

Schedule for joint filers with different states of residence

Important—This schedule is to be used only by married persons who file a joint federal income tax return but are required to file separate North Dakota returns because they have different states of residence. See Who must complete in the instructions for more information.

Part 1 Calculation of spouses' separate federal taxable incomes

- Complete Column A first by entering the amounts from your joint federal return.
Then complete Columns B and C to show the amounts belonging to each spouse.
See separate instructions sheet.

Table with 3 columns: Column A (Total from federal return), Column B (Full-year resident spouse), Column C (Full-year nonresident or part-year resident spouse)

A. Enter the name of each spouse in the appropriate column—see instructions
B. Social security number of spouse

Income

Table with 3 columns for income items 1-9: Wages, salaries, tips; Interest and dividend income; Business income or loss; Ordinary and capital gains and losses; IRAs, pensions, and annuities; Income from rents, royalties, partnerships, S corporations, estates, and trusts; Farm income or loss; Other income; Total income.

Adjustments to income

Table with 3 columns for adjustments to income items 10-20: Education expenses; Moving expenses; Self-employed deductions; IRA deduction; Other deductions; Total adjustments; Federal adjusted gross income; Division of separate federal adjusted gross income; Standard deduction or itemized deductions; Exemptions; Federal taxable income.

If one or both spouses are using Form ND-1, complete Part 2 on page 2.
If one or both spouses are using Form ND-2, complete line 21 below. Otherwise, skip line 21.

Line 21—Form ND-2 users only (see instructions)

Table for line 21: a. Federal income tax for Schedule 2 (Form ND-2) only; b. Federal income tax for Schedule 3 (Form ND-2) only. Includes 'Not applicable' box.

After completing Schedule SF, see How to complete the North Dakota return in the instructions.

**Part 2 Calculation of tax for Form ND-1 filers only**

- Complete this part only if Form ND-1 is used by one or both spouses.
- If completing this part, complete lines 1 through 13 of BOTH columns even if only one spouse is going to use Form ND-1.
- See separate instructions sheet.

<b>Column B</b>	<b>Column C</b>
Full-year resident spouse	Full-year nonresident or part-year resident spouse

<b>1. Federal taxable income</b> from Part 1, line 20, Columns B and C .....	<b>1</b>		
<b>Additions</b>			
<b>2.</b> Lump sum distribution from Federal Form 4972 .....	<b>2</b>		
<b>3.</b> Loss from pass-through entity subject to North Dakota's financial institution tax .....	<b>3</b>		
<b>4.</b> Total additions. Add lines 2 and 3 .....	<b>4</b>		
<b>5.</b> Add lines 1 and 4 .....	<b>5</b>		
<b>Subtractions</b>			
<b>6.</b> Interest from U.S. obligations .....	<b>6</b>		
<b>7.</b> Net long-term capital gain exclusion .....	<b>7</b>		
<b>8.</b> Exempt income of a Native American .....	<b>8</b>		
<b>9.</b> Benefits received from the U.S. Railroad Retirement Board .....	<b>9</b>		
<b>10.</b> Income from pass-through entity subject to North Dakota's financial institution tax .....	<b>10</b>		
<b>11.</b> Renaissance zone income exemption .....	<b>11</b>		
<b>12.</b> Total subtractions. Add lines 6 through 11 .....	<b>12</b>		
<b>13. North Dakota taxable income.</b> Subtract line 12 from line 5 .....	<b>13</b>		
<b>Tax calculation</b>			
<b>14.</b> Add the amounts on line 13, Columns B and C .....	(NS) <b>14</b>		
<b>15.</b> Go to the Tax Table on page 18 of the 2002 Form ND-1 instruction booklet. In the <b>Married filing jointly</b> column, find the tax on the amount on line 14 .....	<b>15</b>		
➤ <b>Complete lines 16 and 17 for each spouse using Form ND-1.</b>			
<b>16.</b> Divide the spouse's separate North Dakota taxable income on line 13 by the amount on line 14. Round to the nearest two decimal places .....	<b>16</b>	__ . __	__ . __
<b>17.</b> Form ND-1 tax. Multiply line 15 by the decimal number on line 16 .....	<b>17</b>		

➤ After completing Schedule SF, see **How to complete the North Dakota return** in the instructions.