

Form CT-W4P

**2008
CT-W4P**

(Rev. 01/08)

Withholding Certificate for Pension or Annuity Payments

Purpose: Form CT-W4P allows Connecticut residents who receive pensions or annuities to instruct the payer of the pension or annuity to withhold Connecticut income tax.

You are **not required** to have Connecticut tax withheld from your pension or annuity payments. However, you must make estimated Connecticut income tax payments if your Connecticut income tax (after tax credits) minus Connecticut income tax withheld is \$1,000 or more, and you expect your Connecticut income tax withheld to be less than your required annual payment.

Your required annual payment is the **lesser** of:

- **90%** of the income tax shown on your **2008 Connecticut income tax return**; **or**
- **100%** of the income tax shown on your **2007 Connecticut income tax return** if you filed a 2007 Connecticut income tax return that covered a 12-month period.

You do **not** have to make estimated income tax payments if:

- You were a Connecticut resident during the 2007 taxable year and you did not file a 2007 income tax return because you had no Connecticut income tax liability; **or**
- You were a nonresident or part-year resident with Connecticut source income during the 2007 taxable year and you did not file a 2007 income tax return because you had no Connecticut income tax liability.

If you were a nonresident or part-year resident and you did **not** have Connecticut source income during the 2007 taxable year, then you **must** use 90% of the income tax shown on your 2008 Connecticut income tax return as your required annual payment.

Civil Unions

Effective for taxable years beginning on or after January 1, 2006, parties to a civil union recognized under Connecticut law must file their Connecticut income tax returns as if they were entitled to the same filing status accorded spouses under the Internal Revenue Code. This means that for purposes of calculating their Connecticut income tax liability, parties to a civil union must recompute their federal income tax liability as married filing jointly or married filing separately. Parties to a civil union may not calculate their Connecticut income tax liability as single

or, if applicable, head of household filers (although this will be their filing status for federal income tax purposes). Any reference on this form to a spouse also refers to a party to a civil union recognized under Connecticut law.

General Instructions

Complete the return in blue or black ink only. If you wish to have Connecticut income tax withheld from your pension or annuity payments, you may either:

- Complete the worksheet on the back of this form to estimate how much income tax to have withheld, round to the nearest whole dollar but not less than \$10, and enter this amount on Line 1. This option is for people who want to include all income in determining their withholding amount; **or**
- If you know how much you want your payer to withhold from each payment, you may fill in a **whole dollar amount**, but not less than \$10, on Line 1.

Please send a completed Form CT-W4P to the payer of your pension or annuity if you wish to have Connecticut income tax withheld.

Do not send this form to the Department of Revenue Services (DRS).

If you do not want tax withheld from your pension or annuity payments, do not return this form.

For Further Information: Call DRS during business hours, Monday through Friday:

- **1-800-382-9463** (Connecticut calls outside the Greater Hartford calling area only); **or**
- **860-297-5962** (from anywhere).

TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.

Forms and Publications: Forms and publications are available anytime by:

- **Internet:** Visit the DRS website at www.ct.gov/DRS to download and print Connecticut tax forms; **or**
- **Telephone:** Call **1-800-382-9463** (Connecticut calls outside the Greater Hartford calling area only) and select **Option 2** from a touch-tone phone or **860-297-4753** (from anywhere).

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Detach and return this certificate to the payer of your pension. Keep the top portion for your records.

2008 Form CT-W4P

Withholding Certificate for Pension or Annuity Payments

State of Connecticut
Department of Revenue Services

First Name	Middle Initial	Last Name	Social Security Number
			_____ : _____
Home Address		PO Box	Claim or Identification Number (if any) of your Pension or Annuity Contract
City or Town	State	ZIP Code	
1. Amount of Connecticut income tax you want withheld from each payment..... 1.			.00
Sign Here	Signature		Date

2008 Form CT-W4P Estimated Income Tax Worksheet

(Use this worksheet if you wish to include all 2007 estimated income in determining withholding amount.)

