items included (Attach supporting documentation)
h Total additions (Add lines 1a through 1g)

2 SUBTRACTIONS from federal adjusted gross income.

- a U.S. Government Bond interest included in federal adjusted gross income (See instructions)
b State Income Tax Refund (Only if included in federal adjusted gross income)
c Social Security and Railroad Retirement Benefits included in federal adjusted gross income (See instructions)
d Pension Income Deduction (Complete and attach the worksheet on back)
e Interest from Maine Municipal General Obligation and Private Activity Bonds included in federal adjusted gross income (See instructions)
f Premiums for Long-Term Care Insurance (Do not include health insurance premiums on this line)
g Maine State Retirement System Pick-Up Contributions paid to the taxpayer during 2007 which have been previously taxed by the state
h Federal Work Opportunity Credit/Empowerment Zone Credit Deduction
i Fiduciary Adjustment - subtractions only (Attach a copy of your federal Schedule K-1)
j Bonus Depreciation and Section 179 Recapture (See instructions)
k Other. List (See instructions)
l Total Subtractions (Add lines 2a through 2k)

3 Net Modification (Subtract line 2l from line 1h — enter here and on 1040ME, page 1, line 15) (If negative, enter a minus sign in the box to the left of the number)

SCHEDULE 2 — ITEMIZED DEDUCTIONS

- 4 Total itemized deductions from federal Form 1040, Schedule A, line 29
5 a Income taxes imposed by this state or any other taxing jurisdiction or general sales taxes included in line 4 above from federal Form 1040, Schedule A, line 5. (See instructions if Form 1040ME, line 14 exceeds \$156,400 [\$78,200 if Married Filing Separately])
b Deductible costs, included in line 4 above, incurred in the production of Maine exempt income (See instructions)
c Amounts included in line 4 that are also being claimed for the Family Development Account Credit on Maine Schedule A, line 18
d Amount included in line 4 attributable to income from an ownership interest in a pass-through entity financial institution
6 Deductible costs of producing income exempt from federal income tax, but taxable by Maine (See instructions)
7 Line 4 minus lines 5a, b, c, and d plus line 6. Enter result here and on 1040ME, page 1, line 17...

Note: If the amount on line 7 is less than your allowable standard deduction, use the standard deduction.

If Married Filing Separately, however, both spouses must either itemize or use the standard deduction.

2007 - Worksheet for Pension Income Deduction - Schedule 1, Line 2d

Enclose this Worksheet and copies of your 1099 form(s) with your Form 1040ME

You and your spouse (if married) may each deduct up to \$6,000 of eligible pension income* that is included in your federal adjusted gross income. Except for military pension benefits, the \$6,000 cap must be reduced by any social security and railroad retirement benefits received, whether taxable or not.

Deductible pension income includes state, federal and military pension benefits, as well as retirement benefits received from plans established and maintained by an employer for the benefit of its employees under Internal Revenue Code (IRC) sections 401(a) (Qualified Pension Plans, including qualified 401 SIMPLE plans) and 403 (Employee annuities). Deductible pension income also includes benefits received under IRC section 457(b) (State and local government/tax exempt organizations/eligible deferred compensation plans), **except that pension income from 457(b) plans received prior to age 55 that is not part of a series of equal periodic payments made over the life of the recipient and the recipient's designated beneficiary, if applicable, may not be included in the deductible pension amount.**

Pension benefits that **do not qualify** are those received from an individual retirement account (including SIMPLE individual retirement accounts), simplified employee pension plan, benefits from an ineligible deferred compensation plan under IRC section 457(f), refunds of excess contributions, lump-sum distributions included on federal Form 4972 and distributions subject to the additional 10% federal tax on early distributions (see federal Form 5329, Part 1, or federal Form 1040, line 60). Also, disability benefits reported as wages on your federal income tax return **do not** qualify.

***Eligible pension income does not include benefits earned by another person, except in the case of a surviving spouse. Only the individual that earned the benefit from prior employment may claim the pension income for the deduction. However, a widowed spouse receiving survivor's benefits under an eligible pension plan may claim that amount for purposes of this deduction, but the total pension deduction for the surviving spouse may not exceed \$6,000.**

NOTE: Enter eligible <u>non-military</u> pension benefits on line 1 and eligible <u>military</u> pension benefits on line 6.			
		Taxpayer	Spouse*
1. Total eligible non-military pension income (both Maine and non-Maine sources) included in your federal adjusted gross income (from federal form 1040A, line 12b or Form 1040, line 16b). (Do not include social security or railroad retirement benefits received or pension benefits received from an individual retirement account, simplified employee pension plan, an ineligible deferred compensation plan under IRC § 457(f), lump-sum distributions included on federal Form 4972, distributions subject to the additional 10% federal tax on early distributions or refunds of excess contributions).	1.	\$	\$
2. Maximum allowable deduction	2.	\$ 6,000.00	\$ 6,000.00
3. Total social security and railroad retirement benefits you received - whether taxable or not	3.	\$	\$
4. Subtract line 3 from line 2 (if zero or less, enter zero)	4.	\$	\$
5. Enter the smaller of line 1 or line 4 here	5.	\$	\$
6. Total eligible military pension income included in your federal adjusted gross income	6.	\$	\$
7. Add line 5 and line 6	7.	\$	\$
8. Enter the smaller of line 2 or line 7 here and the total for both spouses on Schedule 1, line 2d	8.	\$	\$

***Use this column only if filing married-joint return and only if spouse separately earned an eligible pension.**

2007 WORKSHEET for Maine Schedule 1, line 2f

For individuals claiming a deduction for long-term care insurance premiums. Complete this worksheet **only** if you claim Maine itemized deductions and federal Schedule A, line 4 is greater than zero or you are self-employed and federal Form 1040, line 29 is greater than zero.

1. Enter total amount of long-term care insurance premiums paid during 2007: \$
2. Enter amount from federal Schedule A, line 1 \$ _____
3. Enter amount of long-term care premiums included in line 2 above \$ _____
4. Divide line 3 by line 2..... _____ . _____
5. Enter amount from federal Schedule A, line 4 \$ _____ and multiply by percentage on line 4 above \$ _____
6. Enter amount of long-term care insurance premiums included on federal Form 1040, line 29..... \$ _____
7. Subtract line 5 and line 6 from line 1. Enter result here and on Schedule 1, line 2f..... \$ _____

2007 WORKSHEET for Maine Schedule 2, line 5a

For individuals whose federal adjusted gross income exceeds \$156,400 [\$78,200 if Married filing separate].

1. Enter total state and local income taxes or sales taxes (from federal Schedule A, line 5) \$ _____
2. Enter federal itemized deductions subject to reduction (from federal itemized deduction worksheet, line 3) \$ _____
3. Divide line 1 by line 2. Enter result here _____ . _____
4. Enter federal itemized deductions disallowed (from federal itemized deduction worksheet, line 11) \$ _____
5. Multiply line 4 by the percentage on line 3. Enter result here..... \$ _____
6. Subtract line 5 from line 1. Enter result here and on Schedule 2, line 5a \$ _____



**SCHEDULE A
FORM 1040ME
2007**

Attachment
Sequence No. 4

ADJUSTMENTS TO TAX

See instructions on pages 10 and 11.
Enclose with your Form 1040ME.



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0702103

Name(s) as shown on Form 1040ME

Your Social Security Number

Section 1. TAX ADDITIONS: (Part-year residents/Nonresidents/"Safe Harbor" residents see instructions on page 10.)

- 1. **RETIREMENT PLAN DISTRIBUTIONS** - Enter the amount from federal Form 1040, line 44 related to lump-sum distributions (federal form 4972) \$ _____ x .151 _____
- 2. **EARLY DISTRIBUTION FROM QUALIFIED RETIREMENT PLANS** - Enter the amount from federal Form 1040, line 60 related to early distributions \$ _____ x .152 _____
- 3a. Enter the Maine Minimum Tax from the Maine Minimum Tax Worksheet, line 12 (**Enclose worksheet-see instructions**) 3a _____
- 3b. Enter the amount of Pine Tree Development Zone Credit from the Credit Application Worksheet (**Enclose worksheet-see instructions**) 3b _____
- 3c. **MAINE MINIMUM TAX** - Subtract line 3b from line 3a..... 3c _____
- 4. **TOTAL ADDITIONS** - Add lines 1, 2, and 3c. Enter result here and on 1040ME, page 1, line 214 _____

Section 2. TAX CREDITS (See instructions for details):

- 5. **CREDIT FOR THE ELDERLY** - Enter amount from federal Form 1040, line 48 or 1040A, line 30 \$ _____ x .20 *5 _____
- 6. **CHILD CARE CREDIT** - Enter amount from line 6 of the Child Care Credit Worksheet on page 22. Enclose the Worksheet with your return..... *6 _____
- 7. **EARNED INCOME TAX CREDIT** - Enter amount from federal form 1040, line 66a or 1040A, line 40a or form 1040EZ, line 8a \$ _____ x .05 *7 _____
- 8. **CREDIT FOR INCOME TAX PAID TO OTHER JURISDICTIONS** - From page 22, Schedule 3, line 5..... 8 _____
- 9. **MAINE SEED CAPITAL CREDIT (Enclose worksheet-see instructions)**9 _____
- 10. **EMPLOYER-ASSISTED DAY CARE CREDIT (Enclose worksheet-see instructions)**10 _____
- 11. **FOREST MANAGEMENT PLANNING CREDIT** (Supporting documentation **MUST** be included) 11 _____
- 12. **RESEARCH EXPENSE TAX CREDIT (Enclose worksheet-see instructions)**12 _____
- 13. **RESEARCH & DEVELOPMENT SUPER CREDIT (Enclose worksheet-see instructions)**13 _____
- 14. **HIGH-TECHNOLOGY CREDIT (Enclose worksheet-see instructions)**14 _____
- 15. **MAINE MINIMUM TAX CREDIT (Enclose worksheet-see instructions)**15 _____
- 16. **MEDIA PRODUCTION CREDIT (Enclose worksheet-see instructions)**16 _____
- 17. **PINE TREE DEVELOPMENT ZONE CREDIT** - Enter the amount from the Credit Application Worksheet (**Enclose worksheet-see instructions**) 17 _____
- 18. **OTHER TAX CREDITS** - List _____ (**See instructions**)18 _____
- 19. **TOTAL CREDITS** - Add lines 5 through 18..... 19 _____
- 20. **MAINE INCOME TAX** - 1040ME, line 23 minus Schedule A, line 3c.....20 _____
- 21. **ALLOWABLE CREDITS** - Amount on line 19 or line 20, whichever is less. Enter here and on **FORM 1040ME, line 24**21 _____

***NOTE:** Personal credits (lines 5, 6 and 7 above) taken by part-year residents, nonresidents and "Safe Harbor" residents must be prorated based on the ratio of Maine-source income to total income. For lines 5 and 7, this is done on Schedule NR, line 8 or Schedule NRH, line 10. Line 6 is prorated on the Worksheet for Child Care Credit. Maine business credits may be claimed in their entirety, up to the Maine tax liability (carryover provisions may apply).



2007 - Worksheet for Child Care Credit - Schedule A, Line 6
Enclose with your Form 1040ME

Your child care provider may be certified as a "Quality Child Care Program" by the Department of Health and Human Services (DHHS), Office of Child Care and Head Start. (For a list of certified quality child care providers, go to Maine Revenue Services web site at www.maine.gov/revenue (select Income/Estate Tax) or call DHHS at (207) 287-5099 Monday through Friday.) If so, enter your child care provider's Quality Child Care certificate number in the space provided and enter your quality child care expenses in Column B. Otherwise, use only column A to calculate your child care credit.

