



Department of the Treasury
Internal Revenue Service

Publication 600-A

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Optional Local Sales Tax Table for Certain Alaska Boroughs and Cities

For use in preparing
2004 Returns



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Introduction

Because Alaska does not impose a state sales tax, an optional state sales tax table for Alaska was not included in Publication 600, *Optional State Sales Tax Tables*. This publication provides an optional method to figure local sales taxes imposed by certain Alaska boroughs and cities.

Instead of using actual expenses, residents of Alaska boroughs and cities that impose a local sales tax can use the optional table in this publication to figure their general sales tax deduction. You may be able to add sales taxes paid on certain specified items to the table amount.



*You can use the optional method to figure your general sales tax deduction **only** if you were a resident of an Alaska borough or city that imposed a general sales tax in 2004.*

How To Use the Table

To figure your general sales tax deduction using the Optional Local Sales Tax Table for Certain Alaska Boroughs and Cities, follow Steps 1 through 4 and complete the worksheet on page 2.



*If your filing status is married filing separately, both you and your spouse elect to deduct sales taxes, **and** your spouse elects to use the optional sales tax tables (for any state or for certain Alaska boroughs and cities), you also must use the tables to figure your general sales tax deduction.*

Step 1. Read down the “At least – But less than” columns in the Optional Local Sales Tax Table for Certain Alaska Boroughs and Cities and find the line that includes your 2004 total available income. Total available income is the amount shown on your Form 1040, line 37, plus any nontaxable items, such as the following.

- Tax-exempt interest.
- Veterans’ benefits.
- Nontaxable combat pay.
- Workers’ compensation.
- Nontaxable part of social security and railroad retirement benefits.
- Nontaxable part of IRA, pension, or annuity distributions. Do not include rollovers.
- Public assistance payments.

Note. If your filing status is married filing separately, use your own total available income. Follow the above instructions, beginning with the amount shown on your Form 1040, line 37.

Step 2. Go to the column that includes the total number of exemptions you claimed on your Form 1040, line 6d. Enter the amount from that column on line 1 of the worksheet.

Step 3. Enter on line 2 of the worksheet the local general sales tax rate imposed by the Alaska borough and city where you lived in 2004. When entering the tax rate, omit the percentage symbol. For example, if your city imposed a 4% sales tax, enter 4 on line 2.

If the general sales tax rate changed for your locality during 2004, use the average rate for the year. Figure the average rate by prorating each of the rates based on the number of days each rate was in effect. The sum of the prorated rates is the average rate for the year.

If you lived in more than one locality during 2004, prorate your local general sales taxes based on the number of days you resided in the locality for which you are determining the local sales tax deduction. Use a separate worksheet for each locality.

Step 4. Enter on line 4 of the worksheet any local general sales taxes paid on the following specified items.

- A motor vehicle (including a car, motorcycle, motor home, recreational vehicle, sport utility vehicle, truck, van, and off-road vehicle). Also include any local general sales taxes paid for a leased motor vehicle. If the sales tax rate on these items is higher than the general sales tax rate, only include the amount of tax you would have paid at the general sales tax rate.
- An aircraft, boat, home (including mobile and prefabricated), or home building materials, but only if the tax rate was the same as the general sales tax rate.

Do not include sales taxes paid on items used in your trade or business.

**Optional Local Sales Tax Table for Certain Alaska Boroughs and Cities
(Based on a Local Sales Tax Rate of 1 Percent)**

Income		Exemptions						
At least	But less than	1	2	3	4	5	Over 5	
\$0	\$20,000	69	83	94	102	108	118	
20,000	30,000	93	113	127	137	146	159	
30,000	40,000	110	133	149	162	173	188	
40,000	50,000	125	151	169	183	195	212	
50,000	60,000	139	167	187	203	216	235	
60,000	70,000	151	182	203	220	235	255	
70,000	80,000	162	196	219	237	252	274	
80,000	90,000	173	208	233	252	268	291	
90,000	100,000	183	221	246	267	284	308	
100,000	120,000	197	237	264	286	304	330	
120,000	140,000	215	258	288	312	332	360	
140,000	160,000	231	278	310	335	357	387	
160,000	180,000	247	297	331	358	380	413	
180,000	200,000	262	314	350	379	403	437	
200,000	or more	328	393	438	474	503	545	



Use this table for your 2004 tax return only. Do not use it to figure your 2005 deduction.

