



DIVISION OF REVENUE AND TAXATION
COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS
TERRITORIAL INDIVIDUAL INCOME TAX RETURN



Form 1040A-CM

2008

Name and Address	Your first name and initial	Last name	Your social security number	
	If a joint return, spouse's first name and initial	Last name	Spouse's social security number	
	Home address (number and street). If you have a P.O. box, see page 17		Apt. No.	IMPORTANT ! You must enter SSN(s) above
	City, town, or post office, state and ZIP code. If you have a foreign address see page 17			

Filing Status Check only one box	1 <input type="checkbox"/> Single 2 <input type="checkbox"/> Married filing joint return (even if only one had income) 3 <input type="checkbox"/> Married filing separate return. Enter spouse's social security no. above and full name here. <input type="text"/> 4 <input type="checkbox"/> Head of household (with qualifying person). (See page 18.) If the qualifying person is a child but not your dependent, enter this child's name here. <input type="text"/> 5 <input type="checkbox"/> Qualifying widow(er) with dependent child. (See page 19)
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Exemptions If more than five dependents see page 20	6a <input type="checkbox"/> Yourself. If your parent (or someone else) can claim you as a dependent on his or her tax return, do not check box 6a.	No. of boxes checked on 6a and 6b _____				
	6b <input type="checkbox"/> Spouse		No. of children on 6c who: <input type="radio"/> lived with you <input type="radio"/> did not live with you due to divorce or separation (see page 18) Dependents on 6c not entered above _____			
	c Dependent's:			(4) <input checked="" type="checkbox"/> If qualifying child for child tax credit (see page 20) <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>		
	(1) First name Last name				(2) Dependent's social security number	(3) Dependent's relationship to you
d Total number of exemptions claimed.....		Add numbers entered on lines above <input type="text"/>				

SOURCE OF INCOME		A. INCOME WITHOUT AND Income not subject to rebate	B. INCOME WITHIN AND Income subject to rebate	C. TOTAL INCOME
Income	7 Wages, salaries, tips, etc. Attach Form(s) W-2 and W-2CM.....	7		
	8 a. Taxable interest. Attach Schedule 1 if required.....	8a		
	b. Tax-exempt interest. DO NOT include on line 8a	(8b)		
	9 a. Ordinary dividends. Attach Schedule 1 if required.....	9a		
	b. Qualified dividends (see page 24)	(9b)		
	10 Capital gain distributions (see page 24).....	10		
	11 a. IRA distributions (11a)	11b		
	b. Taxable amount (see page 24)			
	12 a. Pensions and annuities (12a)	12b		
	b. Taxable amount (see page 25)			
	13 Unemployment compensation and Alaska permanent fund dividends.....	13		
	14 a. Social security benefits (14a)	14b		
	b. Taxable amount (see page 27)			
	15 a. Add amounts in all columns for lines 7 through 14b. This is your total income.....	15a		
	b. Allocable percentage (see supplemental instructions).....	15b	_____ %	_____ %
			100%	
Adjusted gross income	16 Educator expense (see page 29).....	16		
	17 IRA deduction (see page 29).....	17		
	18 Student loan interest deduction (see page 31).....	18		
	19 Tuition and fees deductions. Attach Form 8917.....	19		
	20 Add lines 16 through 19. These are your total adjustments	20		
	21 Subtract line 20 from line 15a. Col. C. This is your adjusted gross income	21		

