

INSTRUCTIONS FOR COMPLETING

FORM 770

VIRGINIA FIDUCIARY INCOME TAX

RETURNS FOR 2018



COMMONWEALTH OF VIRGINIA

DEPARTMENT OF TAXATION

RICHMOND, VIRGINIA

I. WHAT'S NEW

New Electronic Filing Requirements: Beginning with the first return due on or after January 1, 2018, all fiduciary income taxpayers must file forms and make payments electronically. If you are unable to file and pay electronically you may request a waiver. You can obtain the waiver request form at www.tax.virginia.gov or by calling (804) 367-8037.

Revised Form 770, Schedule 5: Schedule 5 on Page 3 has been redesigned to show more detail for the allocation of Virginia modifications and Virginia taxable income to beneficiaries based on their respective share of the distributable net income of the estate or trust. The schedule is used to report the income and modifications attributable to each beneficiary and must be provided to each beneficiary by the fiduciary. A Schedule 5 (Federal Schedule K-1 equivalent) for each beneficiary should also be included with the Form 770.

Virginia's Fixed Date Conformity with the Internal Revenue Code: Virginia's date of conformity with the Internal Revenue Code (IRC) was advanced from February 9, 2018 to December 31, 2018, subject to certain exceptions. Additional information about conformity adjustments and other legislative changes required as a result of the 2019 General Assembly are addressed in Tax Bulletin 19-1 posted on the Department's website at www.tax.virginia.gov.

Virginia will continue to deconform from the following: bonus depreciation allowed for certain assets under federal law; the five-year carryback of certain federal net operating loss (NOL) deductions generated in the 2008 or 2009 taxable years; the federal income treatment of applicable high yield discount obligations; and the federal income tax treatment of cancellation of debt income realized in connection with certain business debts.

II. GENERAL INFORMATION

WHO MUST FILE A RETURN

RESIDENT ESTATE OR TRUST: The fiduciary of a resident estate or trust must file a Virginia Fiduciary Income Tax Return (Form 770) if the estate or trust is required to file a federal Fiduciary Income Tax Return (Form 1041). "Resident estate or trust" means:

- The estate of a decedent who at death was domiciled in Virginia;
- A trust created by the will of a decedent who at death was domiciled in Virginia;
- A trust created by, or consisting of property of, a person domiciled in Virginia; or
- An estate or trust that is being administered by a resident of Virginia or that is under the supervision of a Virginia court.

NONRESIDENT ESTATE OR TRUST: The fiduciary of a nonresident estate or trust must file a Virginia Fiduciary Income Tax Return (Form 770) if the estate or trust had income or gain derived from Virginia sources and was required to file a federal Fiduciary Income Tax Return (Form 1041). "Income or gain from Virginia sources" means items of income or gain derived from:

- Real or tangible personal property located in Virginia;
- A business, trade, profession or occupation carried on in Virginia; or
- Intangible personal property, including annuities, dividends, interest, royalties and gains to the extent that the income is attributable to a business, trade or occupation carried on in Virginia.

CHARITABLE REMAINDER TRUST: The fiduciary of a Charitable Remainder Trust must file a Virginia Fiduciary Income Tax Return (Form 770) and enclose a copy of the federal Split-Interest Trust Information Return (Form 5227).

SPECIAL INSTRUCTIONS: Check the box for "Exempt - Charitable Remainder Trust" under the FEIN area. On Line

3, enter zero for the amount of Virginia taxable income. Enclose the federal Schedule K-1 and a worksheet reporting the Virginia income received by recipients.

WHO SHOULD FILE A RETURN

An estate or trust that is not otherwise required to file, but which made payments of estimated tax or had income tax withheld during the taxable year, must file a Virginia Fiduciary Income Tax Return to claim a refund of those amounts.

PERIOD OF RETURN AND ACCOUNTING METHOD

The accounting period and method of accounting for Virginia purposes must be the same as the one used for federal purposes. If the taxable year or method of accounting is changed for federal purposes, the change must be applied to the Virginia return.

