



**2019
CITY OF WALKER INCOME TAX**

**RESIDENT FORMS AND INSTRUCTIONS
Form W-1040R—Individual Return**

For RESIDENTS of the City of Walker and INDIVIDUALS who lived in Walker at ANY TIME during 2019

- FILING DATE: Your return must be filed by April 30, 2020
- REMITTANCE: Make remittance payable to: City Treasurer
- MAILING ADDRESS: Mail your return and remittance, with W-2 forms and required attachments to:

Walker City Income Tax
P.O. Box 153
Grand Rapids, MI 49501-0153



Telephone number: (616) 791-6880



Business hours:
Monday through Thursday—7:30 a.m. to 5:00 p.m.
Friday—7:30 a.m. to 11:30 a.m.



Website: www.walker.city

GENERAL INFORMATION

NEW FOR 2019

The Tax Cuts and Jobs Act enacted at the federal level has resulted in changes to the calculation of Walker income tax as follows:

- The moving expense deduction has been suspended, except for certain Armed Forces members. See the federal instructions to see if you qualify for the deduction.
- The alimony deduction has been eliminated for payments required under divorce or separation instruments executed after December 31, 2018.

These forms and instructions were prepared prior to the issuance of final 2019 federal forms and schedules. They include references to federal forms and schedules that were still in draft form at the time of publication. Please contact the Walker Income Tax Department at (616) 791-6880 if you have any questions regarding what federal forms need to be attached.

WHO MUST FILE A RETURN

Every resident or part-year resident of Walker who had taxable income in 2019 of \$600 or more must file a return by April 30, 2020. See Taxable Income paragraph below. Married persons may file either a joint return or separate returns.

If you do not meet the requirements for filing a return but Walker tax was withheld or estimated tax was paid, you must file to receive a refund.

WHO MUST USE THIS FORM

Full-year resident - If you were a resident of Walker during all of 2019 and had taxable income, you must use this form (W-1040R). All taxable income while a resident of Walker must be reported on this form, regardless of the source of the income. (See Taxable Income paragraph)

Part-year resident who worked in Walker as both a resident and a nonresident - In addition to filing a resident form, individuals who had income subject to the Walker tax both as a resident and as a nonresident must fill out and attach a Schedule L. Schedule L is available at www.walker.city and is necessary to compute the tax on those items of income that are taxed differently to residents and nonresidents. Do not use Schedule L unless you had income subject to the Walker tax both as a resident and as a nonresident.

Indicate to the left of the dollar amount entered on line 7 that such amount has been transferred from Schedule L. Do not fill in lines 1 through 6 on the front of the form.

Part-year resident who did not work in Walker as a nonresident - Do not use Schedule L if you were a part-year resident of Walker and did not work in Walker during the part of the year that you lived outside of Walker. Report on this form only your taxable income while a resident, regardless of the source of the income. Show the period you were a resident and your former address in the spaces provided.

EXTENSION OF TIME TO FILE

The due date of this return may be extended for a period not to exceed six months. **When a city extension is granted, tentative tax must be paid by April 30, 2020.** Applications for extensions are available online at http://www.walker.city/income_tax_forms.php

Applying for a Federal extension does not satisfy the requirement to file a Walker extension.

TAXABLE INCOME

Walker residents are required to report the same kinds of taxable income on their city return as they report on their federal return, **with the following exceptions:**

- Gifts, inheritances and bequests are not taxable income.
- Pensions (including disability pensions), social security, annuities, IRA distributions after age 59 ½, and rollover of amounts from IRA's to ROTH IRA's are not taxable income. See the Income Tax FAQ section on our website for more information regarding which pension codes from Box 7 of form 1099-R are exempt and which are taxable.
- Proceeds of insurance (except that payments from a health and accident policy paid for by your employer are taxable to the same extent as provided by the Internal Revenue Code).
- Unemployment compensation and supplemental unemployment benefits are not taxable income.
- Interest from obligations of the United States, the states, or subordinate units of government of the states, and gains or losses on the sales of obligations of the United States are not taxable income.
- Military pay of members of the National Guard and the Armed Forces of the United States including Reserve pay is not taxable income. Attach a copy of your military W-2.
- Michigan State Lottery prizes won before January 1, 1988 are not taxable income. Michigan State Lottery prizes won after December 31, 1987 are taxable income.