22	Enter amount from line 21 (adjusted gross income).....	22	
23	a. Check if: <input type="checkbox"/> YOU were born before January 2, 1944 <input type="checkbox"/> Blind } Total boxes <input type="text"/> <input type="checkbox"/> SPOUSE was born before January 2, 1944 <input type="checkbox"/> Blind } Checked..... 23a		
	b. If you are married filing separately and your spouse itemizes deductions, see page 32 and check here.....	23b	<input type="checkbox"/>
	c. Check if standard deduction includes real estates taxes (see page 32).....	23c	<input type="checkbox"/>
Taxable Income			
24	Enter your standard deduction . People who checked any box on line 23a, 23b, or 23c or who can be claimed as a dependent, see page 32. All Others:		
	<input type="checkbox"/> Single - \$5,450 <input type="checkbox"/> Married filing jointly or Qualifying widow(er) - \$10,900		
	<input type="checkbox"/> Head of household - \$8,000 <input type="checkbox"/> Married filing separately - \$5,450.....	24	
25	Subtract line 24 from line 22. If line 24 is more than line 22, enter -0-.....	25	
26	If line 22 is over \$119,975 or you provided housing to a Midwestern displaced individual, see page 32. Otherwise multiply \$3,500 by the number of exemptions claimed on line 6d.....	26	
27	Subtract line 26 from line 25. If line 26 is more than line 25, enter -0-. This is your taxable income	27	

28	Tax, including any alternative minimum tax (see page 33).....	28	
29	Credit for child and dependent care expenses. Attach Schedule 2.....	29	<input type="text"/>
30	Credit for elderly or the disabled. Attach Schedule 3.....	30	<input type="text"/>
31	Education credits. Attach Form 8863.....	31	<input type="text"/>
32	Retirement savings contributions credit. Attach Form 8880.....	32	<input type="text"/>
33	Child tax credit (see page 37). Attach Form 8901 if required.....	33	<input type="text"/>
34	Add lines 29 through 33. These are your total credits	34	<input type="text"/>
35	Subtract line 34 from line 28. If line 34 is more than line 28, enter -0-.....	35	<input type="text"/>
36	Advance earned income credit payments from Form(s) W-2 and W-2CM, box 9.....	36	<input type="text"/>
37	Add lines 35 and 36. This is your total tax	37	<input type="text"/>
38	a. Federal Income tax withheld from Forms W-2 and 1099.....	38a	<input type="text"/>
	b. NMTIT (Chapter 7) withheld from Forms W-2CM and 1099 (not included in 38a).....	38b	<input type="text"/>
39	2008 estimated tax payments and amount applied from 2007 return.....	39	<input type="text"/>
40	a. Earned income credit (EIC).....	40a	<input type="text"/>
	b. Nontaxable combat pay election.....	40b	<input type="text"/>
41	Additional child tax credit. Attach Form 8812 (See part F, Page 2 Annual Wage & Salary and EarningsTax).....	41	<input type="text"/>
42	Recovery rebate credit (see worksheet on pages 53 and 54).....	42	<input type="text"/>
43	Add lines 38a, 38b, 39, 40a and 42. These are your total payments	43	<input type="text"/>

44	If line 43 is more than line 37, subtract line 37 from line 43. This is the amount you overpaid before Non-refundable credit and rebate offset.....	44	
45	Amount of line 44 you want refunded to you (see part E line 7).....	45	<input type="text"/>
46	Amount of line 44 you want applied to your 2009 estimated tax (see part E line 6).....	46	<input type="text"/>

47	Amount you owe. Subtract line 43 from line 37. This is the amount you owe before Non-refundable credit and rebate offset.....	47	
48	Estimated tax penalty (see page 57, Also see part D line 6).....	48	<input type="text"/>

Do you want to allow another person to discuss this return with the Division of Revenue and Taxation (see page 57)? Yes. Complete the following. No.

Third party designee Designee's name Phone no. () Personal identification number (PIN)

Sign Here 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 accurately list all amounts and sources of income I received during the tax year. Declaration of preparer (other than the taxpayer) is based on all information of which the preparer has any knowledge.