	Column A Regular Child Care Expenses	Column B "Quality" Child Care Expenses
Quality Child Care Program		
Name & Certificate Number: _____ <i>(do not enter the Child Care Program's federal id number)</i>		
1. Total expenses paid for child care services included on federal Form 2441, line 2, column C or federal Form 1040A, Schedule 2, line 2, column C..... 1.	\$ _____	
1a. <u>Column A</u> - expenses paid for regular child care services included on line 1		
<u>Column B</u> - expenses paid for quality child care services included on line 1..... 1a.		_____
1b. Percentage of expenses paid. <u>Column A</u> - divide line 1a, column A by line 1		
<u>Column B</u> - divide line 1a, column B by line 1..... 1b.	_____	_____
2. Enter amount from federal Form 1040, line 47 or 1040A, line 29 2.	\$ _____	
2a. <u>Column A</u> - multiply line 2 by line 1b, column A		
<u>Column B</u> - multiply line 2 by line 1b, column B..... 2a.		_____
3. Maine Credit. <u>Column A</u> - multiply line 2a, column A by 25% (.25)		
<u>Column B</u> - multiply line 2a, column B by 50% (.50)..... 3.		_____
4. Add line 3, column A and line 3, column B 4.		_____
4a. FOR THOSE FILING SCHEDULE NR OR SCHEDULE NRH: You must prorate your child care credit. For those filing Schedule NR, multiply line 4 by the Maine-source income ratio (1.0000 minus Schedule NR, line 7). For those filing Schedule NRH, multiply line 4 by the rate representing your portion of Maine adjusted gross income (Schedule NRH, line 7, column B). Then multiply the result by the Maine-source income ratio of your income (1.0000 minus Schedule NRH, line 7, column C). 4a.		
5. Enter line 4 or line 4a (for those filing Schedule NR or Schedule NRH) or \$500, whichever is less. Enter this amount on Form 1040ME, line 28d 5.		_____
6. Subtract line 5 from line 4 or line 4a (for those filing Schedule NR or NRH). Enter here and on Schedule A, line 6 6.		_____

2007 - Schedule 3 - Worksheet for Credit for Income Tax Paid to Other Jurisdictions
Schedule A, Line 8 - FOR MAINE RESIDENTS ONLY
Enclose with your Form 1040ME

Enclose with your Form 1040ME - You must attach a copy of the income tax return filed with the other jurisdiction.

Residents (excluding "Safe Harbor" residents) may claim a credit against Maine income tax for income tax paid to another jurisdiction if all the following conditions are met: **(1)** the other jurisdiction is another state, a political subdivision thereof, the District of Columbia, Canadian Province or any political subdivision of a foreign country that is analogous to a state of the United States; **(2)** the tax paid to the other jurisdiction is directly related to the income received during the tax year covered by this return (tax payments made to other taxing jurisdictions for prior year tax liabilities cannot be considered when computing this credit); and, **(3)** the income taxed by the other jurisdiction is derived from sources in that jurisdiction. Income sourced to another state must be determined in the same way that a Maine nonresident calculates Maine-source income for purposes of Schedule NR or Schedule NRH. See page 12 of the nonresident long form booklet for a brief description of Maine-source income. See also 36 M.R.S.A. § 5142 and Maine Rule 806. The income considered taxed by the other jurisdiction is income, after deductions, that is analogous to "Maine adjusted gross income" (federal adjusted gross income plus or minus income modifications).

- Individuals who are considered to be residents of both Maine (excluding "Safe Harbor" residents) and another state for income tax purposes may qualify for a dual resident credit under 36 M.R.S.A. § 5128. For more information, see www.maine.gov/revenue/forms or call (207) 626-8475.
- A **part-year resident** may claim a credit for tax paid to another jurisdiction on income earned during the period of Maine residency only (excluding period of "Safe Harbor" residency). Enter on line 1 your Maine adjusted income while a Maine resident (excluding period of "Safe Harbor" residency). Enter on line 2 the portion of line 1 that was taxed by the other jurisdiction. Compute line 4a on the basis of the Maine tax relating to the Maine adjusted gross income shown on line 1. Enter on line 4b the income tax paid to the other jurisdiction relating to the income shown on line 2. **Part-year residents who qualify for both the credit for tax paid to another jurisdiction and the nonresident credit - follow the special instructions on page 13 of the nonresident long form booklet.**
- Line 4b is the income tax assessed by the other jurisdiction minus any tax credits (except withholding and estimated tax payments).

1	Maine adjusted gross income from 1040ME, page 1, line 16	1	_____
2	Income sourced to and taxed by _____ (⇐ other jurisdiction) included in line 1.....	2	_____
3	Percentage of income taxed by other jurisdiction (divide line 2 by line 1 - if line 2 is greater than line 1, enter 1.0000)	3	_____
4	Limitation of Credit:		
a	Form 1040ME, page 1, line 20 \$ _____ multiplied by _____ on line 3	4a	_____
b	Income taxes paid to other jurisdiction on income shown on line 2 (not the amount withheld)	4b	_____
5	Allowable Credit, line 4a or 4b, whichever is less. Enter here and on Maine Schedule A, line 8.....	5	_____

- Special instructions for taxpayers who claim credit for income tax paid to more than one other jurisdiction:** Credit for each jurisdiction must be computed separately. Use a separate worksheet for each one. Print the name of the other jurisdiction in the space provided on line 2. Add the line 5 results together and enter the total on Maine Schedule A, line 8. **Attach a copy of the income tax return filed with the other jurisdiction.**

Note: You may photocopy this page if you need additional worksheets.



Schedule CP 2007

Attachment
Sequence No. 6

VOLUNTARY CONTRIBUTIONS and PURCHASE OF PARK PASSES



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0702202

Name(s) as shown on your Maine income tax form

Your Social Security Number

WHO SHOULD FILE SCHEDULE CP? You only need to file Schedule CP if you want to make voluntary contributions to any of the organizations listed below or if you choose to purchase a park pass for entry into Maine State Parks. **Otherwise** do not file Schedule CP.

							Enter line totals below:
A. CONTRIBUTIONS	1 Democratic Party	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Other \$ _____	.....1 _____
	2 Green Independent Party	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Other \$ _____	.....2 _____
	3 Republican Party	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Other \$ _____	.....3 _____
	4 Endangered & Nongame Wildlife Fund "Chickadee Check-off"	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Other \$ _____	.....4 _____
	5 Maine Children's Trust	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Other \$ _____	.....5 _____
	6 Bone Marrow Screening Fund	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Other \$ _____	.....6 _____
	7 Companion Animal Sterilization Fund	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Other \$ _____	.....7 _____
	8 Maine Military Family Relief Fund	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Other \$ _____	.....8 _____
	9 Maine Veterans' Memorial Cemetery Maintenance Fund	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Other \$ _____	.....9 _____
	10 Maine Asthma & Lung Disease Research Fund	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Other \$ _____	.....10 _____
11 TOTAL CONTRIBUTIONS. (Add lines 1 through 10)							.....11 _____
B. PARK PASSES	12 Number of Individual Park Passes	<input type="checkbox"/>	x \$30				.....12 _____
	13 Number of Vehicle Park Passes	<input type="checkbox"/>	x \$60				.....13 _____
	14 TOTAL CONTRIBUTIONS AND PARK PASS PURCHASES (Add lines 11, 12, and 13. Enter result here and on Form 1040ME, line 32 or Form 1040S-ME, line 28)						.....14 _____

INSTRUCTIONS

A. CONTRIBUTIONS. Lines 1-10. Check the appropriate box or boxes to indicate the funds and amounts of your choice. *Political party designations may only be made by Maine residents.* You and/or your spouse may make separate party designations for political party contributions. Write in the amount of your contributions on the corresponding line.

Endangered and Nongame Wildlife Fund "Chickadee Check-off" - The Chickadee Check-off is a voluntary tax contribution whose proceeds are placed in the Nongame and Endangered Wildlife Fund and used to fund the endangered and nongame wildlife programs. Contributions may be deductible the following year on state and federal income tax returns. For more information, visit the Inland Fisheries and Wildlife web site at www.maine.gov/ifw/wildlife/species/endangered_species/nongame_fund.htm.

Maine Children's Trust - Maine Children's Trust was established to prevent child abuse and neglect in Maine. Funds contributed are used to support this goal in many ways, including the funding of community-based prevention activities and programs throughout Maine. Contributions may be deductible the following year on state and federal income tax returns. The fund is administered by the Maine Children's Trust. For more information, visit the Maine Children's Trust web site at www.mechildrenstrust.org.

Bone Marrow Screening Fund - Donations to the fund will be used to support blood screening to add people to the National Bone Marrow Registry. As a result, people with certain cancers, genetic disorders, or autoimmune illnesses who are in need of a bone marrow or other similar transplant will have more potential donors. Contributions may be deductible the following year on state and federal

income tax returns. The fund is administered by the Department of Health and Human Services.

Companion Animal Sterilization Fund - The Companion Animal Sterilization Fund is a voluntary tax contribution whose proceeds are used to fund the Animal Welfare Program's "Help Fix ME" Spay/Neuter Fund for low-income dog and cat owners. By contributing to this fund you will be on the front line in the fight to stop pet overpopulation in Maine. Contributions may be deductible the following year on state and federal income tax returns. The fund is administered by the Department of Agriculture. For more information call 800-367-1317.

Maine Military Family Relief Fund - The Maine Military Family Relief Fund was established to help the public assist the families of persons who are members of the Maine National Guard or residents of Maine who are members of

the Reserves and who have been called to military duty and are experiencing financial hardship. Contributions may be deductible the following year on state and federal income tax returns. The fund is administered by the Maine Adjutant General.

Maine Veterans' Memorial Cemetery

Maintenance Fund - The Maine Veterans' Memorial Cemetery Maintenance Fund was established to help finance the maintenance and perpetual care of Maine veterans' cemeteries.

Maine Asthma and Lung Disease Fund -



The purpose of the Maine Asthma and Lung Disease Research Fund is to provide research grants to develop and advance the understanding of lung disease, especially its prevention, causes, treatment and cure. Areas of research eligible for grants include, but are not limited to, asthma, health effects of indoor and outdoor air

pollution, emphysema and chronic obstructive pulmonary disease. The fund is administered by the American Lung Association of Maine.

B. PARK PASSES - Maine Park passes

can be purchased through Maine Revenue Services when you file your income tax return. Park passes can be purchased at a cost of \$30 for an individual season pass and \$60 for a vehicle season pass. (Free day use passes are issued by the Bureau of Parks and Lands to senior citizens who are 65 years or over upon proof of age.) An individual pass allows only the pass holder admittance to day use of Maine state parks and historic sites. A vehicle pass (for vehicles weighing up to one-ton) allows all occupants of the vehicle admittance to day use. **These passes do not include entry into Baxter State Park, Allagash Wilderness Waterway, the Penobscot River Corridor or Scarborough Beach.**



Any pass purchased will reduce the amount of your refund or increase the amount you owe. If you have any questions regarding the purchase of park passes, please call the Bureau of Parks and Lands at (207) 287-3821.

To be sure you have your park pass when State Parks begin collecting fees, please file Schedule CP with your income tax return as early as possible. Expect some delays in processing when filing your return later in the season.

Lines 12-13. Enter the number of Individual and/or Vehicle park passes you wish to purchase in the space provided. Multiply each entry by the cost shown and enter the total in the boxes provided. **Note: You may purchase park passes through Maine Revenue Services with excess refund amounts, checks, or money orders. You may also purchase a park pass directly from the Bureau of Parks and Lands.**

For additional information on determining Maine residency, see “**Maine Revenue Services Guidance to Residency Status**” and “**Maine Revenue Services Guidance to Residency “Safe Harbors”**” at www.maine.gov/revenue/forms or call the forms line at (207) 624-7894.

