

PA TELEFILE  
 SCHEDULE SP (I)  
 TAX FORGIVENESS CREDIT

9806810025

PA DEPARTMENT OF REVENUE  
 PA-SP (TeleFile) (09-98)

1998

Your Name

Social Security Number

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Spouse's Name

Spouse's Social Security Number

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**Nontaxable Income for Tax Forgiveness.** If filing as **UNMARRIED**, use YOUR column only to calculate Tax Forgiveness. If filing as **MARRIED**, complete both YOUR column and the SPOUSE column. Use the JOINT column to calculate Tax Forgiveness.

Report income that is not taxable for PA purposes on Lines 1 through 7. See the instructions.				Type Filer for Tax Forgiveness.
		YOUR	SPOUSE	<input type="radio"/> <b>UNMARRIED</b> on December 31, 1998. Filing status on your label is single. You use Eligibility Income Table 1.  <input type="radio"/> <b>MARRIED</b> . Fill in one oval only. Filing status on your label is Married Filing Jointly or Married Filing Separately. Remember, you must use the JOINT total, even on separate returns. You use Eligibility Income Table 2.  <input type="radio"/> Married Filing Jointly <input type="radio"/> Married Filing Separately
1.	Nontaxable interest and dividends. . . . .	00	00	
2.	Alimony. . . . .	00	00	
3.	Insurance proceeds and inheritances. . . . .	00	00	
4.	Gifts, awards, and prizes. . . . .	00	00	
5.	Nontaxable military income. Do not include combat pay. . . . .	00	00	
6.	Nontaxable educational assistance. . . . .	00	00	
7.	Cash receipts. . . . .	00	00	

If **UNMARRIED**, enter YOUR total in Part 3 on your TeleFile Worksheet.

If **MARRIED**, enter the JOINT total in Part 3 on your TeleFile Worksheet.

8. Total Nontaxable Income. Add Lines 1 through 7. . . . .

YOUR		SPOUSE		JOINT	
	00		00		00

**STOP.** TeleFile will calculate the rest of this schedule and tell you the amount of Tax Forgiveness to enter on Line 7 of your TeleFile Worksheet. If you want to calculate your Tax Forgiveness Credit, see the PA TeleFile Schedule SP instructions. If you do not want to use TeleFile, complete this schedule and use the PA-40T in this book.

**Read the instructions carefully.**

9.	Total PA Taxable Income, from Line 4 of your TeleFile Worksheet or Line 6 of your PA-40T. . . . .	9.		00
10.	Total Eligibility Income. If <b>UNMARRIED</b> , add Line 9 and Line 8 total from YOUR column.  If <b>MARRIED</b> , add Line 9 and Line 8 total from the JOINT column. . . . .	10.		00
11.	PA Tax Liability. Multiply Line 9 by 2.8% (0.028). . . . .	11.		00
12.	Percentage of Tax Forgiveness. Enter the decimal equivalent. . . . .	12.		
If <b>UNMARRIED</b> , compare Line 10 to Eligibility Income Table 1, on page 7. If <b>MARRIED</b> , compare Line 10 to Eligibility Income Table 2, on page 7.				
13.	<b>Tax Forgiveness Credit.</b> Multiply Line 11 by the decimal equivalent on Line 12. Enter here and on Line 7 of your TeleFile Worksheet or Line 10 of your PA-40T. . . . .	13.		00

**Important.** You may not claim Tax Forgiveness using TeleFile if:

- You received Tax Forgiveness for 1997, but changed your marital status in 1998; or
- You did not receive Tax Forgiveness on your 1997 PA tax return; or
- You received Tax Forgiveness for 1997, but have a dependent in 1998; or
- You are a student claimed as a dependent on your parents' 1998 Federal Income Tax return, even if they qualify for Tax Forgiveness on their PA tax return.

You may claim Tax Forgiveness using TeleFile if you received Tax Forgiveness for 1997, without claiming any dependents, and you qualify again in 1998.