Joint return? See Page 17 Keep a copy for Your Records	Your signature	Date	Your occupation	Daytime phone number (<input type="text"/>)
	Spouse's signature. If a joint return, both must sign	Date	Spouse's occupation	
Paid Preparer's Use Only	Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN <input type="text"/>
	Firm's name (or yours if self-employed), address, and Zip code. <input type="text"/>			EIN <input type="text"/>
				Phone no. (<input type="text"/>)



**DIVISION OF REVENUE AND TAXATION
COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS
ANNUAL WAGE AND SALARY AND EARNINGS TAX RETURN**



(Attach to Form 1040A-CM)

2008

Name and Address	Your first name and initial	Last name	Your social security number
	If a joint return, spouse's first name and initial	Last name	Spouse's social security number
	Home address (number and street).	Apt. No.	
	City, town, or post office, state and ZIP code.		

(See Form 1040A-CM Supplemental instructions)

PART A WAGE AND SALARY TAX COMPUTATION

A. YOURSELF

B. SPOUSE

1	CNMI wages and salaries from Form(s) W-2 and W-2CM.....	1		
2	Other CNMI wages and salaries not included in line 1.....	2		
3	Total CNMI wages and salaries. (add lines 1 and 2).....	3		
4	Amount on line 3 not subject to the wage and salary tax (attach explanation).....	4		
5	CNMI wages and salaries. (subtract line 4 from line 3).....	5		
6	Annual wage and salary tax. (see tax table in supplemental instructions).....	6		
7	Education tax credit. (attach Schedule ETC).....	7		
8	Wage and salary tax after credit. (subtract line 7 from line 6).....	8		
9	Combined annual wage and salary tax. (add line 8, Columns A and B).....	9		
10	Wage and salary tax withheld and/or paid. (Form W-2CM)	10		
11	Total wage and salary tax due or (overpaid). Subtract line 10 from 9. If less than zero place a bracket around figure.....	11		

PART B EARNINGS TAX COMPUTATION

A. YOURSELF

B. SPOUSE

1	Interest.....	1		
2	Dividends	2		
3	Capital gains reported on line 10 (Form 1040A-CM, see supplemental instructions).....	3		
4	Total income subject to the earnings tax (add lines 1, 2, and 3)	4		
5	Annual earnings tax.....	5		
6	Education tax credit (attach Schedule ETC).....	6		
7	Earnings tax after credit (subtract line 6 from line 5).....	7		
8	Total earnings tax due. (add line 7, columns A and B).....	8		

PART C TOTAL CHAPTER 2 TAX DUE OR (OVERPAYMENT)

Total Wage and Salary and Earnings taxes due or (overpayment). Add lines 11 of Part A and line 8 of Part B.....	
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COMPLETE FORM OS-3405A - COMPUTATION OF NON-REFUNDABLE CREDIT AND APPLICATION FOR REBATE ON CNMI SOURCE TAX BEFORE COMPLETING PART D BELOW.

PART D CHAPTER 7 TAX AND REBATE OFFSET CALCULATIONS

1	Chapter 7 tax underpayment after non-refundable credit. (enter amount from Form OS-3405A, line 13, part B).....	1	
2	Chapter 7 overpayment after non-refundable credit. (enter amount from Form OS-3405A, line 12, part B).....	2	()
3	Rebate offset amount. (enter amount from Form OS-3405A, line 14, part B).....	3	()
4	Chapter 7 liability or (overpayment) after rebate offset amount. (add lines 1 through 3).....	4	
5	Tax on overpayment of credits.....	5	
6	Estimated tax penalty.....	6	
7	Total Chapter 7 liability or (overpayment), (add lines 4, 5 and 6).....	7	

PART E COMBINE DUE OR (OVERPAYMENT)

1	Amount due or (overpaid), Chapter 2 and Chapter 7. (add amount in part C, and line 4 of part D) If this amount is an overpayment, skip lines 2 through 4	1	
2	CHAPTER 2 : (a) _____ Enter amount underpaid (b) Failure to file..... 2b (c) Failure to pay..... 2c (d) Interest charge..... 2d		
3	CHAPTER 7 : (a) _____ Enter amount underpaid (b) Failure to file..... 3b (c) Failure to pay..... 3c (d) Interest charge..... 3d		
4	Total penalty and interest charges (add lines 2b, 2c, 2d, 3b, 3c, and 3d).....	4	
5	Total amount due or (overpaid), Chapter 2 and Chapter 7. (add lines 1 and 4 of this part, and lines 5 and 6 of Part D).....	5	
6	If line 5 is an overpayment, enter amount you want credited to your 2009 ESTIMATED TAX	6	
7	Net overpayment.....	7	