DECLARATION OF ESTIMATED TAX

If you expect that your Walker income in 2020 not subject to withholding will be more than \$10,000 after deductions (\$100 in tax), you must file a Declaration of Estimated Tax (form W-1040ES) for 2020 by April 30, 2020 and pay at least one-fourth (1/4) of the estimated 2020 tax with your Declaration. The three remaining payments are due at the end of June, September and January.

Failure to file a Declaration of Estimated Tax and make the required payments will result in the assessment of penalty and interest for the late payment of tax. To avoid penalty and interest charges, you must pay in through withholdings and/or quarterly estimated payments at least 70% of your current year or prior year liability, whichever is lower.

If at any time during the year your income increases to such a level that one hundred dollars tax or more will be due at the end of the year, a Declaration of Estimated Tax must be filed.

The Declaration of Estimated Tax Forms W-1040ES (quarterly estimated vouchers for 2020) are included with this booklet.

LINE BY LINE INSTRUCTIONS

SCHEDULE 1—EXEMPTIONS

Lines 1-3

All individuals filing a Walker income tax return are allowed one personal exemption even if they are eligible to be claimed as a dependent on another filer's return. On a joint return both individuals are allowed one personal exemption.

If you are taking an exemption for your spouse, you must enter their social security number and they must sign the return even if they do not have any Walker income.

Individuals who are 65 years of age or older may claim one additional personal exemption. On a joint return either one or both individuals if they qualify may claim one additional exemption for being 65 years of age or older.

Individuals who are legally blind may also claim an additional personal exemption. On a joint return either one or both individuals if they qualify may claim an additional exemption.

SCHEDULE 2—WAGE DETAIL

Columns A and B

All wages, salaries, sick pay, tips, bonuses, etc. earned by a resident of Walker while a resident of Walker are taxable regardless of where earned and must be included on Schedule 2.

Enter Walker income tax withheld by your employer in Column A as shown on your 2019 W-2 statements. The locality name on your W-2(s) must be Walker for you to receive credit for Walker income tax withholding. The City of Walker copy of your W-2(s) must be submitted with your return.

Enter total wages from box one of your W-2(s) in Column B.

SCHEDULE 3—PAYMENTS

Line 1—Tax withheld by your employer

Enter the amount of Walker tax withheld from Schedule 2, Column A, line 1a.

Line 2—Estimated payments, credit from a prior year, extension payments

If you made quarterly estimated payment(s), applied an overpayment from your 2018 Walker return to 2019 or made a payment with an extension, enter the total of all payments on line 2.

In addition, enter any Walker income tax paid on your behalf by a partnership of which you are a partner on line 2. Please indicate to the right of the amount that the payment was made by a partnership.

Line 3—Credit for tax paid to another city.

If you are a Walker resident subject to city income tax in another city, you may claim a credit against Walker income tax for the net amount paid to the other city. This credit may not exceed the tax that a nonresident of Walker would pay on the same income earned in Walker. Complete Worksheet 1 on page 2 of the form to determine the amount of credit to enter on line 3.

You must attach a copy of the 2019 city income tax return(s) that you filed with the other city(ies).

SCHEDULE 4—OTHER INCOME/LOSS

The federal rules concerning passive losses are applicable to losses deducted on this return.

Line 1—Interest income

Enter interest from your federal return on line 1a. Enter interest from obligations of the United States Government on line 1b. Subtract line 1b. from line 1a. and enter the result on line 1c.

Line 2—Dividend income

Enter dividends from your federal return on line 2a. Enter dividends from obligations of the United States on line 2b. Subtract line 2b. from line 2a. and enter the result on line 2c.