Local General Sales Tax Deduction Worksheet

(Using the Optional Local Sales Tax Table for Certain Alaska Boroughs and Cities)

(Keep for Your Records)

1. Local general sales taxes. See Steps 1 and 2 on page 1	1. _____
2. Local general sales tax rate. Omit percentages when entering the tax rate. See Step 3 above	2. _____
3. Multiply line 1 by line 2	3. _____
4. Local general sales taxes paid on specified items, if any. See Step 4 above	4. _____
5. Deduction for general sales taxes. Add lines 3 and 4. Enter the result here and on Schedule A (Form 1040), line 5, and be sure to check box b on that line.	5. _____
Note. If you elect to deduct general sales taxes, you cannot deduct your state and local income taxes.	

Tax Publications for Individual Taxpayers

See page 7 of the Instructions for Form 1040 for a variety of ways to get publications, including by computer, phone, and mail.

General Guides

- 1 Your Rights as a Taxpayer
- 17 Your Federal Income Tax (For Individuals)
- 334 Tax Guide for Small Business (For Individuals Who Use Schedule C or C-EZ)
- 509 Tax Calendars for 2005
- 553 Highlights of 2004 Tax Changes
- 910 IRS Guide to Free Tax Services

Specialized Publications

- 3 Armed Forces' Tax Guide
- 54 Tax Guide for U.S. Citizens and Residents Aliens Abroad
- 225 Farmer's Tax Guide
- 378 Fuel Tax Credits and Refunds
- 463 Travel, Entertainment, Gift, and Car Expenses
- 501 Exemptions, Standard Deduction, and Filing Information
- 502 Medical and Dental Expenses (Including the Health Coverage Tax Credit)
- 503 Child and Dependent Care Expenses
- 504 Divorced or Separated Individuals
- 505 Tax Withholding and Estimated Tax
- 514 Foreign Tax Credit for Individuals
- 516 U.S. Government Civilian Employees Stationed Abroad
- 517 Social Security and Other Information for Members of the Clergy and Religious Workers
- 519 U.S. Tax Guide for Aliens
- 521 Moving Expenses
- 523 Selling Your Home
- 524 Credit for the Elderly or the Disabled
- 525 Taxable and Nontaxable Income
- 526 Charitable Contributions
- 527 Residential Rental Property
- 529 Miscellaneous Deductions
- 530 Tax Information for First-Time Homeowners

- 531 Reporting Tip Income
- 533 Self-Employment Tax
- 536 Net Operating Losses (NOLs) for Individuals, Estates, and Trusts
- 537 Installment Sales
- 541 Partnerships
- 544 Sales and Other Dispositions of Assets
- 547 Casualties, Disasters, and Thefts
- 550 Investment Income and Expenses
- 551 Basis of Assets
- 552 Recordkeeping for Individuals
- 554 Older Americans' Tax Guide
- 555 Community Property
- 556 Examination of Returns, Appeal Rights, and Claims for Refund
- 559 Survivors, Executors, and Administrators
- 561 Determining the Value of Donated Property
- 564 Mutual Fund Distributions
- 570 Tax Guide for Individuals With Income From U.S. Possessions
- 571 Tax-Sheltered Annuity Plans (403(b) Plans)
- 575 Pension and Annuity Income
- 584 Casualty, Disaster, and Theft Loss Workbook (Personal-Use Property)
- 587 Business Use of Your Home (Including Use by Daycare Providers)
- 590 Individual Retirement Arrangements (IRAs)
- 593 Tax Highlights for U.S. Citizens and Residents Going Abroad
- 594 What You Should Know About the IRS Collection Process
- 595 Tax Highlights for Commercial Fishermen
- 596 Earned Income Credit (EIC)
- 721 Tax Guide to U.S. Civil Service Retirement Benefits
- 901 U.S. Tax Treaties