PART F ADDITIONAL CHILD TAX CREDIT COMPUTATION

Special Notice

This Part is provided to enable the Division of Revenue and Taxation to process your claim of the Additional Child Tax Credit (ACTC). Please note that the ACTC is being paid by the U.S. Treasury, and the Division of Revenue and Taxation is only facilitating your ACTC claim as agreed upon between the CNMI Department of Finance and the U.S. Treasury. By applying for the ACTC Refund and allowing the refund to be processed by the Division of Revenue and Taxation, you are giving the Division of Revenue and Taxation authorization to release tax information to the Internal Revenue Service (IRS). See important Instructions on page 4, Part F, line 2 regarding rebate offset.

1	Additional Child Tax Credit. Enter the amount from line 13 of Form 8812. (Attach Form 8812).....	1	
2	Enter the amount underpaid from line 5, Part E above but not more than line 1 of this part.....	2	
3	Additional Child Tax Credit refund (line 1 minus line 2).....	3	
4	Amount you still owe on this return after offset of the ACTC. Subtract line 2 from line 5 of part E	4	

Third Party Designee	Do you want to allow another person to discuss this return with the Division of Revenue and Taxation (see page 57)? <input type="checkbox"/> Yes. Complete the following. <input type="checkbox"/> No.		
	Designee's name ▶	Phone no. ▶ ()	Personal identification number (PIN) <input type="text"/>
Sign Here Keep a copy for Your Records	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 the taxpayer) is based on all information of which the preparer has any knowledge.		
	Your signature	Date	Your occupation Daytime phone number ()
Paid Preparer's Use Only	Spouse's signature. If a joint return, BOTH must sign	Date	Spouse's occupation
	Preparer's signature	Date	Check if self-employed <input type="checkbox"/> Preparer's SSN or PTIN
	Firm's name (or yours if self-employed), address, and Zip code. ▶		EIN Phone no. ()

		FOR OFFICIAL USE ONLY			
DATE FILED*	DATE PAID	AMOUNT PAID	RECEIPT NO.	VERIFIED BY	POSTED BY



DIVISION OF REVENUE AND TAXATION
COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS
COMPUTATION OF NON-REFUNDABLE CREDIT AND
APPLICATION FOR REBATE ON CNMI SOURCE INCOME TAX



Form OS-3405A (Attach to Form 1040A-CM) (SEE INSTRUCTIONS ON REVERSE SIDE)

2008

**Name
and
Address**

Your first name and initial	Last name	Your social security number
If a joint return, spouse's first name and initial	Last name	Spouse's social security number
Home address (number and street).	Apt. No.	<p align="center">IMPORTANT !</p> <p align="center">You must enter SSN(s) above</p>
City, town, or post office, state and ZIP code.		