**Maine Revenue Services
Guidance to Residency Status
for Individual Income Tax Purposes**

RESIDENCY AND MAINE'S INCOME TAX

**Maine Revenue Services
Guidance to Residency
“Safe Harbors”
for Residents of Maine that Spend
Significant Time Outside Maine**

WORKSHEET A - Residency Information Worksheet for Part-year Residents/Nonresidents/"Safe Harbor" Residents

Enclose with your Form 1040ME

The following individuals must complete Worksheet A: 1) All part-year residents whether moving into or out of Maine during the tax year; 2) nonresidents and "Safe Harbor" residents who are filing a Maine return for the first time, and 3) former Maine residents who are filing as nonresidents or "Safe Harbor" residents for the first time. **Failure to enclose a completed Worksheet A with your 1040ME may delay processing of your return.**

	Yourself	Spouse
1. NAME.....	1.	_____
a. Social security number	1a.	_____
b. Date of birth	1b.	_____
c. Occupation.....	1c.	_____
During 2007: - Unless otherwise indicated, enter "Yes" or "No" on each line.		
2. I was domiciled in (Enter state(s)).....	2.	_____
3. I was in the military and stationed in (Enter state or country)	3.	_____
a. My designated state of legal residence was (Enter state)	3a.	_____
4. The number of days I spent in Maine (for any purpose) was.....	4.	_____
5. I own(ed) a home/real property in Maine	5.	_____
a. If yes, in what municipality was the property located?.....	5a.	_____
b. Did you ever apply for a Homestead or Veterans property tax exemption?	5b.	_____
c. Have you disposed of the property?	5c.	_____
If yes, when? (Yourself: _____ Spouse: _____)		
6. I became a Maine resident on (Enter Date)	6.	_____
a. Enter state of prior residence.....	6a.	_____
b. Registered to vote in Maine	6b.	_____
If yes, when? (Yourself: _____ Spouse: _____)		
c. Purchased a home in Maine	6c.	_____
If yes, when? (Yourself: _____ Spouse: _____)		
d. Obtained a driver's license in Maine.....	6d.	_____
If yes, when? (Yourself: _____ Spouse: _____)		
e. Registered an auto or other vehicle in Maine	6e.	_____
If yes, when? (Yourself: _____ Spouse: _____)		
7. I moved from Maine and became a nonresident (I established a legal residence in another state) (Enter date of move)	7.	_____
a. Enter new state of residence	7a.	_____
b. Registered to vote in my new state of residence	7b.	_____
If yes, when? (Yourself: _____ Spouse: _____)		
c. Purchased a home in my new state of residence.....	7c.	_____
If yes, when? (Yourself: _____ Spouse: _____)		
d. Obtained a driver's license in my new state of residence.....	7d.	_____
If yes, when? (Yourself: _____ Spouse: _____)		
e. Registered an auto or other vehicle in my new state of residence	7e.	_____
If yes, when? (Yourself: _____ Spouse: _____)		
f. If married, did your spouse and dependent children (if any) move to your new state of residence?	7f.	_____
8. During period of nonresidency, have you:		
a. Performed any work or services in Maine.....	8a.	_____
If yes, list employer. (Yourself: _____ Spouse: _____)		
b. Registered an auto or other vehicle in Maine	8b.	_____
c. Renewed a Maine driver's license	8c.	_____
d. Voted in Maine, in person or by absentee ballot.....	8d.	_____
e. Attended or sent your children (if any) to a Maine school.....	8e.	_____
f. Purchased a Maine resident hunting or fishing license	8f.	_____
g. Listed Maine as your legal residence for any purpose	8g.	_____
h. Obtained or renewed any Maine trade or professional licenses or union memberships	8h.	_____
9. If you answered "yes" to question 5 but have not disposed of the property, what use do you intend to make of it and how often (Attach a separate sheet if necessary)?		_____
10. If you answered "no" to question 7(f) please explain the circumstances (Attach a separate sheet if necessary):		_____

WORKSHEET B

Income Allocation Worksheet for Part-Year Residents/Nonresidents/“Safe Harbor” Residents

(See instructions on pages 12 and 13) - Enclose with your Form 1040ME

Part-year residents, Nonresidents and “Safe Harbor” Residents **must** complete this worksheet before completing Schedule NR or Schedule NRH

(NOTE: Married persons filing separate Maine income tax returns must complete separate worksheets for each spouse)		Federal Income		Maine Resident Period (Part-year Residents only)			Nonresident Period (Part-year Residents, Nonresidents and “Safe Harbor” Residents)				
		Column A Income from federal return		Column B Income from Column A for this period	Column C* Income from Column B earned outside of Maine	Column D Income from Column A for this period	Column E Income from Column D from Maine sources				
1. Wages, salaries, tips, other compensation**	1										
2. Taxable interest.....	2										
3. Ordinary dividends.....	3										
4. Alimony received	4										
5. Business income/loss	5										
6. Capital gain/loss	6										
7. Other gains/losses.....	7										
8. Taxable amount of IRA distributions	8										
9. Taxable amount of pensions and annuities	9										
10. Rental real estate, royalties, partnerships, S corporations, and trusts, etc	10										
11. Farm income/loss	11										
12. Unemployment Compensation	12										
13. Taxable amount of social security benefits.....	13										
14. Other income (Including lump-sum distributions, but excluding state income tax refunds)	14										
15. Add lines 1 through 14.....	15										

***Part-year residents must make an entry in Column C if income was earned in another jurisdiction during the period of Maine residency.** Enter below the name of each other jurisdiction and the dates the income was earned in those jurisdictions. Use a separate sheet if additional space is needed.

Name of other jurisdiction _____ Period (mm/yy) From _____ To _____

Name of other jurisdiction _____ Period (mm/yy) From _____ To _____

Name of other jurisdiction _____ Period (mm/yy) From _____ To _____

You must attach a copy of the income tax return(s) filed with the other jurisdiction

****If necessary, use Worksheet C (Employee Apportionment Worksheet) for Part-Year Residents/Nonresidents/“Safe Harbor” Residents to calculate the amount for line 1, Column E.** For a copy of Worksheet C, go to the Maine Revenue Services web site at: www.maine.gov/revenue/forms or call (207) 624-7894 (to order).

NOTE: See instructions on pages 12 and 13 on how to use Worksheet B, line 15 entries to complete line 1 of Schedule NR or Schedule NRH.

SCHEDULE NR
FORM 1040ME
2007

Attachment Sequence No. 10

SCHEDULE for CALCULATING the NONRESIDENT CREDIT
PART-YEAR RESIDENTS, NONRESIDENTS and
"SAFE HARBOR" RESIDENTS ONLY

This schedule must be enclosed with your completed Form 1040ME.

If part-year resident, enter dates you were a Maine Resident
from _____ to _____ .



Name(s) as shown on Form 1040ME

Your Social Security Number

WHO MUST FILE SCHEDULE NR? Part-year resident, nonresident and "Safe Harbor" resident individuals who are required to file a Maine return, but have income not taxable by Maine **and** use the same filing status on the Maine return as used on the federal return. See reverse side for instructions.

DO NOT FILE SCHEDULE NR IF: All your income is taxable by Maine **or** if your federal filing status is "Married filing joint" and you elect to file "Single" on the Maine return (use Schedule NRH on page 29). **You do not have to complete Schedule NR if you qualify for the low-income tax credit** (See instructions for Form 1040ME, line 22).

YOU MUST ENCLOSE A COMPLETE COPY OF YOUR FEDERAL RETURN, including all schedules and worksheets. Enclose copies of W-2 forms from other states or temporary duty (TDY) papers to support your entry in Box C.

IMPORTANT: Complete Worksheets A and B on pages 25 and 26 before completing Schedule NR.

1 INCOME — (Complete and attach Worksheets A and B on pages 25 and 26):

Box A - From Worksheet B, line 15, column A

Box B - From Worksheet B, line 15, column B plus column E

Box C - From Worksheet B, line 15, column D minus column E

Box A
FEDERAL

Box B
MAINE

Box C
NON-MAINE

\$	\$	\$
----	----	----

2 RATIO OF INCOME: Divide line 1, Box C by line 1, Box A (If less than 0, enter 0.0000. If greater than 100, enter 1.0000)

COMPLETE THIS SECTION ONLY IF YOU HAVE FEDERAL INCOME ADJUSTMENTS

3 FEDERAL INCOME ADJUSTMENTS — NON-MAINE-SOURCE ONLY: Multiply amount on federal Form 1040, line 36, or Form 1040A, line 20 by the percentage listed on line 2. Enter result here

4 FEDERAL ADJUSTED GROSS INCOME — NON-MAINE-SOURCE ONLY: Subtract line 3 from Line 1, Box C.....

COMPLETE THIS SECTION ONLY IF YOU HAVE INCOME MODIFICATIONS (Form 1040ME, line 15)

5 INCOME MODIFICATIONS — NON-MAINE-SOURCE ONLY:

a Additions — Specify

b Subtractions — Specify

c Total Modifications: line 5a minus line 5b (may be a negative amount).....

6 NON-MAINE ADJUSTED GROSS INCOME: Add or, if negative, subtract line 5c to or from line 4.....

7 RATIO OF MAINE ADJUSTED GROSS INCOME: Divide amount on line 6 by amount from Form 1040ME, line 16. (If less than 0, enter 0.0000. If greater than 100, enter 1.0000.).....

8 TAX SUBTOTAL: Enter from Form 1040ME, line 20 minus line 22 minus Maine Schedule A, lines 5 and 7

9 NONRESIDENT CREDIT: Multiply amount on line 8 by line 7. Enter result here and on Form 1040ME, line 25

INCOME SUBJECT TO MAINE INCOME TAX:

A **part-year resident** is subject to Maine income tax on all income received while a resident of Maine, plus any income derived from Maine sources during the period of nonresidence. A **nonresident** or **“Safe Harbor” resident** is subject to Maine income tax on taxable income derived from sources within Maine. See page 12 for a description of Maine source income.

SHOULD I FILE SCHEDULE NR OR SCHEDULE NRH?

Read the instructions on page 12. You must file Schedule NR if you are a part-year resident, a nonresident or a “Safe Harbor” resident individual required to file a Maine return, have income not taxable to Maine, and are using the same filing status used on your federal return.

Instead of filing Schedule NR, you may elect to file single on the Maine return using Schedule NRH if your filing status on your federal return is married filing jointly and your residency status is different from that of your spouse or both you and your spouse are nonresidents of Maine or “Safe Harbor” residents, but only one of you has Maine-source income. The nonresident or “Safe Harbor” resident spouse with no Maine-source income does not have to file a Maine return. Do not use Schedule NRH if your filing status on your federal return is single, head-of-household, or married separate.

SCHEDULE NR INSTRUCTIONS

STEP 1 — Complete Worksheets A and B on pages 25 and 26 before completing Schedule NR.

STEP 2 — Complete Form 1040ME, lines 1 through 24.

Find the amount of Maine income tax as if you were a full-year Maine resident. To do this, complete Form 1040ME, lines 1 through 24. Use your total federal adjusted gross income on line 14.

STEP 3 — Complete Schedule NR to compute your Nonresident Credit.

Line 1. Enter your income from Worksheet B on line 1 (see instructions for Worksheet B on pages 12 and 13). List your total federal income in Box A. In Box B, list only your Maine-source income. List your non-Maine-source income in Box C.

Line 2. RATIO OF INCOME. Divide your total non-Maine-source income on line 1, Box C, by your total federal income on line 1, Box A. If this ratio is less than 0, enter 0.0000. If it is greater than 100, enter 1.0000.

Line 3. FEDERAL INCOME ADJUSTMENTS — NON-MAINE-SOURCE ONLY. Complete this section only if you have federal income adjustments on federal Form 1040, line 36, or federal Form 1040A, line 20. Multiply your total federal income adjustments by the percentage listed on line 2 of Schedule NR.

Line 4. FEDERAL ADJUSTED GROSS INCOME — NON-MAINE-SOURCE ONLY. Subtract line 3 from line 1, Box C.

Line 5. MODIFICATIONS — NON-MAINE-SOURCE ONLY. Use this section only if you have income modifications entered on Form 1040ME, line 15. Enter your modifications to income from non-Maine sources. For details on these modifications, see the instructions for Schedule 1 on pages 9 and 10. Do not include taxable refunds of state and local taxes. Prorate the pension deduction (Form 1040ME, Schedule 1, line 2d) and the subtraction for premiums for Long-Term Care Insurance (Form 1040ME, Schedule 1, line 2f) based on the percentage of qualified pension income received or premiums paid as a nonresident or a “Safe Harbor” resident.