1. Federal adjusted gross income you expect in the 2007 taxable year: from 2008 federal Form 1040ES, 2008 Estimated Tax Worksheet, Line 1. 1. _____
2. Allowable Connecticut modifications: See instructions below for additions or subtractions. . 2. _____
3. Connecticut adjusted gross income: Combine Line 1 and Line 2. 3. _____
Nonresidents and Part-Year Residents: Enter your Connecticut source income if greater than your Connecticut adjusted gross income.
4. Connecticut income tax: Complete the *Tax Calculation Schedule* below. 4. _____
5. Apportionment factor: Connecticut residents enter 1.0000. Nonresidents and Part-Year Residents, see instructions, Page 3. 5. _____
6. Multiply Line 5 by Line 4. 6. _____
7. Credit for income taxes paid to qualifying jurisdictions: See instructions, Page 3. 7. _____
8. Subtract Line 7 from Line 6. 8. _____
9. Estimated Connecticut alternative minimum tax: See instructions, Page 3. 9. _____
10. Add Line 8 and Line 9. 10. _____
11. Adjusted net Connecticut minimum tax credit: See instructions, Page 3. 11. _____
12. Total estimated income tax: Subtract Line 11 from Line 10. 12. _____
13. Connecticut income tax withheld or expected to be withheld during the 2007 taxable year on income **other than** this pension or annuity 13. _____
14. Subtract Line 13 from Line 12. If this amount is less than \$1,000, you are **not** required to prepay this amount. 14. _____
15. Amount to be withheld from each payment: Divide Line 14 by the number of payments you will receive in 2008. Round to the nearest whole dollar but not less than \$10. See instructions, Page 3. 15. _____

Tax Calculation Schedule

1. Enter the amount from Line 3 of the 2008 Form CT-W4P.	1		
2. Enter Personal Exemption from Table A, Exemptions, Page 4.	2		
3. Connecticut taxable income: Subtract Line 2 from Line 1. If less than zero, enter "0."	3		
4. Connecticut income tax from Table B, Connecticut Income Tax, Page 4.	4		
5. Enter decimal amount from Table C, Personal Tax Credits, Page 4. If zero, enter "0."	5	•	
6. Multiply the amount on Line 4 by the decimal amount on Line 5.	6		
7. Connecticut income tax: Subtract Line 6 from Line 4. Enter this amount on Line 4, 2008 Form CT-W4P above.	7		

Caution: If you expect to owe \$1,000 or more in Connecticut income tax after subtracting Connecticut income tax withheld, you may be required to make estimated payments. Generally, if you do not prepay (through **timely** estimated tax payments or withholding, or both) the lesser of 100% of the income tax shown on your 2007 Connecticut income tax return or 90% of the income tax shown on your 2008 Connecticut income tax return, you may owe interest at the rate of 1% per month or fraction of a month.

Instructions for Completing Worksheet

Line 1: Your estimated federal adjusted gross income.

Adjusted gross income means wages, interest, dividends, alimony received, and all income minus certain adjustments to income such as alimony paid and qualified contributions to an IRA.

Line 2: Enter the total of your estimated allowable Connecticut modifications.

Subtractions include any items included in federal adjusted gross income that are not taxable under Connecticut law.

Additions include items taxable under Connecticut law but not included in federal adjusted gross income.

See instructions for *Schedule 1 - Modifications to Federal Adjusted Gross Income*, of **Form CT-1040**, *Connecticut Resident Income Tax Return* or **Form CT-1040NR/PY**, *Connecticut Nonresident and Part-Year Resident Income Tax Return*.

Line 2 instructions continued on Page 3.

Social Security Benefit Adjustment Worksheet

Enter the amount you expect to enter on **Form CT-1040EZ**, *Connecticut Resident EZ Income Tax Return*, Form CT-1040, or Form CT-1040NR/PY, Line 1.

If your filing status is **Single, Married Filing Separately, or Civil Union Filing Separately**, is the amount on Line 1 \$50,000 or more?

- Yes **Complete** this worksheet.
- No **Do not complete** this worksheet. Enter the amount of federally taxable Social Security benefits you expect to report on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on the 2008 Form CT-W4P, Line 2.

If your filing status is **Married Filing Jointly, Civil Union Filing Jointly, Qualifying Widow(er) With Dependent Child, or Head of Household**, is the amount on Line 1 \$60,000 or more?

- Yes **Complete** this worksheet.
- No **Do not complete** this worksheet. Enter the amount of federally taxable Social Security benefits you expect to report on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on the 2008 Form CT-W4P, Line 2.

A. Enter the amount you reported on federal Publication 505,* Tax Withholding and Estimated Tax, Worksheet 2-1, 2007 Estimated Tax Worksheet-Line 1, Expected Taxable Social Security and Railroad Retirement Benefits. <div style="text-align: center; border: 1px solid black; border-radius: 10px; padding: 2px; width: fit-content; margin: 5px auto;"> If Line A is zero or less, stop here. Otherwise, go to Line B. </div>	A.	
B. Enter the amount you reported on federal Publication 505*, Worksheet 2-1, Line 9. <div style="text-align: center; border: 1px solid black; border-radius: 10px; padding: 2px; width: fit-content; margin: 5px auto;"> If Line B is zero or less, stop here. Otherwise, go to Line C. </div>	B.	
C. Enter the lesser of Line A or Line B.	C.	
D. Multiply Line C by 25% (.25).	D.	
E. Expected taxable amount of Social Security benefits you reported on federal Publication 505*, Worksheet 2-1, Line 18.	E.	
F. Social Security Benefit Adjustment: Subtract Line D from Line E. Enter the amount here and as a subtraction on the 2008 Form CT-W4P, Line 2. If Line D is greater than or equal to Line E, enter "0."	F.	