PART A - Non-refundable Credits

1	Wage and salary tax.....	1		
2	Earnings tax.....	2		
3	Total non-refundable credits (add lines 1 and 2).....	3		

PART B - Rebate Computation

4	Allocable percentage:		
a	Tax without the CNMI	4a _____ %	
b	Tax within the CNMI	4b _____ %	
5	Total NMTIT on all sources.....	5	
6	Total NMTIT payments made.....	6	
7	Tax on sources without CNMI (multiply line 5 by the percentage as shown on line 4a).....	7	
8	Tax on sources within CNMI (multiply line 5 by the percentage as shown on line 4b).....	8	
9	Total non-refundable credits (enter amount from line 3, part A).....	9	
10	Rebate base amount (CNMI source tax). Subtract line 9 from line 8. If zero or less, enter -0-.....	10	
11	Total CNMI and NON-CNMI source tax after non-refundable credits (add lines 7 and 10).....	11	
12	NMTIT overpayment. If line 6 is greater than line 11, subtract line 11 from line 6, otherwise enter 0.....	12	
13	NMTIT underpayment. If line 11 is greater than line 6, subtract line 6 from line 11, otherwise, enter 0.....	13	
14	Rebate offset amount. Compute the rebate offset amount based on the rebate table below (Enter this amount on Page 1, Part D, line 3 of the Annual Wage & Salary & Earnings Tax Return)	14	

REBATE TABLE		
IF REBATE BASE (line 10) IS:	THE REBATE OFFSET AMOUNT IS:	EXAMPLE:
Not over \$20,000	90% of the rebate base	Rebate base X 90%
\$20,001 - \$100,000	\$18,000 plus 70% of the rebate base over \$20,000	Rebate base - 20,000 X 70% + 18,000

Sign Here Keep a copy for Your Records	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 the taxpayer) is based on all information of which the preparer has any knowledge.			
	Your signature	Date	Your occupation	Daytime phone number ()
Paid Preparer's Use Only	Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN
	Firm's name (or yours if self-employed), address, and Zip code.			EIN Phone no. ()

FORM OS-3405A

Complete General Information – (a) names, (b) social security numbers, (c) address.

PART A **Non-refundable Credits**

1. Enter the wage and salary tax as shown on line 9, part A, of the Annual Wage and Salary and Earnings Tax Return.
2. Enter the earnings tax as shown on line 8, part B, of the Annual Wage and Salary and Earnings Tax Return.
3. Add all amounts shown in lines 1 and 2.

PART B **Rebate Computation**

- 4a. Enter the percentage (allocable ratio) of tax without the CNMI. This should be the percentage shown on line 15b, column A, page 1 of Form 1040A-CM.
- 4b. Enter the percentage (allocable ratio) of tax within the CNMI. This should be the percentage shown on line 15b, column B, page 1 of Form 1040A-CM.
5. Enter the tax as shown on line 37, page 2 of Form 1040A-CM.
6. Enter the total payments made for the taxable year as shown on line 43, page 2 of Form 1040A-CM.
7. Multiply the amount on line 5 by the percentage of tax without the CNMI as shown on line 4a.
8. Multiply the amount on line 5 by the percentage of tax within the CNMI as shown on line 4b.
9. Enter the total non-refundable credits from line 3, part A.
10. Subtract line 9 from line 8. If zero or less, enter zero.
11. Add lines 7 and 10.
12. If line 6 is greater than line 11, subtract line 11 from line 6, otherwise enter zero.
13. If line 11 is greater than line 6, subtract line 6 from line 11, otherwise, enter zero.
14. Compute the amount on line 10 as shown on the rebate table of form OS 3405A.



DIVISION OF REVENUE AND TAXATION
COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS
Post Office Box 5234 CHRB, Saipan, MP 96950
Tel. (670) 664-1000

2008 FORM 1040A-CM

Supplemental Instructions Booklet

- ▶ **Form 1040A-CM** (Use in conjunction with the 2008 Form 1040A Instructions - IRS Issue)

- ▶ **Wage and Salary Tax and Earnings Tax**

- ▶ **Computation of Non-refundable Credit and Application for Rebate on CNMI Source Income Tax**

- ▶ **Additional Child Tax Credit** (Form 8812)

Form 1040A-CM Supplemental Instructions

Lines 7 through 14b (*Instructions pages 23 thru 28*)

The rules for the determination of source of income are established in the Northern Mariana Territorial Income Tax Code ("NMTIT") sections 861 through 865 and associated U.S. Treasury regulations. Taxpayers and/or professionals should consult these statutes and regulations for detailed guidance on determining sources of income. You must allocate the income you are reporting on these lines between income without and within the Commonwealth based on their sources. Enter your figure in the appropriate columns.