Line 6. NON-MAINE ADJUSTED GROSS INCOME. Add or subtract your total modifications, line 5c, to or from line 4.

Line 7. RATIO OF MAINE ADJUSTED GROSS INCOME. Divide the amount of your non-Maine adjusted gross income, line 6, by your total Maine adjusted gross income from Form 1040ME, line 16. If this ratio is less than 0, enter 0.0000. If it is greater than 100, enter 1.0000.

Line 8. TAX SUBTOTAL. Enter your tax subtotal. This is Form 1040ME, line 20 minus line 22, minus Maine Schedule A, lines 5 and 7.

Line 9. NONRESIDENT CREDIT. Multiply the amount on line 8 by the percentage on line 7. This is your Nonresident Credit. Enter the result here and on Form 1040ME, line 25.

Enclose Schedule NR and Worksheets A and B (and Worksheet C, if used) with your Maine return, Form 1040ME. Include a COMPLETE copy of your federal return, including all schedules and worksheets. Enclose W-2 forms from other states or temporary duty (TDY) papers to support your entry in Box C.

**SCHEDULE
NRH
FORM 1040ME
2007**

Attachment Sequence No. 11

Name(s) as shown on Form 1040ME

**SCHEDULE for CALCULATING the NONRESIDENT CREDIT
FOR MARRIED PERSON ELECTING TO FILE SINGLE**

This schedule must be enclosed with your completed Form 1040ME. Also attach a COMPLETE copy of your federal return including all schedules and worksheets. You do not have to complete Schedule NRH if you qualify for the low-income tax credit. Also, nonresident or "Safe Harbor" resident spouses with no Maine-source income do not have to file a Maine return.



0702107

Your Social Security Number

IMPORTANT: Complete Worksheets A and B on pages 25 and 26 before completing Schedule NRH.

If part-year resident, enter dates you were a Maine Resident

from _____ to _____ .

1 TOTAL INCOME - (Complete and attach Worksheets A and B on pages 25 and 26):

- a. Wages, Salaries, Other Employee Compensation 1a
- b. Interest and Dividends..... 1b
- c. Business and Farm Income or Loss..... 1c
- d. Capital Gain or Loss..... 1d
- e. Other Income or Loss (Except state income tax refunds) 1e
- f. Total Income 1f

2 RATIO OF INCOME:

Column B: Divide line 1f, column B by line 1f, column A

Column C: Divide line 1f, column C by line 1f, column B 2

3 FEDERAL INCOME ADJUSTMENTS:

Column A: Federal Form 1040, line 36 or 1040A, line 20

Column B: Multiply column A by line 2, column B

Column C: Multiply column B by line 2, column C..... 3

4 FEDERAL ADJUSTED GROSS INCOME: Subtract line 3 from line 1f.

Enter amount in column B on 1040ME, line 14 4

5 INCOME MODIFICATIONS:

a. Additions — Specify _____ 5a

b. Deductions — Specify _____ 5b

c. Total Modifications: Line 5a minus line 5b — indicate a negative amount with a minus sign. Enter amount in column B on 1040ME, line 15 5c

6 MAINE ADJUSTED GROSS INCOME: Line 4 plus or minus line 5c.

Enter amount in column B on 1040ME, line 16 6

7 RATIO OF MAINE ADJUSTED GROSS INCOME:

Column B: Divide line 6, column B by line 6, column A

Column C: Divide line 6, column C by line 6, column B 7

8 DEDUCTIONS: See Instructions

Itemized Deductions, if eligible:

Column A: From Maine Schedule 2, line 7

Column B: Multiply line 8, column A by line 7, column B

Enter result here and on Form 1040ME, line 17 (If less than standard, use standard) 8

9 EXEMPTIONS:

a. Dependents — Column A: Multiply number of dependent exemptions by \$2,850 (Do not include you or your spouse)

Column B: Multiply line 9a, column A by line 7, column B..... 9a

b. Yourself — enter \$2,850..... 9b

c. Total Exemptions: Add lines 9a and 9b, column B. Enter total here and on Form 1040ME, line 18..... 9c

10 ADJUSTED MAINE INCOME TAX: Enter Form 1040ME, line 20 minus

line 22 minus Maine Schedule A, lines 5 and 7 10

11 NONRESIDENT CREDIT: Multiply line 10 by line 7, column C.

Enter result here and on Form 1040ME, line 25 11

	A Total for Both Spouses from the Federal Return		B Your Share of Column A		C Non-Maine Source Portion of Column B	
1a						
1b						
1c						
1d						
1e						
1f						
2				▪ _____	▪ _____	
3						
4						
5a						
5b						
5c						
6						
7				▪ _____	▪ _____	
8						
9a						
9b						
9c						
10						
11						

SCHEDULE NRH INSTRUCTIONS

STEP 1. Complete Worksheets A and B on pages 25 and 26 before completing Schedule NRH.

STEP 2. Complete column A. List Your Joint Income As Reported On Your Joint Federal Return.

Lines 1a through 1f — Total Income. Enter income of both spouses as reported on your joint federal return. Include all income listed on the federal return except taxable refunds, line 10 of federal Form 1040.

Line 5 — Income Modifications/Pension Income Deduction. Complete lines 5a through 5c if you have Maine income modifications. See the instructions for Form 1040ME, Schedule 1 and the Worksheet for Pension Income Deduction for details explaining these modifications. Do not include taxable refunds of state and local income tax.

Line 8 — Deductions. If you itemized deductions on your joint federal return, complete Form 1040ME, Schedule 2 to calculate the amount of your joint Maine itemized deductions. Enter the result from Schedule 2, line 7 on this line in column A.

If you claimed the standard deduction on your joint federal return, leave line 8, column A blank. Additional instructions for the standard deduction are included in step 3 below.

Line 9 — Exemptions. Multiply the number of dependent exemptions claimed on your federal return by \$2,850. Exclude the exemptions for you and your spouse. Enter the result on line 9a in column A.

STEP 3. Complete column B. List Your Income.

Lines 1a through 1f. Enter only your income in column B. Attribute earned income to the spouse who earned it. Unless it is attributable to one spouse, divide unearned income (interest, dividends, capital gains, etc.) equally between you and your spouse.

Line 3 — Federal Income Adjustments. Enter your share of the adjustments shown on your federal Form 1040, line 36 or federal Form 1040A, line 20.

Line 5 — Income Modifications. Enter your share of the income modifications listed in column A.

Line 8 — Deductions. If you itemized deductions, calculate your share by multiplying the amount on line 8, column A, by the percentage listed on line 7, column B. If your share of the itemized deductions is less than the Maine standard deduction for single, use the Maine standard deduction for single.

If you use the standard deduction on your joint federal return, use the Maine “single” standard deduction. The Maine standard deduction for a single individual is \$5,350 unless you claimed zero exemptions on your federal return. If so, the standard deduction is the greater of \$850 or the sum of \$300 plus earned income up to a maximum of \$5,350. If you are age 65 or over **or** blind, increase the standard deduction amount by \$1,300. If age 65 or over **and** blind, increase it by \$2,600.

Enter your deduction amount (itemized or standard, whichever is greater) on line 8, column B.

Line 9 — Exemptions. You are entitled to claim your own personal exemption plus a portion of the dependent exemptions claimed on your joint federal return. Follow the instructions on Schedule NRH to complete lines 9a, 9b and 9c.

Tax Additions and Tax Credits. Refer to Maine Schedule A on page 21 for tax additions and tax credits. If you claim any of the listed additions or individual credits (Maine Schedule A, lines 5 and 7), multiply the joint amount of the individual credits or additions by the percentage listed on line 7, column B of Schedule NRH. (**NOTE:** The child care credit on Maine Schedule A, line 6 is prorated on the Worksheet for Child Care Credit on page 22). Enter your share on Maine Schedule A to enter the results on Form 1040ME. You may claim 100% of your ownership share of the business credits on Maine Schedule A, lines 9-14 and 16-18.

STEP 4. Complete Form 1040ME. Complete Form 1040ME lines 1-23 using the amounts listed in column B, Schedule NRH.

Filing Status: Check Single.

Number of Exemptions: Enter total number of exemptions claimed on your joint federal return less the exemption for your spouse.

Lines 14, 15, 16, 17, 18: Enter amounts from column B of Schedule NRH. Follow the instructions on Schedule NRH.

Line 20: Use the tax amount from the Single column in the tax table on pages 31 through 35 or compute your tax based on the tax rate schedule on page 35 for your taxable income as listed on line 19.

Line 31: Use Tax. Enter zero unless you are filing as a resident and have a use tax liability (see specific instructions for line 31 on page 7).

STEP 5. Complete column C. List in column C the Non-Maine-Source portion of the income listed in column B. If you are filing as a Maine resident, do not complete column C. See page 12 for an overall description of Maine-source and non-Maine-source income. Use Worksheet B on page 26 to help you determine amounts to enter on line 1. For line 5, prorate the pension deduction (Form 1040ME, Schedule 1, line 2d) and the subtraction for premiums for Long-Term Care Insurance (Form 1040ME, Schedule 1, line 2f) based on the percentage of qualified pension income received or premiums paid as a nonresident or “Safe Harbor” resident. Do not include your spouse’s income in this column. Supply W-2 forms from other states or temporary duty (TDY) papers to support entries in column C.

STEP 6. Compute your Nonresident Credit. If you are filing as a Maine resident, do not complete lines 10 and 11.

Line 10. Adjusted Maine Income Tax. Enter your adjusted Maine income tax. Take this amount from Form 1040ME, line 20 minus line 22, minus Maine Schedule A, lines 5 and 7.

Line 11. Nonresident Credit. Find your nonresident credit by multiplying the amount on line 10 by line 7, column C. Enter the result here and on Form 1040ME, line 25. This is your nonresident credit.

STEP 7. Complete Form 1040ME. Calculate your balance due or refund by completing the remaining lines on Form 1040ME. Follow the instructions for Form 1040ME.

2007 MAINE INCOME TAX TABLE

If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:				
0				
0	100	1	1	1
100	200	3	3	3
200	300	5	5	5
300	400	7	7	7
400	500	9	9	9
500	600	11	11	11
600	700	13	13	13
700	800	15	15	15
800	900	17	17	17
900	1,000	19	19	19
1,000				
1,000	1,100	21	21	21
1,100	1,200	23	23	23
1,200	1,300	25	25	25
1,300	1,400	27	27	27
1,400	1,500	29	29	29
1,500	1,600	31	31	31
1,600	1,700	33	33	33
1,700	1,800	35	35	35
1,800	1,900	37	37	37
1,900	2,000	39	39	39
2,000				
2,000	2,100	41	41	41
2,100	2,200	43	43	43
2,200	2,300	45	45	45
2,300	2,400	47	47	47
2,400	2,500	49	49	49
2,500	2,600	51	51	51
2,600	2,700	53	53	53
2,700	2,800	55	55	55
2,800	2,900	57	57	57
2,900	3,000	59	59	59
3,000				
3,000	3,100	61	61	61
3,100	3,200	63	63	63
3,200	3,300	65	65	65
3,300	3,400	67	67	67
3,400	3,500	69	69	69
3,500	3,600	71	71	71
3,600	3,700	73	73	73
3,700	3,800	75	75	75
3,800	3,900	77	77	77
3,900	4,000	79	79	79
4,000				
4,000	4,100	81	81	81
4,100	4,200	83	83	83
4,200	4,300	85	85	85
4,300	4,400	87	87	87
4,400	4,500	89	89	89
4,500	4,600	91	91	91
4,600	4,700	93	93	93
4,700	4,800	95	95	95
4,800	4,900	100	97	97
4,900	5,000	104	99	99
5,000				
5,000	5,100	109	101	101
5,100	5,200	113	103	103
5,200	5,300	118	105	105
5,300	5,400	122	107	107
5,400	5,500	127	109	109
5,500	5,600	131	111	111
5,600	5,700	136	113	113
5,700	5,800	140	115	115
5,800	5,900	145	117	117
5,900	6,000	149	119	119
6,000				
6,000	6,100	154	121	121
6,100	6,200	158	123	123
6,200	6,300	163	125	125
6,300	6,400	167	127	127
6,400	6,500	172	129	129
6,500	6,600	176	131	131
6,600	6,700	181	133	133
6,700	6,800	185	135	135
6,800	6,900	190	137	137
6,900	7,000	194	139	139

