

## **Taxation of Interest and Dividends on Idaho Return**

Requirements are found in:

- ✓ Form 39R, Part A-Additions: Line 3 Non-Idaho State and Local Bond Interest and Dividends
- ✓ Form 39R, Part B-Subtractions: Line 3 Interest from US Government Obligations

1099-INT	Federal	Idaho	TaxSlayer Action
3) Interest on US Savings Bonds & Treasury Obligations	Taxable	Tax-Exempt	Subtract from Idaho based on Note 1
8) Tax-Exempt Interest	Tax-Exempt	Taxable	Add to Idaho based on Note 2

Amount of Interest on U.S. Savings Bonds and Treasury Obligations that you want subtracted from your state return

Taxable State Interest

**ADD INTEREST ITEMS**

Note 1: These are normally Tax-Exempt in Idaho. The brokerage statement should identify the portion from “direct obligations” and this is the amount to be subtracted.

Note 2: Add to Idaho and exclude that portion that is from Idaho sourced interest.

1099-DIV	Federal	Idaho	TaxSlayer Action
1a) Total Ordinary Dividends	Taxable	Taxable	Subtract from Idaho based on Note 3
12) Exempt Interest Dividends	Tax-Exempt	Taxable	Add to Idaho based on Note 4

Amount of Interest on U.S. Savings Bonds and Treasury obligations that you want subtracted from your state return

Taxable State Dividend

**ADD DIVIDEND ITEMS**

Note 3: If the brokerage statement identifies any portion from US Government or Treasury Securities or Obligations (direct obligations), then subtract that portion – see Note 1.

Note 4: Add to Idaho any portion that is not Idaho Exempt.