* You may obtain federal Publication 505 by calling the Internal Revenue Service (IRS) at **1-800-829-3676** or by visiting the IRS website at **www.irs.gov** to download and print.

Line 2 (continued)

Social Security Benefit Adjustment: If you will file a federal income tax return as single or married filing separately and you expect your 2008 federal adjusted gross income will be **less than \$50,000**, enter as a subtraction the amount of federally taxable Social Security benefits you expect to report on your 2008 federal Form 1040, Line 20b, or federal Form 1040A, Line 14b. If you will file a federal income tax return as married filing jointly or head of household and you expect your federal adjusted gross income will be **less than \$60,000**, enter as a subtraction the amount of federally taxable Social Security benefits you expect to report on your 2008 federal Form 1040, Line 20b, or federal Form 1040A, Line 14b. If you expect your federal adjusted gross income will be above the threshold for your filing status, complete the *Social Security Benefit Adjustment Worksheet* above and include the amount from Line F as a subtraction on Line 2.

Line 3 - Nonresidents and Part-Year Residents Only: If your Connecticut source income is **greater than** your Connecticut adjusted gross income, enter your Connecticut source income.

Line 5 - Apportionment Factor: Nonresidents and part-year residents, if your Connecticut source income is **greater than or equal to** your Connecticut adjusted gross income, enter 1.0000. If your Connecticut source income is **less than** your Connecticut adjusted gross income, complete the following calculation and enter the result on Line 5.

$$\frac{\text{Connecticut Source Income}}{\text{Connecticut Adjusted Gross Income (Line 3)}} = \text{Line 5}$$

Do not enter a number less than zero or greater than 1. If the result is less than zero, enter "0;" if greater than 1, enter 1.0000. Round to four decimal places.

Line 7 - Resident and Part-Year Residents Only: Enter estimated allowable credit for income taxes paid to qualifying jurisdictions. Enter "0" if not applicable. See instructions for *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, of Form CT-1040 or Form CT-1040NR/PY.

Line 9: If you expect to owe federal alternative minimum tax for the 2008 taxable year, you may also owe Connecticut alternative minimum tax. Enter your estimated Connecticut alternative minimum tax liability. See instructions for **Form CT-6251, Connecticut Alternative Minimum Tax Return - Individuals**.

Line 11: Enter estimated allowable adjusted net Connecticut minimum tax credit. Enter "0" if you are not entitled to a credit, or if you entered an amount on Line 9. See instructions for **Form CT-8801, Credit for Prior Year's Connecticut Minimum Tax for Individuals, Trusts, and Estates**.

Line 15: Divide the amount on Line 14 by the number of pension or annuity payments you will receive in 2008. Round to nearest whole dollar but not less than \$10. Enter this amount on Line 1 of the certificate on the front of this form.

Table A - Exemptions for 2008 Taxable Year

Use the filing status that you expect to report on your 2008 tax return and your Connecticut AGI* (from Tax Calculation Schedule, Line 1) to determine your exemption.

Table with 12 columns: Single (Connecticut AGI*, More Than, Less Than or Equal To, Exemption), Married or Civil Union Filing Jointly or Qualified Widow(er) (Connecticut AGI*, More Than, Less Than or Equal To, Exemption), Married or Civil Union Filing Separately (Connecticut AGI*, More Than, Less Than or Equal To, Exemption), Head of Household (Connecticut AGI*, More Than, Less Than or Equal To, Exemption). Rows show exemption amounts for various AGI ranges.

Table B - Connecticut Income Tax for 2008 Taxable Year

Table with 3 columns: Single/Married Filing Separately or Civil Union Filing Separately, Married or Civil Union Filing Jointly or Qualifying Widow(er), Head of Household. Rows describe calculation rules and provide examples for each filing status.

Table C - Personal Tax Credits for 2008 Taxable Year

Use the filing status that you expect to report on your 2008 tax return and your Connecticut AGI* (from Tax Calculation Schedule, Line 1), to determine your decimal amount.

Table with 12 columns: Single (Connecticut AGI*, More Than, Less Than or Equal To, Decimal Amount), Married or Civil Union Filing Jointly or Qualified Widow(er) (Connecticut AGI*, More Than, Less Than or Equal To, Decimal Amount), Married or Civil Union Filing Separately (Connecticut AGI*, More Than, Less Than or Equal To, Decimal Amount), Head of Household (Connecticut AGI*, More Than, Less Than or Equal To, Decimal Amount). Rows show decimal amounts for various AGI ranges.

* Form CT-1040NR/PY filers must use income from Connecticut sources if it exceeds Connecticut Adjusted Gross Income.