SIGNATURE AND VERIFICATION

The return must be signed by the fiduciary or an authorized officer of the organization receiving or having custody or control of the management of the estate or trust. If two or more individuals act jointly as fiduciaries, the return may be signed by any one of those individuals.

PENALTIES AND INTEREST

PENALTIES: A fiduciary who fails to file or files a fraudulent return may be subject to civil and/or criminal penalties and interest charges.

The civil penalty for failing to file a return by the due date is 6% of the tax due for each month or part of a month from the due date through the date the return is filed, up to a maximum of 30%.

The civil penalty for failure to pay the tax due by the required due date is also 6% of the tax due for each month or part of a month from the due date through the date the tax is paid, up to a maximum of 30%. The late payment penalty is not imposed for any month in which the late filing penalty has already been applied. The total combined penalties for late

filing and late payment may not exceed 30% of the tax due with the return.

The civil penalty for filing a false or fraudulent return, or failing or refusing to file any return with the intent to evade the tax, is an additional penalty of 100% of the correct amount of tax due.

INTEREST: Interest due on any tax and/or penalty will accrue at the daily rate established according to *Va. Code* § 58.1-15, from the date the tax or unpaid balance became due through the date that payment is made. The daily interest rate is the federal “underpayment rate,” plus 2%. The current interest factor may be obtained by calling the Department at **(804) 367-8031** or going to the Department’s website at **www.tax.virginia.gov**.

ALLOCATION OF INCOME TO BENEFICIARIES

Va. Code §§ 58.1-361 and 58.1-363 require the allocation of Virginia modifications and Virginia taxable income to beneficiaries based on their respective share of the distributable net income of the estate or trust. A schedule or other statement of the income and modifications attributable to each beneficiary must be provided to each beneficiary by the fiduciary. A sample format is provided below. An optional format is to include a line for the beneficiary’s net Virginia modifications on the copy of the federal Schedule K-1 provided to each beneficiary. If this option is chosen, use this description on the Schedule K-1: “Information for Virginia individual income tax return: Net Virginia modifications: \$ _____.”

| Col. 1 | Col. 2 | Col. 3 | Col. 4 |
|---|---|--|---|
| Name and Social Security Number of Each Beneficiary | Share of Federal Distributable Net Income | Percentage of Federal Distributable Net Income | Share of Virginia Modifications (Multiply the percentage in Col. 3 by the total modifications from Form 770, Schedule 3, Line 11) |
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It is not acceptable to require the beneficiary to compute his or her own modification from the federal information provided on the federal Schedule K-1.

If the beneficiaries will qualify for the credits available to Form 770 filers, the fiduciary must provide each beneficiary with the information from Schedule 5 necessary to compute and/or claim the credit(s).

RECORD KEEPING

Fiduciaries should retain the records pertaining to each income tax return of the estate or trust for 3 years from the due date of the return or the date the return was filed, whichever is later. If the IRS extends the time required for the retention of federal records, the Virginia records should be kept for the same period of time.

SETOFF DEBT COLLECTION ACT

Before any refund can be issued, Virginia law requires the Department of Taxation to check for outstanding debts of the taxpayer with agencies of the Commonwealth of Virginia,

Virginia local governments, the Virginia court system and the IRS. If any debts are found, regardless of the type of tax return filed, all or part of the refund may be withheld to satisfy the debt.

III. FILING INFORMATION

WHERE TO GET FORMS AND ASSISTANCE

Assistance is available at the offices of the Commissioner of the Revenue, Director of Finance or Director of Tax Administration of every Virginia county and city. Addresses and telephone numbers for these offices are available at the back of these instructions. Since the Virginia return is based on federal information, you should have a complete copy of the federal Form 1041 on hand when you contact any of the above offices. You can download most Virginia tax forms from the Department’s website: **www.tax.virginia.gov**. You may order forms from the Department of Taxation at **(804) 367-8031**. **Address requests for information to Virginia Department of Taxation, P.O. Box 1115, Richmond, VA 23218-1115** or call **(804) 367-8031**. **Do NOT file the return at this address.** Tenemos servicios disponible en Español.