Line 3—Income/loss from business (for filers of Federal Schedule C)

CITY OF WALKER RESIDENT INDIVIDUAL INCOME TAX RETURN

W-1040R

Due April 30, 2020

2019

Please print. Complete social security numbers are required.	Your first name & initial	Last name	Your Social Security Number--REQUIRED									
	If joint, spouse's first name & initial	Last name	<table border="1" style="width: 100%; height: 20px;"> <tr> <td style="width: 15%;"> </td> <td style="width: 15%;"> </td> <td style="width: 15%;"> </td> <td style="width: 15%;"> </td> <td style="width: 15%;"> </td> <td style="width: 15%;"> </td> </tr> </table>									
Home address (Number and street or rural route)			<table border="1" style="width: 100%; height: 20px;"> <tr> <td style="width: 15%;"> </td> <td style="width: 15%;"> </td> <td style="width: 15%;"> </td> <td style="width: 15%;"> </td> <td style="width: 15%;"> </td> <td style="width: 15%;"> </td> </tr> </table>									
SEE INSTRUCTIONS	City, town or post office	State	Zip code	Day phone	Evening phone							

<input type="checkbox"/> Part Year Resident from ___/___/___ to ___/___/___	<input type="checkbox"/> Taxpayer only	If married, is spouse filing a separate return? <input type="checkbox"/> Yes <input type="checkbox"/> No
Former Address: _____	<input type="checkbox"/> Spouse only	
	<input type="checkbox"/> Both	

Schedule 1 Exemption Amount				
Check boxes that apply:	Regular	65 or over	Blind	
Yourself	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	1. Number of boxes checked
Spouse	<input type="checkbox"/> **	<input type="checkbox"/>	<input type="checkbox"/>	2. Number of dependent children and/or other dependents which you listed on your federal return
**If this box is checked, you must enter spouse's social security number above and spouse must sign return				3. Total number of exemptions--add lines 1 and 2
Multiply number of exemptions in line 3 by \$600 and enter on line 5 of return summary below.				1. 2. 3.

Schedule 2 Wage Detail		ATTACH WALKER COPY OF FORM(S) W-2	Column A Walker tax withheld	Column B Total wages from Box 1 of W-2
Employer's name	Street address of actual work location(s)			
		.00	.00	
		.00	.00	
		.00	.00	
		.00	.00	
Totals		1a. .00	1b. .00	

Schedule 3 Payments			
1. Tax withheld by your employer from line 1a. of Schedule 2		1. .00	
2. 2019 estimated payments, credit from 2018 W-1040R, payment with extension		2. .00	
3. Credit for tax paid to another city--from Page 2, Worksheet 1		3. .00	Attach copy of other return
4. Total payments--enter here and on line 8 of return summary below		4. .00	

Return Summary	1. Total wages, salaries and tips from Schedule 2, line 1b. Attach your W-2 form(s)	1. .00										
	2. Other income/loss from Page 2, Schedule 4, line 11	2. .00										
	3. Deductions from Page 2, Schedule 5, Line 5 (Enter as negative amount)	3. .00										
	4. Combine lines 1, 2 and 3. This is your total Walker income	4. .00										
Exemptions	5. Multiply number of exemptions from Schedule 1, line 3 by \$600 and enter here	5. .00										
Taxable Income	6. Subtract line 5 from line 4. This is your taxable income	6. .00										
Tax	7. Multiply line 6 by one percent (.01) This is your Walker tax Tax >>>	7. .00										
Payments	8. Total of Walker payments from Schedule 3, line 4 Payments >>>	8. .00										
Tax Due	9. If tax (line 7) is larger than payments (line 8) enter amount you owe. MAKE CHECK PAYABLE TO WALKER CITY TREASURER OR PAY WITH A DIRECT ELECTRONIC WITHDRAWAL (Mark pay tax due, line 14b, and complete lines 14 c,d,e & f) Pay With Return >>>	9. .00										
Overpayment	10. If payments (line 8) are larger than tax (line 7) ENTER OVERPAYMENT Overpayment >>>	10. .00										
Credit to 2020	11. Amount of overpayment to be held and applied to your 2020 estimated tax Credit to 2020 >>>	11. .00										
Donation	12. Overpayment donated to Education Foundation--See page 2 Donation >>>	12. .00										
Refund	13. Amount of overpayment to be refunded (For direct deposit, mark refund box, line 14a, and complete lines 14 c,d,e & f) Refund >>>	13. .00										
Direct Deposit or	14. Direct deposit refund or direct withdrawal payment Mark one: 14a <input type="checkbox"/> Refund-direct deposit 14b <input type="checkbox"/> Pay tax due-direct withdraw											
	c. Routing number <table border="1" style="width: 100%; height: 20px;"><tr><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td></tr></table> e. Type of account: <input type="checkbox"/> Checking <input type="checkbox"/> Savings (Default is date processed)											
Direct Payment	d. Account number <table border="1" style="width: 100%; height: 20px;"><tr><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td></tr></table> f. Withdrawal date: _____											