If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:				
7,000				
7,000	7,100	199	141	141
7,100	7,200	203	143	143
7,200	7,300	208	145	148
7,300	7,400	212	147	152
7,400	7,500	217	149	157
7,500	7,600	221	151	161
7,600	7,700	226	153	166
7,700	7,800	230	155	170
7,800	7,900	235	157	175
7,900	8,000	239	159	179
8,000				
8,000	8,100	244	161	184
8,100	8,200	248	163	188
8,200	8,300	253	165	193
8,300	8,400	257	167	197
8,400	8,500	262	169	202
8,500	8,600	266	171	206
8,600	8,700	271	173	211
8,700	8,800	275	175	215
8,800	8,900	280	177	220
8,900	9,000	284	179	224
9,000				
9,000	9,100	289	181	229
9,100	9,200	293	183	233
9,200	9,300	298	185	238
9,300	9,400	302	187	242
9,400	9,500	307	189	247
9,500	9,600	314	192	251
9,600	9,700	321	197	256
9,700	9,800	328	201	260
9,800	9,900	335	206	265
9,900	10,000	342	210	269
10,000				
10,000	10,100	349	215	274
10,100	10,200	356	219	278
10,200	10,300	363	224	283
10,300	10,400	370	228	287
10,400	10,500	377	233	292
10,500	10,600	384	237	296
10,600	10,700	391	242	301
10,700	10,800	398	246	305
10,800	10,900	405	251	310
10,900	11,000	412	255	314
11,000				
11,000	11,100	419	260	319
11,100	11,200	426	264	323
11,200	11,300	433	269	328
11,300	11,400	440	273	332
11,400	11,500	447	278	337
11,500	11,600	454	282	341
11,600	11,700	461	287	346
11,700	11,800	468	291	350
11,800	11,900	475	296	355
11,900	12,000	482	300	359
12,000				
12,000	12,100	489	305	364
12,100	12,200	496	309	368
12,200	12,300	503	314	373
12,300	12,400	510	318	377
12,400	12,500	517	323	382
12,500	12,600	524	327	386
12,600	12,700	531	332	391
12,700	12,800	538	336	395
12,800	12,900	545	341	400
12,900	13,000	552	345	404
13,000				
13,000	13,100	559	350	409
13,100	13,200	566	354	413
13,200	13,300	573	359	418
13,300	13,400	580	363	422
13,400	13,500	587	368	427
13,500	13,600	594	372	431
13,600	13,700	601	377	436
13,700	13,800	608	381	440
13,800	13,900	615	386	445
13,900	14,000	622	390	449

If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:				
14,000				
14,000	14,100	629	395	454
14,100	14,200	636	399	458
14,200	14,300	643	404	464
14,300	14,400	650	408	471
14,400	14,500	657	413	478
14,500	14,600	664	417	485
14,600	14,700	671	422	492
14,700	14,800	678	426	499
14,800	14,900	685	431	506
14,900	15,000	692	435	513
15,000				
15,000	15,100	699	440	520
15,100	15,200	706	444	527
15,200	15,300	713	449	534
15,300	15,400	720	453	541
15,400	15,500	727	458	548
15,500	15,600	734	462	555
15,600	15,700	741	467	562
15,700	15,800	748	471	569
15,800	15,900	755	476	576
15,900	16,000	762	480	583
16,000				
16,000	16,100	769	485	590
16,100	16,200	776	489	597
16,200	16,300	783	494	604
16,300	16,400	790	498	611
16,400	16,500	797	503	618
16,500	16,600	804	507	625
16,600	16,700	811	512	632
16,700	16,800	818	516	639
16,800	16,900	825	521	646
16,900	17,000	832	525	653
17,000				
17,000	17,100	839	530	660
17,100	17,200	846	534	667
17,200	17,300	853	539	674
17,300	17,400	860	543	681
17,400	17,500	867	548	688
17,500	17,600	874	552	695
17,600	17,700	881	557	702
17,700	17,800	888	561	709
17,800	17,900	895	566	716
17,900	18,000	902	570	723
18,000				
18,000	18,100	909	575	730
18,100	18,200	916	579	737
18,200	18,300	923	584	744
18,300	18,400	930	588	751
18,400	18,500	937	593	758
18,500	18,600	944	597	765
18,600	18,700	951	602	772
18,700	18,800	958	606	779
18,800	18,900	965	611	786
18,900	19,000	972	615	793
19,000				
19,000	19,100	981	622	800
19,100	19,200	989	629	807
19,200	19,300	998	636	814
19,300	19,400	1,006	643	821
19,400	19,500	1,015	650	828
19,500	19,600	1,023	657	835
19,600	19,700	1,032	664	842
19,700	19,800	1,040	671	849
19,800	19,900	1,049	678	856
19,900	20,000	1,057	685	863
20,000				
20,000	20,100	1,066	692	870
20,100	20,200	1,074	699	877
20,200	20,300	1,083	706	884
20,300	20,400	1,091	713	891
20,400	20,500	1,100	720	898
20,500	20,600	1,108	727	905
20,600	20,700	1,117	734	912
20,700	20,800	1,125	741	919
20,800	20,900	1,134	748	926
20,900	21,000	1,142	755	933

*This column must also be used by a surviving spouse with dependent child

2007 MAINE INCOME TAX TABLE

If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:				
21,000				
21,000	21,100	1,151	762	940
21,100	21,200	1,159	769	947
21,200	21,300	1,168	776	954
21,300	21,400	1,176	783	961
21,400	21,500	1,185	790	968
21,500	21,600	1,193	797	975
21,600	21,700	1,202	804	982
21,700	21,800	1,210	811	989
21,800	21,900	1,219	818	996
21,900	22,000	1,227	825	1,003
22,000				
22,000	22,100	1,236	832	1,010
22,100	22,200	1,244	839	1,017
22,200	22,300	1,253	846	1,024
22,300	22,400	1,261	853	1,031
22,400	22,500	1,270	860	1,038
22,500	22,600	1,278	867	1,045
22,600	22,700	1,287	874	1,052
22,700	22,800	1,295	881	1,059
22,800	22,900	1,304	888	1,066
22,900	23,000	1,312	895	1,073
23,000				
23,000	23,100	1,321	902	1,080
23,100	23,200	1,329	909	1,087
23,200	23,300	1,338	916	1,094
23,300	23,400	1,346	923	1,101
23,400	23,500	1,355	930	1,108
23,500	23,600	1,363	937	1,115
23,600	23,700	1,372	944	1,122
23,700	23,800	1,380	951	1,129
23,800	23,900	1,389	958	1,136
23,900	24,000	1,397	965	1,143
24,000				
24,000	24,100	1,406	972	1,150
24,100	24,200	1,414	979	1,157
24,200	24,300	1,423	986	1,164
24,300	24,400	1,431	993	1,171
24,400	24,500	1,440	1,000	1,178
24,500	24,600	1,448	1,007	1,185
24,600	24,700	1,457	1,014	1,192
24,700	24,800	1,465	1,021	1,199
24,800	24,900	1,474	1,028	1,206
24,900	25,000	1,482	1,035	1,213
25,000				
25,000	25,100	1,491	1,042	1,220
25,100	25,200	1,499	1,049	1,227
25,200	25,300	1,508	1,056	1,234
25,300	25,400	1,516	1,063	1,241
25,400	25,500	1,525	1,070	1,248
25,500	25,600	1,533	1,077	1,255
25,600	25,700	1,542	1,084	1,262
25,700	25,800	1,550	1,091	1,269
25,800	25,900	1,559	1,098	1,276
25,900	26,000	1,567	1,105	1,283
26,000				
26,000	26,100	1,576	1,112	1,290
26,100	26,200	1,584	1,119	1,297
26,200	26,300	1,593	1,126	1,304
26,300	26,400	1,601	1,133	1,311
26,400	26,500	1,610	1,140	1,318
26,500	26,600	1,618	1,147	1,325
26,600	26,700	1,627	1,154	1,332
26,700	26,800	1,635	1,161	1,339
26,800	26,900	1,644	1,168	1,346
26,900	27,000	1,652	1,175	1,353
27,000				
27,000	27,100	1,661	1,182	1,360
27,100	27,200	1,669	1,189	1,367
27,200	27,300	1,678	1,196	1,374
27,300	27,400	1,686	1,203	1,381
27,400	27,500	1,695	1,210	1,388
27,500	27,600	1,703	1,217	1,395
27,600	27,700	1,712	1,224	1,402
27,700	27,800	1,720	1,231	1,409
27,800	27,900	1,729	1,238	1,416
27,900	28,000	1,737	1,245	1,423

If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:				
28,000				
28,000	28,100	1,746	1,252	1,430
28,100	28,200	1,754	1,259	1,437
28,200	28,300	1,763	1,266	1,444
28,300	28,400	1,771	1,273	1,451
28,400	28,500	1,780	1,280	1,458
28,500	28,600	1,788	1,287	1,467
28,600	28,700	1,797	1,294	1,475
28,700	28,800	1,805	1,301	1,484
28,800	28,900	1,814	1,308	1,492
28,900	29,000	1,822	1,315	1,501
29,000				
29,000	29,100	1,831	1,322	1,509
29,100	29,200	1,839	1,329	1,518
29,200	29,300	1,848	1,336	1,526
29,300	29,400	1,856	1,343	1,535
29,400	29,500	1,865	1,350	1,543
29,500	29,600	1,873	1,357	1,552
29,600	29,700	1,882	1,364	1,560
29,700	29,800	1,890	1,371	1,569
29,800	29,900	1,899	1,378	1,577
29,900	30,000	1,907	1,385	1,586
30,000				
30,000	30,100	1,916	1,392	1,594
30,100	30,200	1,924	1,399	1,603
30,200	30,300	1,933	1,406	1,611
30,300	30,400	1,941	1,413	1,620
30,400	30,500	1,950	1,420	1,628
30,500	30,600	1,958	1,427	1,637
30,600	30,700	1,967	1,434	1,645
30,700	30,800	1,975	1,441	1,654
30,800	30,900	1,984	1,448	1,662
30,900	31,000	1,992	1,455	1,671
31,000				
31,000	31,100	2,001	1,462	1,679
31,100	31,200	2,009	1,469	1,688
31,200	31,300	2,018	1,476	1,696
31,300	31,400	2,026	1,483	1,705
31,400	31,500	2,035	1,490	1,713
31,500	31,600	2,043	1,497	1,722
31,600	31,700	2,052	1,504	1,730
31,700	31,800	2,060	1,511	1,739
31,800	31,900	2,069	1,518	1,747
31,900	32,000	2,077	1,525	1,756
32,000				
32,000	32,100	2,086	1,532	1,764
32,100	32,200	2,094	1,539	1,773
32,200	32,300	2,103	1,546	1,781
32,300	32,400	2,111	1,553	1,790
32,400	32,500	2,120	1,560	1,798
32,500	32,600	2,128	1,567	1,807
32,600	32,700	2,137	1,574	1,815
32,700	32,800	2,145	1,581	1,824
32,800	32,900	2,154	1,588	1,832
32,900	33,000	2,162	1,595	1,841
33,000				
33,000	33,100	2,171	1,602	1,849
33,100	33,200	2,179	1,609	1,858
33,200	33,300	2,188	1,616	1,866
33,300	33,400	2,196	1,623	1,875
33,400	33,500	2,205	1,630	1,883
33,500	33,600	2,213	1,637	1,892
33,600	33,700	2,222	1,644	1,900
33,700	33,800	2,230	1,651	1,909
33,800	33,900	2,239	1,658	1,917
33,900	34,000	2,247	1,665	1,926
34,000				
34,000	34,100	2,256	1,672	1,934
34,100	34,200	2,264	1,679	1,943
34,200	34,300	2,273	1,686	1,951
34,300	34,400	2,281	1,693	1,960
34,400	34,500	2,290	1,700	1,968
34,500	34,600	2,298	1,707	1,977
34,600	34,700	2,307	1,714	1,985
34,700	34,800	2,315	1,721	1,994
34,800	34,900	2,324	1,728	2,002
34,900	35,000	2,332	1,735	2,011