WHERE TO FILE

Fiduciary income taxpayers must file forms and make payments electronically. File Form 770 electronically using approved tax preparation software. Both original and amended returns are accepted electronically beginning with Taxable Year 2016. If you are unable to file and pay electronically you may request a waiver.

If you have been granted a waiver, Form 770 must be filed with the Commissioner of the Revenue, Director of Finance or Director of Tax Administration for the city or county in which the fiduciary qualified. If there has been no qualification in Virginia, the return should be filed with the Virginia city or county in which the fiduciary resides, does business, or has an office, or where one of the beneficiaries resides. The mailing addresses for the local offices are available at the back of these instructions.

Use the Department’s website, **www.tax.virginia.gov**, to make a payment online. Payments are electronically transferred from your savings or checking account. There is no fee charged by the Department.

WHEN TO FILE AND PAY THE TAX

Calendar year filers must file Form 770 no later than May 1, 2019. Fiscal year returns are due to no later than the 15th day of the 4th month following the close of the taxable year. If the due date falls on a Saturday, Sunday or legal holiday, the return must be filed by the next succeeding day that is not a Saturday, Sunday or legal holiday. Returns can be filed and payments made electronically. If filing by paper, the return must be accompanied by full payment of the tax due as reported on the return. If you have been granted a waiver, make checks payable to the Treasurer of the city or county where the return is filed.

ESTIMATED TAX

TRUSTS: Trusts must make payments of estimated tax if the income tax liability on Form 770 for the taxable year will exceed \$150.

ESTATES: Estates are not required to make estimated tax payments until the first taxable year that ends 1 year or more after the decedent's date of death. Estimated tax payments must be made for that taxable year and subsequent taxable years if the income tax liability will exceed \$150.

Estimated tax payments can be made using eForms or, if you have been granted a waiver, on paper by using Form 770ES. If Form 770ES is needed, see "Where to Get Forms and Assistance" earlier in this section. If the estimated tax is underpaid, the fiduciary may be subject to an addition to tax.

ADDITION TO TAX FOR UNDERPAYMENT OF ESTIMATED TAX, FORM 760C OR FORM 760F

An addition to tax is assessed if the fiduciary did not pay enough estimated tax through timely payments or did not have enough income tax withheld throughout the year. The addition to tax does not apply if each payment is made on time and:

1. the total tax paid (including tax withheld and timely estimated tax paid) was at least 90% (66 2/3% for farmers, fishermen or merchant seamen) of the total 2018 tax liability or 100% of the income tax liability for 2017. To determine if the requirement is met, reduce the tax by the amount of all nonrefundable credits;
2. the sum of installment underpayments for the year is \$150 or less; or
3. you qualify for one of the exceptions shown on Form 760C (Form 760F for farmers, fishermen or merchant seamen).

If the estate or trust is subject to the addition to tax for underpayment of estimated tax, complete Form 760C or 760F and pay the amount computed on Form 760C or 760F. Computation of the Virginia underpayment of tax is similar to the federal computation. The addition to tax is reported on Form 770 by completing Line 11 of Schedule 1.

EXTENSION OF TIME FOR FILING

You are allowed an automatic 6-month extension of time to file your tax return. This provision does not extend the due date for payment of taxes; however, you must pay at least 90% of your tax by the original due date for filing the return (May 1, 2019 for calendar year filers). Payments of tentative tax must be made by the due date. Payments can be made using eForms or by using **Form 770IP**. If you file your return during the extension period, but do not pay the tax due when you file your return, both the extension penalty and the late payment penalty may apply. The extension penalty will apply from the due date of the return through the date the return is filed and the late payment penalty will apply from the date the return is filed through the date of payment. To avoid paying the late payment penalty during the extension period, you must pay any tax owed **when you file the return**.