Line 8a (*Instructions page 23*)

The tax on CNMI sourced interest income is not rebatable and must be entered under column A unless you elect to have this income subject to the earnings tax. You can elect to have this income subject to the earnings tax by entering the income under column B. If you enter the interest income under column B, you must include such income in the earnings tax section on page 3, part B of the return to avoid any discrepancies on your tax return.

Line 9 (*Instructions page 24*)

The tax on CNMI sourced dividend income is not rebatable and must be entered under column A unless you elect to have this income subject to the earnings tax. You can elect to have this income subject to the earnings tax by entering the income under column B. If you enter the dividend income under column B, you must include such income in the earnings tax section on page 3, part B of the return to avoid any discrepancies on your tax return.

Line 15a

Total the figures entered in each of the columns (A, B, and C) from lines 7 through 14b.

Line 15b

Make the percentage allocation of your income on line 15a by dividing the total in each column (A and B) by the total in column C.

Example: Percentage allocation for line 15b, column A

Line 15a, column A / Line 15a, column C = Percentage allocation for line 15b, column A

Percentage allocation for line 15b, column B

Line 15a, column B / Line 15a, column C = Percentage allocation for line 15b, column B

Line 21

Subtract line 20 from line 15a, column C (total income).

Line 38a

Total Federal Income Tax withheld (from Form(s) W-2 and/or Form(s) 1099 from without CNMI only). **Do not** include this amount on line 38b.

Line 38b

Total NMTIT withheld (chapter 7 tax from Form(s) W-2CM and/or Form(s) 1099 from within CNMI only). **Do not** include this amount on line 38a.

Line 44

Leave this line blank. See instructions for part E, line 5.

Line 45

Leave this line blank. See instructions for part E, line 5.

Line 47

The amount owed on this line is subject to adjustment that may result from allowable non-refundable credit. See instructions for part E, line 5.

Line 48

Leave this line blank. See instructions for part D, line 6.

Wage and Salary Tax, Earnings Tax, and Chapter 7 Tax and Rebate Offset Calculations

PART A Wage and Salary Tax Computation

1. Enter total wages and salaries received for work performed in the CNMI per Form(s) W-2 and W-2CM box 16. If this is a joint return, your spouse must also enter the same information, if any, in column B.
2. Enter other wages and salaries **received for work performed in the** CNMI which Form(s) W-2 and W-2CM were not issued or received. i.e. tips, and freelance income, etc. If this is a joint return, your spouse must also enter the same information, if any, in column B.
3. Add lines 1 and 2 under each column.
4. Enter the amount not subject to the wage and salary tax. This includes CNMI government/agency employee's W-2CM box 12 code G, housing benefits included in line 1, etc. Attach explanation otherwise this amount will be disallowed.
5. Subtract line 4 from line 3 under each column. This is your total CNMI wages and salaries subject to the wage and salary tax.
6. Compute your tax liability on income reported on line 5 of each column using the wage and salary and earnings tax table below.

TAX TABLE FOR WAGE AND SALARY AND EARNINGS TAX COMPUTATION

FROM	TO	RATE	FROM	TO	RATE
(a) 0	1,000.00	-0-	f) 22,000.01	30,000.00	6.0%
(b) 1,000.01	5,000.00	2.0%	g) 30,000.01	40,000.00	7.0%
(c) 5,000.01	7,000.00	3.0%	h) 40,000.01	50,000.00	8.0%
(d) 7,000.01	15,000.00	4.0%	i) 50,000.01	and over	9.0%
(e) 15,000.01	22,000.00	5.0%			

7. Enter the amount, if any, of cash contributions made during the taxable year to a qualified educational institution or other tax exempted educational institution located in the CNMI. The maximum educational credit allowable is the lesser of \$5,000.00 or your accumulated wage and salary tax, earnings tax, and business gross revenue tax liability. If this is a joint return and your spouse has also made a contribution, your spouse must enter that information in column B. Attach Schedule ETC. CAUTION: ETC taken against other taxes must be taken into account in determining the maximum credit available.
8. Subtract line 7 from line 6, columns A and B.
9. Add the tax on line 8, columns A and B.
10. Enter the total Chapter 2 tax withheld as shown in Form(s) W-2CM box 17. Also, enter other Chapter 2, wage and salary tax payments made for wages and salaries and attach proof of payment.
11. Subtract line 10 from line 9. If the amount is less than zero, place a bracket around the figure to indicate an overpayment. This is your wage and salary tax due or overpayment.