I have read this return. Under the penalties of perjury, I declare that to the best of my knowledge and belief the return is true, correct and accurately lists all amounts and sources of Walker income I received during the tax year. If prepared by a person other than the taxpayer, his/her declaration is based on all information of which he/she has any knowledge.

PLEASE SIGN HERE	Your signature	Spouse's signature if joint return	Paid preparer's signature	
	Date	Your occupation	Date	Spouse's occupation
If you itemized deductions on your Federal income tax return for 2019, check here: <input type="checkbox"/>				

YOU MUST ATTACH A COPY OF PAGE 1 AND SCHEDULE 1 (IF USED) OF YOUR 2019 FEDERAL 1040

Mail return to: City of Walker Income Tax Dept., PO Box 153, Grand Rapids, MI 49501-0153

Schedule 4 Other Income/Loss							
PART YEAR RESIDENTS INCLUDE ONLY INCOME/LOSS ATTRIBUTABLE TO PERIOD OF RESIDENCY							
1. Interest income from Federal return	1a.	.00	U.S. interest	1b.	.00	1c.	.00
2. Dividend income from Federal return	2a.	.00	U.S. dividends	2b.	.00	2c.	.00
3. Income/loss from business--Federal Schedule C	3a.	.00	SEP deduction	3b.	.00	3c.	.00
4. Income/loss from rents/royalties--Federal Schedule E, page 1						4.	.00
5. Income/loss from partnerships--Federal Schedule E, page 2						5.	.00
6. Income/loss from sale or exchange of property (Capital gains)--Federal Schedule D/Form 8949						6.	.00
7. Distributions from Subchapter S corporations--Federal Schedule K-1						7.	.00
8. Income from estates/trusts--Federal Schedule E, page 2						8.	.00
9. Premature distributions from profit sharing plans, pension plans and/or IRAs						9.	.00
10. Other income (alimony received, gambling winnings, taxable scholarships, etc.)						10.	.00
11. Total--combine lines 1c. through 10--enter here and on page 1, line 2 of return summary						11.	.00

Schedule 5 Deductions	
PART YEAR RESIDENTS ALLOCATE DEDUCTIONS FOR PERIOD OF RESIDENCY	
1. IRA deduction--attach Schedule 1 of Federal 1040 (No deduction is allowed for contributions to a ROTH IRA)	1. .00
2. Employee business expenses--see instructions and attach detailed list	2. .00
3. Moving expenses--see instructions and attach Federal 3903	3. .00
4. Alimony paid--attach Schedule 1 of Federal 1040	4. .00
5. Total--add lines 1 through 4--enter here and on page 1, line 3 of return summary	5. .00

Worksheet 1 Credit for Tax Paid to Another City	
1. Total income after deductions (before exemptions) from 2019 non-resident city return	1. .00
2. Less: exemption amount from <u>Walker</u> return--page 1, line 5	2. .00
3. Subtract line 2 from line 1	3. .00
4. Rate	4. .005
5. Multiply line 4 by line 3--enter here and on page 1, schedule 3, line 3	5. .00

(Credit is limited to actual tax liability from other city's return)

Part year residents: Include income on line 1 of this worksheet only to the extent that it is taxable by Walker as a resident and taxable by another city that imposes an income tax as a non-resident

Note: You must complete a separate Worksheet 1 for each city in which you filed a non-resident return

