

Homeowner's Property Tax Catch-Up Deduction Worksheet Correction

The worksheets on page 18 of the [IT-40 instruction booklet](#) (page 22 of the [IT-40PNR instruction booklet](#)) have been corrected. Please use the following worksheets when figuring any homeowner's property tax catch-up deduction.

Complete if you paid your 2002 property taxes (payable in 2003) in 2005.

Note: If you claimed the Lake County residential income tax credit on your 2003 return, STOP. You are not eligible for this credit. (If you are filing form IT-40PNR, insert *Schedule D* wherever *Schedule 1* is mentioned below.)

Step 1a	Limitation	2,500	
1b	Enter the total amount of 2002 property taxes (payable in 2003) that you paid altogether		
1c	Maximum deduction: Enter the smaller of Step 1a or Step 1b		
Step 2a	Enter amount from Schedule 1, line 2 of your 2003 Indiana tax return		
2b	Enter amount from Schedule 1, line 2, Box B of your 2004 Indiana tax return		
2c	Enter amount of 2002 property tax payable in 2003 that was paid in 2005 and <i>reported</i> on Schedule 1, line 2 of your 2005 Indiana tax return		
2d	Add Steps 2a, 2b and 2c. Enter result here		
Step 3	Subtract Step 2d from Step 1c and enter result here (if zero or a negative amount, enter zero and STOP. You do not get a deduction)		
Step 4	Enter amount of 2002 property tax payable in 2003 that was paid in 2005		
Step 5	Enter the smaller of Step 3 or Step 4 here and on Schedule 1, line 2, Box B		

Complete if you paid your 2003 property taxes (payable in 2004) in 2005.

Note: If you claimed the Lake County residential income tax credit on your 2004 return, STOP. You are not eligible for this credit. (If you are filing form IT-40PNR, insert *Schedule D* wherever *Schedule 1* is mentioned below.)

Step 6a	Limitation	2,500	
6b	Enter the total amount of 2003 property taxes (payable in 2004) that you paid altogether		
6c	Maximum deduction: Enter the smaller of Step 6a or Step 6b		
Step 7a	Enter amount from Schedule 1, line 2, Box A of your 2004 Indiana tax return		
7b	Enter amount of 2003 property tax payable in 2004 that was paid in 2005 and <i>reported</i> on Schedule 1, line 2 of your 2005 Indiana tax return		
7c	Add Steps 7a and 7b. Enter result here		
Step 8	Subtract Step 7c from Step 6c and enter result here (if zero or a negative amount, enter zero and STOP. You do not get a deduction)		
Step 9	Enter amount of 2003 property tax payable in 2004 that was paid in 2005		
Step 10	Enter the smaller of Step 8 or Step 9 here and on Schedule 1, line 2, Box C		