

Tax Calculation Worksheets

The worksheets below are a tool to help the Estate calculate the Inheritance Tax due. The Division will review, confirm, and verify all reported tax.

Because of the nature of the tax, which has graduated rates for each beneficiary, it is necessary to calculate the tax **one beneficiary at a time**. Use the worksheets below for **one** Class C and/or **one** Class D beneficiary. Do **not** combine the shares of beneficiaries from the same tax class when using these worksheets to calculate the tax.

Enter on the "Individual Beneficiary's share" line, the amount one beneficiary is receiving. This is the amount on which the tax for that person is calculated.

After the tax has been calculated for each beneficiary, add the total tax for all beneficiaries of each Class and enter that amount on the Summary Page of the Inheritance Tax return in the "Tax Calculation" column:

- Class C total tax is reported on line 12.
- Class D total tax is reported on line 13.

| Class C Beneficiary Worksheet | | | | |
|--|-------|--|---|------------------------|
| Individual Beneficiary's share: \$ _____ | | ← If this amount is \$25,000 or less, this beneficiary has no tax. | | |
| | | Rate | | Tax |
| 1. First \$25,000 Exempt | _____ | x 0% | = | \$0 |
| 2. Amount over \$25,000 up to \$1,100,000 | _____ | x 11% | = | _____ |
| 3. Amount over \$1,100,000 up to \$1,400,000 | _____ | x 13% | = | _____ |
| 4. Amount over \$1,400,000 up to \$1,700,000 | _____ | x 14% | = | _____ |
| 5. Amount over \$1,700,000 | _____ | x 16% | = | _____ |
| | | | | Total Tax _____ |
| Total (line 1 through line 5) | | ← This amount should match the individual beneficiary's share. | | |

| Class D Beneficiary Worksheet | | | | |
|--|-------|--|---|------------------------|
| Individual Beneficiary's share: \$ _____ | | ← If this amount is \$499 or less, this beneficiary has no tax.* | | |
| | | Rate | | Tax |
| 1. First \$700,000 | _____ | x 15% | = | _____ |
| 2. Amount over \$700,000 | _____ | x 16% | = | _____ |
| | | | | Total Tax _____ |
| Total (line 1 plus line 2) | | ← This amount should match the individual beneficiary's share. | | |

*For Class D beneficiaries, if an individual beneficiary is receiving less than \$500 (\$0-\$499), there is no tax due on that amount. However, if an individual Class D beneficiary receives \$500 or more, the total amount is taxable.