If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:				
35,000				
35,000	35,100	2,341	1,742	2,019
35,100	35,200	2,349	1,749	2,028
35,200	35,300	2,358	1,756	2,036
35,300	35,400	2,366	1,763	2,045
35,400	35,500	2,375	1,770	2,053
35,500	35,600	2,383	1,777	2,062
35,600	35,700	2,392	1,784	2,070
35,700	35,800	2,400	1,791	2,079
35,800	35,900	2,409	1,798	2,087
35,900	36,000	2,417	1,805	2,096
36,000				
36,000	36,100	2,426	1,812	2,104
36,100	36,200	2,434	1,819	2,113
36,200	36,300	2,443	1,826	2,121
36,300	36,400	2,451	1,833	2,130
36,400	36,500	2,460	1,840	2,138
36,500	36,600	2,468	1,847	2,147
36,600	36,700	2,477	1,854	2,155
36,700	36,800	2,485	1,861	2,164
36,800	36,900	2,494	1,868	2,172
36,900	37,000	2,502	1,875	2,181
37,000				
37,000	37,100	2,511	1,882	2,189
37,100	37,200	2,519	1,889	2,198
37,200	37,300	2,528	1,896	2,206
37,300	37,400	2,536	1,903	2,215
37,400	37,500	2,545	1,910	2,223
37,500	37,600	2,553	1,917	2,232
37,600	37,700	2,562	1,924	2,240
37,700	37,800	2,570	1,931	2,249
37,800	37,900	2,579	1,938	2,257
37,900	38,000	2,587	1,945	2,266
38,000				
38,000	38,100	2,596	1,954	2,274
38,100	38,200	2,604	1,962	2,283
38,200	38,300	2,613	1,971	2,291
38,300	38,400	2,621	1,979	2,300
38,400	38,500	2,630	1,988	2,308
38,500	38,600	2,638	1,996	2,317
38,600	38,700	2,647	2,005	2,325
38,700	38,800	2,655	2,013	2,334
38,800	38,900	2,664	2,022	2,342
38,900	39,000	2,672	2,030	2,351
39,000				
39,000	39,100	2,681	2,039	2,359
39,100	39,200	2,689	2,047	2,368
39,200	39,300	2,698	2,056	2,376
39,300	39,400	2,706	2,064	2,385
39,400	39,500	2,715	2,073	2,393
39,500	39,600	2,723	2,081	2,402
39,600	39,700	2,732	2,090	2,410
39,700	39,800	2,740	2,098	2,419
39,800	39,900	2,749	2,107	2,427
39,900	40,000	2,757	2,115	2,436
40,000				
40,000	40,100	2,766	2,124	2,444
40,100	40,200	2,774	2,132	2,453
40,200	40,300	2,783	2,141	2,461
40,300	40,400	2,791	2,149	2,470
40,400	40,500	2,800	2,158	2,478
40,500	40,600	2,808	2,166	2,487
40,600	40,700	2,817	2,175	2,495
40,700	40,800	2,825	2,183	2,504
40,800	40,900	2,834	2,192	2,512
40,900	41,000	2,842	2,200	2,521
41,000				
41,000	41			

2007 MAINE INCOME TAX TABLE

If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:				
42,000				
42,000	42,100	2,936	2,294	2,614
42,100	42,200	2,944	2,302	2,623
42,200	42,300	2,953	2,311	2,631
42,300	42,400	2,961	2,319	2,640
42,400	42,500	2,970	2,328	2,648
42,500	42,600	2,978	2,336	2,657
42,600	42,700	2,987	2,345	2,665
42,700	42,800	2,995	2,353	2,674
42,800	42,900	3,004	2,362	2,682
42,900	43,000	3,012	2,370	2,691
43,000				
43,000	43,100	3,021	2,379	2,699
43,100	43,200	3,029	2,387	2,708
43,200	43,300	3,038	2,396	2,716
43,300	43,400	3,046	2,404	2,725
43,400	43,500	3,055	2,413	2,733
43,500	43,600	3,063	2,421	2,742
43,600	43,700	3,072	2,430	2,750
43,700	43,800	3,080	2,438	2,759
43,800	43,900	3,089	2,447	2,767
43,900	44,000	3,097	2,455	2,776
44,000				
44,000	44,100	3,106	2,464	2,784
44,100	44,200	3,114	2,472	2,793
44,200	44,300	3,123	2,481	2,801
44,300	44,400	3,131	2,489	2,810
44,400	44,500	3,140	2,498	2,818
44,500	44,600	3,148	2,506	2,827
44,600	44,700	3,157	2,515	2,835
44,700	44,800	3,165	2,523	2,844
44,800	44,900	3,174	2,532	2,852
44,900	45,000	3,182	2,540	2,861
45,000				
45,000	45,100	3,191	2,549	2,869
45,100	45,200	3,199	2,557	2,878
45,200	45,300	3,208	2,566	2,886
45,300	45,400	3,216	2,574	2,895
45,400	45,500	3,225	2,583	2,903
45,500	45,600	3,233	2,591	2,912
45,600	45,700	3,242	2,600	2,920
45,700	45,800	3,250	2,608	2,929
45,800	45,900	3,259	2,617	2,937
45,900	46,000	3,267	2,625	2,946
46,000				
46,000	46,100	3,276	2,634	2,954
46,100	46,200	3,284	2,642	2,963
46,200	46,300	3,293	2,651	2,971
46,300	46,400	3,301	2,659	2,980
46,400	46,500	3,310	2,668	2,988
46,500	46,600	3,318	2,676	2,997
46,600	46,700	3,327	2,685	3,005
46,700	46,800	3,335	2,693	3,014
46,800	46,900	3,344	2,702	3,022
46,900	47,000	3,352	2,710	3,031
47,000				
47,000	47,100	3,361	2,719	3,039
47,100	47,200	3,369	2,727	3,048
47,200	47,300	3,378	2,736	3,056
47,300	47,400	3,386	2,744	3,065
47,400	47,500	3,395	2,753	3,073
47,500	47,600	3,403	2,761	3,082
47,600	47,700	3,412	2,770	3,090
47,700	47,800	3,420	2,778	3,099
47,800	47,900	3,429	2,787	3,107
47,900	48,000	3,437	2,795	3,116
48,000				
48,000	48,100	3,446	2,804	3,124
48,100	48,200	3,454	2,812	3,133
48,200	48,300	3,463	2,821	3,141
48,300	48,400	3,471	2,829	3,150
48,400	48,500	3,480	2,838	3,158
48,500	48,600	3,488	2,846	3,167
48,600	48,700	3,497	2,855	3,175
48,700	48,800	3,505	2,863	3,184
48,800	48,900	3,514	2,872	3,192
48,900	49,000	3,522	2,880	3,201

If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:				
49,000				
49,000	49,100	3,531	2,889	3,209
49,100	49,200	3,539	2,897	3,218
49,200	49,300	3,548	2,906	3,226
49,300	49,400	3,556	2,914	3,235
49,400	49,500	3,565	2,923	3,243
49,500	49,600	3,573	2,931	3,252
49,600	49,700	3,582	2,940	3,260
49,700	49,800	3,590	2,948	3,269
49,800	49,900	3,599	2,957	3,277
49,900	50,000	3,607	2,965	3,286
50,000				
50,000	50,100	3,616	2,974	3,294
50,100	50,200	3,624	2,982	3,303
50,200	50,300	3,633	2,991	3,311
50,300	50,400	3,641	2,999	3,320
50,400	50,500	3,650	3,008	3,328
50,500	50,600	3,658	3,016	3,337
50,600	50,700	3,667	3,025	3,345
50,700	50,800	3,675	3,033	3,354
50,800	50,900	3,684	3,042	3,362
50,900	51,000	3,692	3,050	3,371
51,000				
51,000	51,100	3,701	3,059	3,379
51,100	51,200	3,709	3,067	3,388
51,200	51,300	3,718	3,076	3,396
51,300	51,400	3,726	3,084	3,405
51,400	51,500	3,735	3,093	3,413
51,500	51,600	3,743	3,101	3,422
51,600	51,700	3,752	3,110	3,430
51,700	51,800	3,760	3,118	3,439
51,800	51,900	3,769	3,127	3,447
51,900	52,000	3,777	3,135	3,456
52,000				
52,000	52,100	3,786	3,144	3,464
52,100	52,200	3,794	3,152	3,473
52,200	52,300	3,803	3,161	3,481
52,300	52,400	3,811	3,169	3,490
52,400	52,500	3,820	3,178	3,498
52,500	52,600	3,828	3,186	3,507
52,600	52,700	3,837	3,195	3,515
52,700	52,800	3,845	3,203	3,524
52,800	52,900	3,854	3,212	3,532
52,900	53,000	3,862	3,220	3,541
53,000				
53,000	53,100	3,871	3,229	3,549
53,100	53,200	3,879	3,237	3,558
53,200	53,300	3,888	3,246	3,566
53,300	53,400	3,896	3,254	3,575
53,400	53,500	3,905	3,263	3,583
53,500	53,600	3,913	3,271	3,592
53,600	53,700	3,922	3,280	3,600
53,700	53,800	3,930	3,288	3,609
53,800	53,900	3,939	3,297	3,617
53,900	54,000	3,947	3,305	3,626
54,000				
54,000	54,100	3,956	3,314	3,634
54,100	54,200	3,964	3,322	3,643
54,200	54,300	3,973	3,331	3,651
54,300	54,400	3,981	3,339	3,660
54,400	54,500	3,990	3,348	3,668
54,500	54,600	3,998	3,356	3,677
54,600	54,700	4,007	3,365	3,685
54,700	54,800	4,015	3,373	3,694
54,800	54,900	4,024	3,382	3,702
54,900	55,000	4,032	3,390	3,711
55,000				
55,000	55,100	4,041	3,399	3,719
55,100	55,200	4,049	3,407	3,728
55,200	55,300	4,058	3,416	3,736
55,300	55,400	4,066	3,424	3,745
55,400	55,500	4,075	3,433	3,753
55,500	55,600	4,083	3,441	3,762
55,600	55,700	4,092	3,450	3,770
55,700	55,800	4,100	3,458	3,779
55,800	55,900	4,109	3,467	3,787
55,900	56,000	4,117	3,475	3,796