YOU MUST ATTACH A COPY OF PAGE ONE OF THE OTHER CITY'S RETURN

Summary of Required Attachments	
<u>All Filers:</u>	<u>If Applicable:</u>
◆ All form W-2's	◆ Federal Schedule 1
◆ Page 1 of Federal Form 1040	◆ Federal Form 3903
	◆ Federal Schedule C
<u>Filers Taking a Credit for Tax Paid to Another City:</u>	◆ Federal Schedule D, Forms 8949, 4797, 6252
◆ Copy of page one of the other city(ies) return	◆ Federal Schedule E including Federal Schedule K-1 for all S corporations shown on Schedule E, if any
	◆ Copies of all forms 1099-R for taxpayers under age 65

Contribution to Education Foundation

You may contribute your overpayment from Page 1, line 10 to one of the Education Foundations listed by checking the appropriate box. If you check a box, the full amount of your overpayment will be sent to the Education Foundation you have chosen. Skip lines 11 and 13.

Comstock Park Education Foundation

The Grandville Education Foundation

Kenowa Hills Education Foundation

Third Party Designee

Do you want to allow another person to discuss this return with the Income Tax Department? Yes--Complete the following: No

Designee's Name: _____ Phone No. () _____

CITY OF WALKER
ESTIMATED INCOME TAX PAYMENT VOUCHER

W-1040ES
FIRST QUARTER

Calendar Year - Due April 30, 2020

2020
VOUCHER 1

TAXPAYER'S FIRST NAME, INITIAL, LAST NAME	TAXPAYER'S SOCIAL SECURITY NUMBER	CONTACT PHONE NUMBER Á
IF JOINT RETURN, SPOUSE'S FIRST NAME, INITIAL, LAST NAME	SPOUSE'S SOCIAL SECURITY NUMBER	
PRESENT HOME ADDRESS (NUMBER AND STREET)	AMOUNT OF ESTIMATED TAX YOU ARE PAYING \$.00	
CITY, TOWN OR POST OFFICE STATE ZIP CODE		
MAKE CHECK PAYABLE TO: WALKER CITY TREASURER OR COMPLETE BANK ACCOUNT INFORMATION FOR DIRECT WITHDRAWAL		

ROUTING NUMBER ACCOUNT TYPE: CHECKING SAVINGS

ACCOUNT NUMBER EFFECTIVE DATE OF WITHDRAWAL

MAIL TO: CITY OF WALKER INCOME TAX DEPARTMENT, P.O. BOX 153, GRAND RAPIDS MI 49501-0153

CITY OF WALKER
ESTIMATED INCOME TAX PAYMENT VOUCHER

W-1040ES
SECOND QUARTER

Calendar Year - Due June 30, 2020

2020
VOUCHER 2

TAXPAYER'S FIRST NAME, INITIAL, LAST NAME	TAXPAYER'S SOCIAL SECURITY NUMBER	CONTACT PHONE NUMBER Á
IF JOINT RETURN, SPOUSE'S FIRST NAME, INITIAL, LAST NAME	SPOUSE'S SOCIAL SECURITY NUMBER	
PRESENT HOME ADDRESS (NUMBER AND STREET)	AMOUNT OF ESTIMATED TAX YOU ARE PAYING \$.00	
CITY, TOWN OR POST OFFICE STATE ZIP CODE		
MAKE CHECK PAYABLE TO: WALKER CITY TREASURER OR COMPLETE BANK ACCOUNT INFORMATION FOR DIRECT WITHDRAWAL		

ROUTING NUMBER ACCOUNT TYPE: CHECKING SAVINGS

ACCOUNT NUMBER EFFECTIVE DATE OF WITHDRAWAL

MAIL TO: CITY OF WALKER INCOME TAX DEPARTMENT, P.O. BOX 153, GRAND RAPIDS MI 49501-0153

INSTRUCTIONS FOR ESTIMATED INCOME TAX QUARTERLY PAYMENT VOUCHERS - 2020

Every resident or non-resident who expects taxable income from which Walker income tax will not be withheld must file estimated income tax quarterly payment vouchers. Quarterly payments are not required if the amount estimated to be due with the 2020 annual return is \$100 or less. Walker income tax withheld by your employer and credit for tax paid to another city that imposes an income tax may be subtracted from your estimated total tax liability to determine if the amount due with the 2020 annual return is \$100 or less. See the applicable resident or non-resident income tax booklet available at www.walker.city/income_tax_forms.php# for a list of income subject to tax.