PART B Earnings Tax Computation

(Caution: If you reported interest and or dividend income under column B, page 1, (Form 1040A-CM) you must also include such income on lines 1 and or 2 of this part. Also, if this is a joint return, spouse must enter his/her income.)

1. Enter the amount from page 1, line 8a, column B of your income tax return.
2. Enter the amount from page 1, line 9a, column B of your income tax return.
3. Enter the amount reported on line 10 of page 1 (Form 1040A-CM).
4. Add lines 1 thru 3 in each column.
5. Compute your earnings tax reported on line 4 of each column using the wage and salary and earnings tax table above.
6. Enter the amount, if any, of cash contributions made during the taxable year to a qualified educational institution or other tax exempted educational institution located in the CNMI. The maximum educational credit allowable is the lesser of \$5,000.00 or your accumulated wage and salary tax, earnings tax, and business gross revenue tax liability. If this is a joint return and your spouse has also made a contribution, your spouse must enter that information in column B. Attach Schedule ETC above. CAUTION: ETC taken against other taxes must be taken into account in determining the maximum credit available.
7. Subtract line 6 from line 5.
8. Add line 7 of columns A and B. This is your earnings tax liability.

PART C Total Chapter 2 (Wage and Salary and Earnings Tax) Due or Overpayment

Add line 11 of part A and line 8 of part B and enter on this line. If the amount is less than zero, place a bracket around the figure to indicate an overpayment. This is your combined wage and salary and earnings taxes due or overpayment.

COMPLETE SCHEDULE OS-3405A (APPLICATION FOR REBATE ON CNMI SOURCE TAX) BEFORE PROCEEDING TO PART D

PART D Chapter 7 Tax and Rebate Offset Calculations

1. Enter amount from Form OS-3405A, line 13, part B.
2. Enter amount from Form OS-3405A, line 12, part B.
3. Enter amount from Form OS-3405A, line 14, part B.
4. Add amounts in lines 1 thru 3 of this part. If amount is less than zero, place a bracket around the figure.
5. Enter the lesser of the amount on line 40a of Form 1040A-CM or the amount on line 2 of this part (ignore the bracket).
6. To figure your estimated tax penalty on Form 2210, substitute the tax underpayment amount with the amount shown on part B, line 13 of Form OS-3405A. If you want Revenue and Tax us to compute this penalty for you, write "REVTAX" on the left side of this line. We will adjust your overpayment or bill you later for this amount.
7. Add lines 4, 5 and 6. This is your total Chapter 7 (NMTIT) liability or overpayment.

PART E Combined Due or (Overpayment)

1. AMOUNT DUE OR (OVERPAID). Add amount on part C and line 4 of part D. If this amount shows a tax due and you filed on or before the deadline or, if this line shows an overpayment, place a bracket around your figure, and go to line 5. If this line shows a tax due and you filed after the due date proceed to line 2a.

2(a). Enter the lesser of the amount on part C or the amount on line 1 of this part. If zero or less, enter zero and go to line 3a.

2(b). Failure to file penalty for Chapter 2 tax. A penalty of 5% per month or fraction of amount is imposed on the amount due on line 2a up to a maximum of 25%. If the failure to pay penalty becomes applicable, the 5% failure to file penalty shall be reduced by $\frac{1}{2}$ of 1 %. Enter the Chapter 2 failure to file penalty on this line.