If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:				
56,000				
56,000	56,100	4,126	3,484	3,804
56,100	56,200	4,134	3,492	3,813
56,200	56,300	4,143	3,501	3,821
56,300	56,400	4,151	3,509	3,830
56,400	56,500	4,160	3,518	3,838
56,500	56,600	4,168	3,526	3,847
56,600	56,700	4,177	3,535	3,855
56,700	56,800	4,185	3,543	3,864
56,800	56,900	4,194	3,552	3,872
56,900	57,000	4,202	3,560	3,881
57,000				
57,000	57,100	4,211	3,569	3,889
57,100	57,200	4,219	3,577	3,898
57,200	57,300	4,228	3,586	3,906
57,300	57,400	4,236	3,594	3,915
57,400	57,500	4,245	3,603	3,923
57,500	57,600	4,253	3,611	3,932
57,600	57,700	4,262	3,620	3,940
57,700	57,800	4,270	3,628	3,949
57,800	57,900	4,279	3,637	3,957
57,900	58,000	4,287	3,645	3,966
58,000				
58,000	58,100	4,296	3,654	3,974
58,100	58,200	4,304	3,662	3,983
58,200	58,300	4,313	3,671	3,991
58,300	58,400	4,321	3,679	4,000
58,400	58,500	4,330	3,688	4,008
58,500	58,600	4,338	3,696	4,017
58,600	58,700	4,347	3,705	4,025
58,700	58,800	4,355	3,713	4,034
58,800	58,900	4,364	3,722	4,042
58,900	59,000	4,372	3,730	4,051
59,000				
59,000	59,100	4,381	3,739	4,059
59,100	59,200	4,389	3,747	4,068
59,200	59,300	4,398	3,756	4,076
59,300	59,400	4,406	3,764	4,085
59,400	59,500	4,415	3,773	4,093
59,500	59,600	4,423	3,781	4,102
59,600	59,700	4,432	3,790	4,110
59,700	59,800	4,440	3,798	4,119
59,800	59,900	4,449	3,807	4,127
59,900	60,000	4,457	3,815	4,136
60,000				
60,000	60,100	4,466	3,824	4,144
60,100	60,200	4,474	3,832	4,153
60,200	60,300	4,483	3,841	4,161
60,300	60,400	4,491	3,849	4,170
60,400	60,500	4,500	3,858	4,178
60,500	60,600	4,508	3,866	4,187
60,600	60,700	4,517	3,875	4,195
60,700	60,800	4,525	3,883	4,204
60,800	60,900	4,534	3,892	4,212
60,900	61,000	4,542	3,900	4,221
61,000				
61,000	61,100	4,551	3,909	4,229
61,100	61,200	4,559	3,917	4,238
61,200	61,300	4,568	3,926	4,246
61,300	61,400	4,576	3,934	4,255
61,400	61,500	4,585	3,943	4,263
61,500	61,600	4,593	3,951	4,272
61,600	61,700	4,602	3,960	4,280
61,700	61,800	4,610	3,968	4

2007 MAINE INCOME TAX TABLE

If Line 19 Form 1040ME is:		And Your Filing Status is:			If Line 19 Form 1040ME is:		And Your Filing Status is:			If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household	At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household	At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:					Your Tax is:					Your Tax is:				
63,000					70,000					77,000				
63,000	63,100	4,721	4,079	4,399	70,000	70,100	5,316	4,674	4,994	77,000	77,100	5,911	5,269	5,589
63,100	63,200	4,729	4,087	4,408	70,100	70,200	5,324	4,682	5,003	77,100	77,200	5,919	5,277	5,598
63,200	63,300	4,738	4,096	4,416	70,200	70,300	5,333	4,691	5,011	77,200	77,300	5,928	5,286	5,606
63,300	63,400	4,746	4,104	4,425	70,300	70,400	5,341	4,699	5,020	77,300	77,400	5,936	5,294	5,615
63,400	63,500	4,755	4,113	4,433	70,400	70,500	5,350	4,708	5,028	77,400	77,500	5,945	5,303	5,623
63,500	63,600	4,763	4,121	4,442	70,500	70,600	5,358	4,716	5,037	77,500	77,600	5,953	5,311	5,632
63,600	63,700	4,772	4,130	4,450	70,600	70,700	5,367	4,725	5,045	77,600	77,700	5,962	5,320	5,640
63,700	63,800	4,780	4,138	4,459	70,700	70,800	5,375	4,733	5,054	77,700	77,800	5,970	5,328	5,649
63,800	63,900	4,789	4,147	4,467	70,800	70,900	5,384	4,742	5,062	77,800	77,900	5,979	5,337	5,657
63,900	64,000	4,797	4,155	4,476	70,900	71,000	5,392	4,750	5,071	77,900	78,000	5,987	5,345	5,666
64,000					71,000					78,000				
64,000	64,100	4,806	4,164	4,484	71,000	71,100	5,401	4,759	5,079	78,000	78,100	5,996	5,354	5,674
64,100	64,200	4,814	4,172	4,493	71,100	71,200	5,409	4,767	5,088	78,100	78,200	6,004	5,362	5,683
64,200	64,300	4,823	4,181	4,501	71,200	71,300	5,418	4,776	5,096	78,200	78,300	6,013	5,371	5,691
64,300	64,400	4,831	4,189	4,510	71,300	71,400	5,426	4,784	5,105	78,300	78,400	6,021	5,379	5,700
64,400	64,500	4,840	4,198	4,518	71,400	71,500	5,435	4,793	5,113	78,400	78,500	6,030	5,388	5,708
64,500	64,600	4,848	4,206	4,527	71,500	71,600	5,443	4,801	5,122	78,500	78,600	6,038	5,396	5,717
64,600	64,700	4,857	4,215	4,535	71,600	71,700	5,452	4,810	5,130	78,600	78,700	6,047	5,405	5,725
64,700	64,800	4,865	4,223	4,544	71,700	71,800	5,460	4,818	5,139	78,700	78,800	6,055	5,413	5,734
64,800	64,900	4,874	4,232	4,552	71,800	71,900	5,469	4,827	5,147	78,800	78,900	6,064	5,422	5,742
64,900	65,000	4,882	4,240	4,561	71,900	72,000	5,477	4,835	5,156	78,900	79,000	6,072	5,430	5,751
65,000					72,000					79,000				
65,000	65,100	4,891	4,249	4,569	72,000	72,100	5,486	4,844	5,164	79,000	79,100	6,081	5,439	5,759
65,100	65,200	4,899	4,257	4,578	72,100	72,200	5,494	4,852	5,173	79,100	79,200	6,089	5,447	5,768
65,200	65,300	4,908	4,266	4,586	72,200	72,300	5,503	4,861	5,181	79,200	79,300	6,098	5,456	5,776
65,300	65,400	4,916	4,274	4,595	72,300	72,400	5,511	4,869	5,190	79,300	79,400	6,106	5,464	5,785
65,400	65,500	4,925	4,283	4,603	72,400	72,500	5,520	4,878	5,198	79,400	79,500	6,115	5,473	5,793
65,500	65,600	4,933	4,291	4,612	72,500	72,600	5,528	4,886	5,207	79,500	79,600	6,123	5,481	5,802
65,600	65,700	4,942	4,300	4,620	72,600	72,700	5,537	4,895	5,215	79,600	79,700	6,132	5,490	5,810
65,700	65,800	4,950	4,308	4,629	72,700	72,800	5,545	4,903	5,224	79,700	79,800	6,140	5,498	5,819
65,800	65,900	4,959	4,317	4,637	72,800	72,900	5,554	4,912	5,232	79,800	79,900	6,149	5,507	5,827
65,900	66,000	4,967	4,325	4,646	72,900	73,000	5,562	4,920	5,241	79,900	80,000	6,157	5,515	5,836
66,000					73,000					80,000				
66,000	66,100	4,976	4,334	4,654	73,000	73,100	5,571	4,929	5,249	80,000	80,100	6,166	5,524	5,844
66,100	66,200	4,984	4,342	4,663	73,100	73,200	5,579	4,937	5,258	80,100	80,200	6,174	5,532	5,853
66,200	66,300	4,993	4,351	4,671	73,200	73,300	5,588	4,946	5,266	80,200	80,300	6,183	5,541	5,861
66,300	66,400	5,001	4,359	4,680	73,300	73,400	5,596	4,954	5,275	80,300	80,400	6,191	5,549	5,870
66,400	66,500	5,010	4,368	4,688	73,400	73,500	5,605	4,963	5,283	80,400	80,500	6,200	5,558	5,878
66,500	66,600	5,018	4,376	4,697	73,500	73,600	5,613	4,971	5,292	80,500	80,600	6,208	5,566	5,887
66,600	66,700	5,027	4,385	4,705	73,600	73,700	5,622	4,980	5,300	80,600	80,700	6,217	5,575	5,895
66,700	66,800	5,035	4,393	4,714	73,700	73,800	5,630	4,988	5,309	80,700	80,800	6,225	5,583	5,904
66,800	66,900	5,044	4,402	4,722	73,800	73,900	5,639	4,997	5,317	80,800	80,900	6,234	5,592	5,912
66,900	67,000	5,052	4,410	4,731	73,900	74,000	5,647	5,005	5,326	80,900	81,000	6,242	5,600	5,921
67,000					74,000					81,000				
67,000	67,100	5,061	4,419	4,739	74,000	74,100	5,656	5,014	5,334	81,000	81,100	6,251	5,609	5,929
67,100	67,200	5,069	4,427	4,748	74,100	74,200	5,664	5,022	5,343	81,100	81,200	6,259	5,617	5,938
67,200	67,300	5,078	4,436	4,756	74,200	74,300	5,673	5,031	5,351	81,200	81,300	6,268	5,626	5,946
67,300	67,400	5,086	4,444	4,765	74,300	74,400	5,681	5,039	5,360	81,300	81,400	6,276	5,634	5,955
67,400	67,500	5,095	4,453	4,773	74,400	74,500	5,690	5,048	5,368	81,400	81,500	6,285	5,643	5,963
67,500	67,600	5,103	4,461	4,782	74,500	74,600	5,698	5,056	5,377	81,500	81,600	6,293	5,651	5,972
67,600	67,700	5,112	4,470	4,790	74,600	74,700	5,707	5,065	5,385	81,600	81,700	6,302	5,660	5,980
67,700	67,800	5,120	4,478	4,799	74,700	74,800	5,715	5,073	5,394	81,700	81,800	6,310	5,668	5,989
67,800	67,900	5,129	4,487	4,807	74,800	74,900	5,724	5,082	5,402	81,800	81,900	6,319	5,677	5,997
67,900	68,000	5,137	4,495	4,816	74,900	75,000	5,732	5,090	5,411	81,900	82,000	6,327	5,685	6,006
68,000					75,000					82,000				
68,000	68,100	5,146	4,504	4,824	75,000	75,100	5,741	5,099	5,419	82,000	82,100	6,336	5,694	6,014
68,100	68,200	5,154	4,512	4,833	75,100	75,200	5,749	5,107	5,428	82,100	82,200	6,344	5,702	6,023
68,200	68,300	5,163	4,521	4,841	75,200	75,300	5,758	5,116	5,436	82,200	82,300	6,353	5,711	6,031
68,300	68,400	5,171	4,529	4,850	75,300	75,400	5,766	5,124	5,445	82,300	82,400	6,361	5,719	6,040
68,400	68,500	5,180	4,538	4,858	75,400	75,500	5,775	5,133	5,453	82,400	82,500	6,370	5,728	6,048
68,500	68,600	5,188	4,546	4,867	75,500	75,600	5,783	5,141	5,462	82,500	82,600	6,378	5,736	6,057
68,600	68,700	5,197	4,555	4,875	75,600	75,700	5,792	5,150	5,470	82,600	82,700	6,387	5,745	6,065
68,700	68,800	5,205	4,563	4,884	75,700	75,800	5,800	5,158	5,479	82,700	82,800	6,395	5,753	6,074
68,800	68,900	5,214	4,572	4,892	75,800	75,900	5,809	5,167	5,487	82,800	82,900	6,404	5,762	6,082
68,900	69,000	5,222	4,580	4,901	75,900	76,000	5,817	5,175	5,496	82,900	83,000	6,412	5,770	6,091
69,000					76,000					83,000				
69,000	69,100	5,231	4,589	4,909	76,000	76,100	5,826	5,184	5,504	83,000	83,100	6,421	5,779	6,099
69,100	69,200	5,239	4,597	4,918	76,100	76,200	5,834	5,192	5,513	83,100	83,200	6,429	5,787	6,108
69,200	69,300	5,248	4,606	4,926	76,200	76,300	5,843	5,201	5,521	83,200	83,300	6,438	5,796	6,116
69,300	69,400	5,256	4,614	4,935	76,300	76,400	5,851	5,209	5,530	83,300	83,400	6,446	5,804	6,125
69,400	69,500	5,265	4,623	4,943	76,400	76,500	5,860	5,218	5,538	83,400	83,500	6,455	5,813	6,133
69,500	69,600	5,273	4,631	4,952	76,500	76,600	5,868	5,226	5,547	83,500	83,600	6,463	5,821	6,142
69,600	69,700	5,282	4,640	4,960	76,600	76,700	5,877	5,235	5,555	83,600	83,700	6,472	5,830	6,150
69,700	69,800	5,290	4,648	4,969	76,700	76,800	5,885	5,243	5,564	83,700	83,800	6,480	5,838	6,159
69,800	69,900	5,299	4,657	4,977	76,800	76,900	5,894	5,252	5,572	83,800	83,900	6,489	5,847	6,167
69,900	70,000	5,307	4,665	4,986	76,9									