Failure to file and make the required quarterly estimated payments will result in the assessment of penalty and interest for the late payment of tax. To avoid penalty and interest, you must pay in through withholdings, credits and/or quarterly estimated payments at least 70% of your current or prior year tax, whichever is lower.

Due dates and mailing instructions are included on each voucher. Estimated tax may be paid in full with VOUCHER 1 due April 30, 2020 or in four equal installments. You may request an electronic withdrawal from your bank account by completing the bank information at the bottom of the form. If no effective date is listed, the withdrawal will occur on the due date shown on the voucher.

For questions or assistance in calculating quarterly estimated payments, please contact the Walker Income Tax Department at (616) 791-6880.

CITY OF WALKER
ESTIMATED INCOME TAX PAYMENT VOUCHER

W-1040ES
THIRD QUARTER

Calendar Year - Due September 30, 2020

2020
VOUCHER 3

TAXPAYER'S FIRST NAME, INITIAL, LAST NAME		TAXPAYER'S SOCIAL SECURITY NUMBER	
IF JOINT RETURN, SPOUSE'S FIRST NAME, INITIAL, LAST NAME		SPOUSE'S SOCIAL SECURITY NUMBER	
PRESENT HOME ADDRESS (NUMBER AND STREET)		AMOUNT OF ESTIMATED TAX YOU ARE PAYING \$.00	
CITY, TOWN OR POST OFFICE STATE ZIP CODE		MAKE CHECK PAYABLE TO: WALKER CITY TREASURER OR COMPLETE BANK ACCOUNT INFORMATION FOR DIRECT WITHDRAWAL	

ROUTING NUMBER

--	--	--	--	--	--	--	--	--	--

 ACCOUNT TYPE: CHECKING SAVINGS

ACCOUNT NUMBER

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MAIL TO: CITY OF WALKER INCOME TAX DEPARTMENT, P.O. BOX 153, GRAND RAPIDS MI 49501-0153

CITY OF WALKER
ESTIMATED INCOME TAX PAYMENT VOUCHER

W-1040ES
FOURTH QUARTER

Calendar Year - Due February 1, 2021

2020
VOUCHER 4

TAXPAYER'S FIRST NAME, INITIAL, LAST NAME		TAXPAYER'S SOCIAL SECURITY NUMBER	
IF JOINT RETURN, SPOUSE'S FIRST NAME, INITIAL, LAST NAME		SPOUSE'S SOCIAL SECURITY NUMBER	
PRESENT HOME ADDRESS (NUMBER AND STREET)		AMOUNT OF ESTIMATED TAX YOU ARE PAYING \$.00	
CITY, TOWN OR POST OFFICE STATE ZIP CODE		MAKE CHECK PAYABLE TO: WALKER CITY TREASURER OR COMPLETE BANK ACCOUNT INFORMATION FOR DIRECT WITHDRAWAL	

ROUTING NUMBER

--	--	--	--	--	--	--	--	--	--

 ACCOUNT TYPE: CHECKING SAVINGS

ACCOUNT NUMBER

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

MAIL TO: CITY OF WALKER INCOME TAX DEPARTMENT, P.O. BOX 153, GRAND RAPIDS MI 49501-0153

CITY OF WALKER
RECORD OF QUARTERLY ESTIMATED INCOME TAX PAYMENTS - 2020

Keep for your records - Do not file

VOUCHER #	DATE MAILED	CHECK NUMBER	AMOUNT PAID
1			
2			
3			
4			

TOTAL PAID \$

Walker residents are taxed on the net profits from their operation of a business or profession regardless of where it is located.