- 907 Tax Highlights for Persons with Disabilities
- 908 Bankruptcy Tax Guide
- 911 Direct Sellers
- 915 Social Security and Equivalent Railroad Retirement Benefits
- 919 How Do I Adjust My Tax Withholding?
- 925 Passive Activity and At-Risk Rules
- 926 Household Employer's Tax Guide
- 929 Tax Rules for Children and Dependents
- 936 Home Mortgage Interest Deduction
- 946 How To Depreciate Property
- 947 Practice Before the IRS and Power of Attorney
- 950 Introduction to Estate and Gift Taxes
- 967 The IRS Will Figure Your Tax
- 968 Tax Benefits for Adoption
- 969 Health Savings Accounts and Other Tax-Favored Health Plans
- 970 Tax Benefits for Education
- 971 Innocent Spouse Relief
- 972 Child Tax Credit
- 1542 Per Diem Rates
- 1544 Reporting Cash Payments of Over \$10,000 (Received in a Trade or Business)
- 1546 The Taxpayer Advocate Service—How to Get Help With Unresolved Problems

Spanish Language Publications

- 1SP Derechos del Contribuyente
- 579SP Cómo Preparar la Declaración de Impuesto Federal
- 594SP Comprendiendo el Proceso de Cobro
- 596SP Crédito por Ingreso del Trabajo
- 850 English-Spanish Glossary of Words and Phrases Used in Publications Issued by the Internal Revenue Service
- 1544SP Informe de Pagos en Efectivo en Exceso de \$10,000 (Recibidos en una Ocupación o Negocio)

Commonly Used Tax Forms

See page 7 of the Instructions for Form 1040 for a variety of ways to get forms, including by computer, fax, phone, and mail. For fax orders only, use the catalog number when ordering.

Form Number and Title		Catalog Number	Form Number and Title		Catalog Number
1040	U.S. Individual Income Tax Return	11320	2106	Employee Business Expenses	11700
Sch A&B	Itemized Deductions & Interest and Ordinary Dividends	11330	2106-EZ	Unreimbursed Employee Business Expenses	20604
Sch C	Profit or Loss From Business	11334	2210	Underpayment of Estimated Tax by Individuals, Estates, and Trusts	11744
Sch C-EZ	Net Profit From Business	14374	2441	Child and Dependent Care Expenses	11862
Sch D	Capital Gains and Losses	11338	2848	Power of Attorney and Declaration of Representative	11980
Sch D-1	Continuation Sheet for Schedule D	10424	3903	Moving Expenses	12490
Sch E	Supplemental Income and Loss	11344	4562	Depreciation and Amortization	12906
Sch EIC	Earned Income Credit	13339	4868	Application for Automatic Extension of Time To File U.S. Individual Income Tax Return	13141
Sch F	Profit or Loss From Farming	11346	4952	Investment Interest Expense Deduction	13177
Sch H	Household Employment Taxes	12187	5329	Additional Taxes on Qualified Plans (Including IRAs) and Other Tax-Favored Accounts	13329
Sch J	Farm Income Averaging	25513	6251	Alternative Minimum Tax—Individuals	13600
Sch R	Credit for the Elderly or the Disabled	11359	8283	Noncash Charitable Contributions	62299
Sch SE	Self-Employment Tax	11358	8582	Passive Activity Loss Limitations	63704
1040A	U.S. Individual Income Tax Return	11327	8606	Nondeductible IRAs	63966
Sch 1	Interest and Ordinary Dividends for Form 1040A Filers	12075	8812	Additional Child Tax Credit	10644
Sch 2	Child and Dependent Care Expenses for Form 1040A Filers	10749	8822	Change of Address	12081
Sch 3	Credit for the Elderly or the Disabled for Form 1040A Filers	12064	8829	Expenses for Business Use of Your Home	13232
1040EZ	Income Tax Return for Single and Joint Filers With No Dependents	11329	8863	Education Credits	25379
1040-ES	Estimated Tax for Individuals	11340	9465	Installment Agreement Request	14842
1040X	Amended U.S. Individual Income Tax Return	11360			

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