

Allocation of Individual Income Tax to the U.S. Virgin Islands

Department of the Treasury
Internal Revenue Service

▶ Attach to Form 1040.
▶ Information about Form 8689 and its instructions is at www.irs.gov/form8689.

2013
Attachment
Sequence No. **85**

Name(s) shown on Form 1040

Your social security number

Part I Income From the U.S. Virgin Islands (USVI)

1	Wages, salaries, tips, etc.								
2	Taxable interest								
3	Ordinary dividends								
4	Taxable refunds, credits, or offsets of local USVI income taxes								
5	Alimony received								
6	Business income or (loss)								
7	Capital gain or (loss)								
8	Other gains or (losses)								
9	IRA distributions (taxable amount)								
10	Pensions and annuities (taxable amount)								
11	Rental real estate, royalties, partnerships, S corporations, trusts, etc.								
12	Farm income or (loss)								
13	Unemployment compensation								
14	Social security benefits (taxable amount)								
15	Other income. List type and amount ▶								
16	Add lines 1 through 15. This is your total USVI income ▶								

Part II Adjusted Gross Income From the USVI

17	Educator expenses	17							
18	Certain business expenses of reservists, performing artists, and fee-basis government officials	18							
19	Health savings account deduction	19							
20	Moving expenses	20							
21	Deductible part of self-employment tax	21							
22	Self-employed SEP, SIMPLE, and qualified plans	22							
23	Self-employed health insurance deduction	23							
24	Penalty on early withdrawal of savings	24							
25	IRA deduction	25							
26	Student loan interest deduction	26							
27	Tuition and fees deduction	27							
28	Add lines 17 through 27							28	
29	Subtract line 28 from line 16. This is your USVI adjusted gross income ▶							29	

Part III Allocation of Tax to the USVI

30	Enter amount from Form 1040, line 61								
31	Enter the total of the amounts from Form 1040, lines 56, 57, 59a, 64a, 65, 66, and 71 (boxes c and d). Include any uncollected social security and Medicare or tier 1 RRTA tax, tax on excess golden parachute payments, or excise tax on insider stock compensation reported on line 60. Also include any amount from Form 5329, Parts III, IV, V, VI, VII, or VIII reported on Form 1040, line 58							31	
32	Subtract line 31 from line 30							32	
33	Enter amount from Form 1040, line 38	33							
34	Divide line 29 above by line 33. Enter the result as a decimal (rounded to at least 3 places). Do not enter more than 1.000							34	×
35	Multiply line 32 by line 34. This is your tax allocated to the USVI							35	

Part IV Payments of Income Tax to the USVI

36	Income tax withheld by the USVI	36							
37	2013 estimated tax payments and amount applied from 2012 return	37							
38	Amount paid with Form 4868 (extension request)	38							
39	Add lines 36 through 38. These are your total payments to the USVI ▶							39	
40	Enter the smaller of line 35 or line 39. Include this amount in the total on Form 1040, line 72. On the dotted line next to line 72, enter "Form 8689" and show this amount							40	
41	Overpayment to the USVI. If line 39 is more than line 35, subtract line 35 from line 39							41	
42	Amount of line 41 you want refunded to you ▶							42	
43	Amount of line 41 you want applied to your 2014 estimated tax	43							
44	Amount you owe to the USVI. If line 39 is less than line 35, subtract line 39 from line 35							44	
45	Enter the amount from line 44 that you will pay when you file your income tax return. Include this amount in the total of Form 1040, line 72. On the dotted line next to line 72, enter "Form 8689" and show this amount							45	