Enter your Schedule C income/loss on line 3a. Enter your SEP deduction, if applicable, on line 3b. Subtract line 3b. from 3a. and enter the result on line 3c. **You must attach a copy of Federal Schedule C.** If you have deducted a SEP contribution on line 3b. **you must attach a copy of Schedule 1 of your Federal Form 1040.**

A net operating loss carryover may be deducted if the loss was incurred after January 1, 1988. Attach a schedule showing the calculation of any net operating loss carryover deducted from line 3c. You may not deduct a carryback loss.

Line 4—Income/loss from rents/royalties (for filers of Federal Schedule E, page one)

Enter all rent and royalty income included on your Federal Schedule E, page one and received while a resident of Walker. **Attach a copy of Federal Schedule E, page one.**

Line 5—Income/loss from partnerships (for filers of Federal Schedule E, page two)

Enter your share of the partnership income/loss on line 5 of Schedule 4 as reported on Federal Schedule E, page two. Your share of qualifying dividends, gains, etc. are treated as belonging to you as an individual and should be reported on the appropriate Federal and Walker schedules.

Attach a copy of Federal Schedule E, page two.

If you are claiming a loss from a partnership located outside of Walker, **a copy of your Federal Schedule K-1 must be attached.**

Line 6—Income/loss from sale or exchange of property (for filers of Federal Schedule D, Form 8949, Form 4797 and/or Form 6252)

Enter on line 6 the gain/loss from the sale or exchange of real or tangible personal property regardless of where located. The Walker Income Tax Ordinance follows the Internal Revenue Code in its treatment of capital gains, with two exceptions:

Gains on the sales of obligations of the United States are not taxable on this return.

Gain or loss on property purchased prior to January 1, 1988 must be determined by one of the following methods:

- The basis may be the adjusted fair market value of the property on January 1, 1988 (December 31, 1987 closing price for traded securities), or
- Divide the number of months the property has been held since January 1, 1988 by the total number of months the property was held, and apply this fraction to the total gain or loss as reported on your federal income tax return.

Attach Federal Schedule D and Form 8949. Also attach Form 4797 and Form 6252 if applicable.

Line 7—Distributions from Subchapter S corporations.

Enter on line 7 cash or property distributions from S corporations from line 16, code D of Federal Schedule K-1. The Walker City Income Tax Ordinance does not recognize Subchapter S status. Distributions from an S corporation are taxable as if paid by a regular corporation as dividends.

If you are a shareholder in a corporation that has elected to file under Subchapter S of the Internal Revenue Code, you are not required to report any distributed income from Federal Schedule K-1 lines 1 through 11, nor may you deduct your share of any loss or other deductions distributed by the corporation.

Attach copies of Federal Schedule K-1 for all S corporations listed on page two of your Federal Schedule E regardless of whether or not the S corporation made distributions.

Line 8—Income from estates and/or trusts.

Enter on line 8 all income from estates and/or trusts reported on your Federal Schedule E, page two. Income from an estate or trust is taxable to a Walker resident regardless of the location of the estate or trust, or the location of property it may own.

Attach a copy of Federal Schedule E, page two.

Line 9—Distributions from profit sharing plans, premature IRA distributions.

Enter on line 9 all early pension and profit sharing withdrawals and/or distributions subject to the 10% federal penalty. Also report on line 9 premature IRA distributions subject to the 10% federal penalty.

Line 10—Other income.

Enter on line 10 all other income reported on your federal return and not specifically exempted by the Walker City Income Tax Ordinance. Examples of the types of income reported on line 10 are gambling winnings, alimony received and miscellaneous income.

SCHEDULE 5—DEDUCTIONS

Part-year residents must allocate deductions the same way they allocate income. The only deductions allowed by the Income Tax Ordinance are:

Line 1—IRA deduction

The rules governing IRA deductions on this return are the same as under the Internal Revenue Code.

Contributions to ROTH IRA's are not deductible.

Attach Schedule 1 of Federal Form 1040.

A SEP retirement plan deduction must be entered on line 1b. of Schedule 4.

Line 2—Employee business expenses

The employee business expenses listed below are not subject to the same reductions and limitations required under the Internal Revenue Code. These expenses are, however, allowed only to the extent not paid or reimbursed by your employer and only when incurred in the performance of service for your employer.