2007 MAINE INCOME TAX TABLE

If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:				
84,000				
84,000	84,100	6,506	5,864	6,184
84,100	84,200	6,514	5,872	6,193
84,200	84,300	6,523	5,881	6,201
84,300	84,400	6,531	5,889	6,210
84,400	84,500	6,540	5,898	6,218
84,500	84,600	6,548	5,906	6,227
84,600	84,700	6,557	5,915	6,235
84,700	84,800	6,565	5,923	6,244
84,800	84,900	6,574	5,932	6,252
84,900	85,000	6,582	5,940	6,261
85,000				
85,000	85,100	6,591	5,949	6,269
85,100	85,200	6,599	5,957	6,278
85,200	85,300	6,608	5,966	6,286
85,300	85,400	6,616	5,974	6,295
85,400	85,500	6,625	5,983	6,303
85,500	85,600	6,633	5,991	6,312
85,600	85,700	6,642	6,000	6,320
85,700	85,800	6,650	6,008	6,329
85,800	85,900	6,659	6,017	6,337
85,900	86,000	6,667	6,025	6,346
86,000				
86,000	86,100	6,676	6,034	6,354
86,100	86,200	6,684	6,042	6,363
86,200	86,300	6,693	6,051	6,371
86,300	86,400	6,701	6,059	6,380
86,400	86,500	6,710	6,068	6,388
86,500	86,600	6,718	6,076	6,397
86,600	86,700	6,727	6,085	6,405
86,700	86,800	6,735	6,093	6,414
86,800	86,900	6,744	6,102	6,422
86,900	87,000	6,752	6,110	6,431
87,000				
87,000	87,100	6,761	6,119	6,439
87,100	87,200	6,769	6,127	6,448
87,200	87,300	6,778	6,136	6,456
87,300	87,400	6,786	6,144	6,465
87,400	87,500	6,795	6,153	6,473
87,500	87,600	6,803	6,161	6,482
87,600	87,700	6,812	6,170	6,490
87,700	87,800	6,820	6,178	6,499
87,800	87,900	6,829	6,187	6,507
87,900	88,000	6,837	6,195	6,516
88,000				
88,000	88,100	6,846	6,204	6,524
88,100	88,200	6,854	6,212	6,533
88,200	88,300	6,863	6,221	6,541
88,300	88,400	6,871	6,229	6,550
88,400	88,500	6,880	6,238	6,558
88,500	88,600	6,888	6,246	6,567
88,600	88,700	6,897	6,255	6,575
88,700	88,800	6,905	6,263	6,584
88,800	88,900	6,914	6,272	6,592
88,900	89,000	6,922	6,280	6,601
89,000				
89,000	89,100	6,931	6,289	6,609
89,100	89,200	6,939	6,297	6,618
89,200	89,300	6,948	6,306	6,626
89,300	89,400	6,956	6,314	6,635
89,400	89,500	6,965	6,323	6,643
89,500	89,600	6,973	6,331	6,652
89,600	89,700	6,982	6,340	6,660
89,700	89,800	6,990	6,348	6,669
89,800	89,900	6,999	6,357	6,677
89,900	90,000	7,007	6,365	6,686
90,000				
90,000	90,100	7,016	6,374	6,694
90,100	90,200	7,024	6,382	6,703
90,200	90,300	7,033	6,391	6,711
90,300	90,400	7,041	6,399	6,720
90,400	90,500	7,050	6,408	6,728
90,500	90,600	7,058	6,416	6,737
90,600	90,700	7,067	6,425	6,745
90,700	90,800	7,075	6,433	6,754
90,800	90,900	7,084	6,442	6,762
90,900	91,000	7,092	6,450	6,771

If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:				
91,000				
91,000	91,100	7,101	6,459	6,779
91,100	91,200	7,109	6,467	6,788
91,200	91,300	7,118	6,476	6,796
91,300	91,400	7,126	6,484	6,805
91,400	91,500	7,135	6,493	6,813
91,500	91,600	7,143	6,501	6,822
91,600	91,700	7,152	6,510	6,830
91,700	91,800	7,160	6,518	6,839
91,800	91,900	7,169	6,527	6,847
91,900	92,000	7,177	6,535	6,856
92,000				
92,000	92,100	7,186	6,544	6,864
92,100	92,200	7,194	6,552	6,873
92,200	92,300	7,203	6,561	6,881
92,300	92,400	7,211	6,569	6,890
92,400	92,500	7,220	6,578	6,898
92,500	92,600	7,228	6,586	6,907
92,600	92,700	7,237	6,595	6,915
92,700	92,800	7,245	6,603	6,924
92,800	92,900	7,254	6,612	6,932
92,900	93,000	7,262	6,620	6,941
93,000				
93,000	93,100	7,271	6,629	6,949
93,100	93,200	7,279	6,637	6,958
93,200	93,300	7,288	6,646	6,966
93,300	93,400	7,296	6,654	6,975
93,400	93,500	7,305	6,663	6,983
93,500	93,600	7,313	6,671	6,992
93,600	93,700	7,322	6,680	7,000
93,700	93,800	7,330	6,688	7,009
93,800	93,900	7,339	6,697	7,017
93,900	94,000	7,347	6,705	7,026
94,000				
94,000	94,100	7,356	6,714	7,034
94,100	94,200	7,364	6,722	7,043
94,200	94,300	7,373	6,731	7,051
94,300	94,400	7,381	6,739	7,060
94,400	94,500	7,390	6,748	7,068
94,500	94,600	7,398	6,756	7,077
94,600	94,700	7,407	6,765	7,085
94,700	94,800	7,415	6,773	7,094
94,800	94,900	7,424	6,782	7,102
94,900	95,000	7,432	6,790	7,111
95,000				
95,000	95,100	7,441	6,799	7,119
95,100	95,200	7,449	6,807	7,128
95,200	95,300	7,458	6,816	7,136
95,300	95,400	7,466	6,824	7,145
95,400	95,500	7,475	6,833	7,153
95,500	95,600	7,483	6,841	7,162
95,600	95,700	7,492	6,850	7,170
95,700	95,800	7,500	6,858	7,179
95,800	95,900	7,509	6,867	7,187
95,900	96,000	7,517	6,875	7,196

If Line 19 Form 1040ME is:		And Your Filing Status is:		
At Least	But Less Than	Single or Married-Filing Separately	Married Filing Jointly*	Head of Household
Your Tax is:				
96,000				
96,000	96,100	7,526	6,884	7,204
96,100	96,200	7,534	6,892	7,213
96,200	96,300	7,543	6,901	7,221
96,300	96,400	7,551	6,909	7,230
96,400	96,500	7,560	6,918	7,238
96,500	96,600	7,568	6,926	7,247
96,600	96,700	7,577	6,935	7,255
96,700	96,800	7,585	6,943	7,264
96,800	96,900	7,594	6,952	7,272
96,900	97,000	7,602	6,960	7,281
97,000				
97,000	97,100	7,611	6,969	7,289
97,100	97,200	7,619	6,977	7,298
97,200	97,300	7,628	6,986	7,306
97,300	97,400	7,636	6,994	7,315
97,400	97,500	7,645	7,003	7,323
97,500	97,600	7,653	7,011	7,332
97,600	97,700	7,662	7,020	7,340
97,700	97,800	7,670	7,028	7,349
97,800	97,900	7,679	7,037	7,357
97,900	98,000	7,687	7,045	7,366
98,000				
98,000	98,100	7,696	7,054	7,374
98,100	98,200	7,704	7,062	7,383
98,200	98,300	7,713	7,071	7,391
98,300	98,400	7,721	7,079	7,400
98,400	98,500	7,730	7,088	7,408
98,500	98,600	7,738	7,096	7,417
98,600	98,700	7,747	7,105	7,425
98,700	98,800	7,755	7,113	7,434
98,800	98,900	7,764	7,122	7,442
98,900	99,000	7,772	7,130	7,451
99,000				
99,000	99,100	7,781	7,139	7,459
99,100	99,200	7,789	7,147	7,468
99,200	99,300	7,798	7,156	7,476
99,300	99,400	7,806	7,164	7,485
99,400	99,500	7,815	7,173	7,493
99,500	99,600	7,823	7,181	7,502
99,600	99,700	7,832	7,190	7,510
99,700	99,800	7,840	7,198	7,519
99,800	99,900	7,849	7,207	7,527
99,900	100,000	7,857	7,215	7,536
100,000 and over		7,861 plus 8.5% of excess over \$100,000	7,219 plus 8.5% of excess over \$100,000	7,540 plus 8.5% of excess over \$100,000

2007 TAX RATE SCHEDULES

For Single Individual and Married Person Filing Separate Return

If the taxable income on 1040ME, line 19 is:

Less than \$4,750	
\$ 4,750 but less than \$ 9,450	
\$ 9,450 but less than \$ 18,950	
\$ 18,950 or more	

The Tax is:

2.0% of the taxable income	
\$ 95 plus 4.5% of excess over \$ 4,750	
\$ 307 plus 7.0% of excess over \$ 9,450	
\$ 972 plus 8.5% of excess over \$ 18,950	

For Unmarried or Legally Separated Individuals Filing as Heads of Households

If the taxable income on 1040ME, line 19 is:

Less than \$7,150	
\$ 7,150 but less than \$ 14,200	
\$ 14,200 but less than \$ 28,450	
\$ 28,450 or more	

The Tax is:

2.0% of the taxable income	
\$ 143 plus 4.5% of excess over \$ 7,150	
\$ 460 plus 7.0% of excess over \$ 14,200	
\$1,458 plus 8.5% of excess over \$ 28,450	

For Married Individuals and Surviving Spouses Filing Joint Returns

If the taxable income on 1040ME, line 19 is:

Less than \$9,500	
\$ 9,500 but less than \$ 18,950	
\$ 18,950 but less than \$ 37,950	
\$ 37,950 or more	

The Tax is:

2.0% of the taxable income	
\$ 190 plus 4.5% of excess over \$ 9,500	
\$ 615 plus 7.0% of excess over \$ 18,950	
\$1,945 plus 8.5% of excess over \$ 37,950	

*This column must also be used by a surviving spouse with dependent child

Maine *FastFile*

Electronic filing and payment services

Get your refund in as little as 7 days when Direct Deposit is used.

It's easy to file and pay electronically.
PINs and signature documents not needed.



I-FILE – Free Internet filing at: www.maine.gov/revenue. You fill out the information, we do the calculations. **NOTE:** 2007 Nonresidents and “Safe Harbor” residents may only use I-file if Maine income tax is **zero** before claiming the nonresident credit OR all income is from Maine-sources and you do not need to complete Schedule NR.

Not Online? No problem! Free internet access is available at most local libraries in Maine. See your librarian for details about free internet access.

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E-FILE – See your tax preparer or, if you purchased tax preparation software, just follow the software’s instructions.

EZ-PAY – Pay your tax online quickly and easily. For your convenience, payments may be scheduled in advance and will automatically be withdrawn from your account on the payment date you select. Pre-register online with personal and bank account information. **NOTE:** *EZ-Pay does not replace the requirement to file a Maine income tax return.*

- ▶ Refunds in as little as 7 days with direct deposit to your bank account - and only 14 days or less with paper checks.
- ▶ 100% paperless, saves taxpayer dollars.
- ▶ Electronic payments.
- ▶ File now, pay later. Delay your payment until April 15, 2008.
- ▶ Join over 288,000 taxpayers using *FastFile*.

For more information, see www.maine.gov/revenue

FEDERAL INCOME TAX INFORMATION:

IRS *e-file* is a fast, accurate, safe and paperless way to file a Federal Income Tax Return. Get your refund in half the time, even faster and safer with Direct Deposit. If you owe tax, you can e-file and electronically pay in a single step. For more information about electronic filing, visit www.irs.gov, call (800) 829-1040 or ask your Authorized IRS *e-file* provider.