2(c). Failure to pay penalty for Chapter 2 tax: A penalty of $\frac{1}{2}$ of 1 % per month or fraction of amount is imposed on the amount due on line 2a. The aggregate amount shall be limited to a maximum of 25%. Enter the Chapter 2 failure to pay penalty on this line.

2(d). Interest on tax and penalties (Chapter 2). Interest at prevailing rate compounded daily, is imposed on the amount due line 2a, 2b and 2c. Enter the total interest on this line. (NOTE: The annual interest rate is subject to change as determined by the commissioner). Enter the total Chapter 2 interest on this line.

3(a). If line 1 is a tax due, subtract line 2a from line 1. Enter amount on this line, but not less than zero. Otherwise, enter zero.

3(b). Failure to file penalty for Chapter 7 tax : A penalty of 5% per month or fraction of amount is imposed of the amount due on line 3a up to maximum of 25%. If the failure to pay penalty becomes applicable, the 5% failure to file penalty shall be reduced by $\frac{1}{2}$ of 1 %. Enter the Chapter 7 failure to file penalty on this line.

3(c). Failure to pay penalty for Chapter 7 tax : A penalty of $\frac{1}{2}$ of 1 % per month or fraction of amount is imposed on the amount due line 3a. The aggregate amount shall be limited to a maximum of 25%. Enter the total Chapter 7 failure to pay penalty on this line.

3(d). Intention tax and Penalty (Chapter 7) : Interest at prevailing rate compounded daily, is imposed on the amount due line 2a, 2b and 2c. Enter the total interest on this line. (NOTE: The annual interest rate is subject to change as determined by the commissioner). Enter the total Chapter 7 interest on this line.

4. Add lines 2b, 2c, 2d, 3b, 3c and 3d. This is the total penalty and interest charges applicable to Chapter 2 and Chapter 7 taxes.

5. Add lines 1 and 4 (if any) of this part, and lines 5 and 6 of part D. If this is a tax due, stop here and pay this amount, unless you are completely Part F below. Make your check payable to: "CNMI Treasurer". This amount supersedes the amount of your refund on line 45 or the amount you owe on line 47 of Form 1040A CM. If it is an overpayment, place a bracket around your figure and continue on line 6.

6. Enter amount of overpayment on line 5, you want applied to your 2009 ESTIMATED TAX, but not more than the amount on line 5. This amount is in lieu of line 46 of Form 1040A-CM.

7. Add lines 5 and line 6. This is the net combined overpayment (refund and rebate) that will be paid to you.

PART F Additional Child Tax Credit Computation (If filing Form 8812, otherwise skip this part)

1. Enter the amount of your Additional Child Tax Credit from Form 8812, line 13. Attach Form 8812 to this return.

2. Enter the tax owed on this return as shown on line 5, part E, of the Annual Wage and Salary and Earnings Tax Return but not more than the amount on line 1. If you enter the amount as requested, you are authorizing an offset of your tax due on this return against your ACTC. If you do not authorize an offset of your tax due, you must pay the amount shown on line 5, part E, of the Annual Wage and Salary and Earnings Tax Return.

3. If line 1 is greater than line 2, subtract line 2 from line 1. This is your ACTC refund after offset.

4. Amount you owe after ACTC offset. If line 2 is greater than line 5 of part E, subtract line 2 from line 5 part E. This is the amount you still owe after ACTC offset. Pay this amount. Make your check payable to: "CNMI Treasury

Filing and Deadline

Drop return to Revenue and Tax Offices:

Saipan	Division of Revenue and Taxation Joeten Dandan Commercial Building San Vicente, Saipan
Tinian	Division of Revenue and Taxation San Jose Village, Tinian
Rota	Division of Revenue and Taxation Songsong Village, Rota

If filing by mail, please send to: DIVISION OF REVENUE AND TAXATION
POST OFFICE BOX 5234 CHRB
SAIPAN, MP 96950

Filing Deadline: **April 15, 2009**