The only deductions allowed by the City of Walker Income Tax Ordinance are as follows:

- Expenses of travel, meals and lodging while away from home
- Expenses as an outside salesperson who works away from his employer's place of business (does not include driver/salesperson whose primary duty is service and delivery).
- Expenses of transportation (but not transportation to and from work).
- Expenses reimbursed under an expense account or other arrangement with your employer, if the reimbursement has been included in reported gross earnings.

You must attach a detailed list of your employee business expenses.

Line 3—Moving expenses

Moving expenses for certain Armed Forces members only into the City of Walker that qualify under the Internal Revenue Code as a deduction from federal gross income may be deducted on your Walker return.

You must attach a copy of Federal Form 3903 or a list of your moving expenses, including the distance in miles from where you moved.

Line 4—Alimony deduction (**CHILD SUPPORT IS NOT DEDUCTIBLE**)

Enter alimony deducted on your 2019 federal return.

You must attach a copy of Schedule 1 of your Federal Form 1040.

COMPLETING YOUR RETURN

After completing schedules 1 through 5 as applicable, transfer the results of schedules 1 through 5 to lines 1, 2, 3, 5 and 8 on the front of the form.

Follow the instructions on the front of the form for lines 4, 6 and 7.

Line 9—Tax due

If after computing your Walker Income tax and deducting your payments and credits, the balance due is one dollar (\$1.00) or more, it must be entered on Line 9.

Make check or money order payable to CITY TREASURER and mail with this return to: WALKER CITY INCOME TAX DEPARTMENT, P.O. BOX 153, GRAND RAPIDS, MI 49501-0153. For direct electronic withdrawal, mark pay tax due, line 14b, and complete lines 14c, d, e and f. Withdrawal date (line 14f) must be no later than the due date of the return. If no date is entered, the default withdrawal date will be the date processed.

Line 10—Overpayment

If your total payments and credits on line 8 are more than Walker Tax on line 7, you have overpaid your tax for 2019.

- If you want your overpayment to be HELD and applied to your 2020 estimated tax, enter the overpayment on line 11.
- If you want your overpayment to be DONATED to the Education Foundation of your choice, enter the overpayment on line 12. Select the Education Foundation on page 2.
- If you want your overpayment MAILED to you, enter the overpayment on line 13.
- If you want your overpayment REFUNDED VIA DIRECT DEPOSIT, enter the overpayment on line 13 and complete the routing number, type of account and account number boxes provided in line 14.

Refunds or credits of less than one dollar (\$1.00) cannot be made.

THIRD PARTY DESIGNEE

If you want to allow a friend, family member or any other person you choose to discuss your 2019 tax return with the Income Tax Department, give the Department any information missing from your return, receive copies of notices and/or respond to notices about math errors, offsets and return preparation, check the "Yes" box in the designated area. Enter the designee's name and phone number. To designate the preparer who signed your return, enter "Preparer" in the space for designee's name.

ASSISTANCE

If you have questions not answered in these instructions or if you need assistance in preparing your return, call (616) 791-6880.

We would be happy to prepare your Walker Income Tax Return free of charge. Please contact the Walker Income Tax Department at 791-6880 for an appointment.

NOTICE

These instructions are an interpretation of the Walker City Income Tax Ordinance. If any discrepancy exists between the instructions and the Ordinance, the Ordinance prevails.

WALKER INCOME TAX DEPT.
4243 Remembrance Road, NW
Walker, MI 49534

PLEASE REMEMBER TO:

- ✓ Sign your return. If a joint return, both spouses must sign even if only one had income subject to Walker income tax.
- ✓ Attach a copy of page one of your Federal Form 1040 and Schedule 1, if used.
- ✓ Attach copies of Form(s) W-2. If you are claiming a credit for Walker withholding, the locality name on your W-2 must be Walker.
- ✓ Attach Federal Schedules and other city returns as needed. See Summary of Required Attachments on page 2 of form W-1040R.

**Estimated payment vouchers for 2020 are available on our website at:
www.walker.city/income_tax_forms.php#**

See instructions to determine if you are required to file quarterly estimated payments.