If you file your return within 6 months from the due date, but you do not pay at least 90% of your tax by the original due date for filing your return, you will be subject to an extension penalty of 2% per month. The penalty is applied to the balance of tax due with the return from the original due date through the date of payment. The maximum extension penalty is 12% of the tax due. If you file more than 6 months after the original due date, the extension provisions will not

apply, and you will be subject to the late filing penalty. In addition to these penalties, you will be subject to interest charges on any balance of tax due with your return, even if you meet the 90% payment requirement.

It is not necessary to file Form 770IP if you are CERTAIN that your tax return will result in a refund because penalties are not assessed on a refund return; however, by law the Department of Taxation may issue a refund only if the return is filed within 3 years of the original due date or extended due date on the return, whichever is later.

AMENDED RETURNS AND FEDERAL ADJUSTMENTS

If an amended federal income tax return is filed to change the federal taxable income of the fiduciary, or if the IRS adjusts the income of the fiduciary, an amended Virginia return must be filed within 1 year. Any taxpayer filing an amended federal return must also file an amended Virginia return and pay any additional tax and interest. In addition, if you file an amended return with any other state that results in a change that would affect your Virginia income tax, you must file an amended Virginia tax return within 1 year.

If the changes or adjustments result in a decrease in the fiduciary's income tax liability, Virginia law allows the Department of Taxation to issue a refund only if the amended return is filed within:

- 3 years from the due date for filing the original return, including filing extensions;
- 1 year from the final determination date for the amended federal return or federal change, whichever is later, provided the refund requested is attributable only to such change or adjustment;
- 1 year from the final determination of the amended return of any other state or change or correction in the income tax of the taxpayer for any other state, provided that the refund does not exceed the amount of the decrease in Virginia tax attributable to such change or correction;
- 2 years from the filing of an amended Virginia return resulting in payment of additional tax, provided the claim for refund raises issues pertaining solely to the prior amended return and the claim does not exceed the amount of additional tax paid as a result of such prior amended return; or
- 2 years from the payment of an assessment, provided the amended return raises issues relating only to the prior assessment and the refund does not exceed the amount of tax paid on the prior assessment.

HOW AND WHERE TO FILE AN AMENDED RETURN

To amend Form 770, obtain a blank Form 770 for the same taxable year and write "AMENDED" at the top or check the Amended box. Then complete the form using the corrected figures as if it were the original return. Do not make any adjustments to the return to show refunds received or balances paid with the original return.

Enclose a complete copy of the amended federal return or federal adjustments, as well as a statement explaining any other changes made to the Virginia return.

You will be contacted if additional information is needed. File the amended return with the Commissioner of the Revenue, Director of Finance or Director of Tax Administration for the city or county where the original return was filed (see the "Where to File" section for further information). Mailing addresses are at the back of these instructions.

IV. CREDITS

GENERAL INFORMATION: The following rules apply when computing tax credits:

- Where a credit is limited to a percentage of the tax, the "tax" for this purpose shall be gross tax, less the credit for taxes paid to other states.
- Other income tax credits should be claimed in the order in which they provide the maximum benefit, regardless of the order shown on the form.
- Claim only as much credit as can be used to offset tax liability and keep accurate records of the carryover available for each credit.
- Each pass-through entity must file Form PTE with the Department of Taxation within 30 days after the credit is granted and at least 60 days before filing their income tax return. A copy of the certification letter from the administering agency is a required enclosure with Form PTE.
- Many credits may not be claimed on your return or allocated to beneficiaries until after you have submitted an application and have been notified in writing that you are allowed to claim the credit. If your return is due and you have not yet been notified, you have the option to either:
 - Pay at least 90% of your tax liability by the return due date and file your return on extension after receiving such notification,
 - or
 - File your return by the due date without claiming the credit, and file an amended return after you have received such notification.

CREDIT FOR TAX PAID TO ANOTHER STATE

RESIDENT FIDUCIARY:

A resident fiduciary is required to report its entire federal taxable income on Form 770, regardless of whether the entire income was derived from sources in Virginia. If the fiduciary is liable for payment of income taxes to another state on earned or business income derived from that state, or any gain (if included in federal adjusted gross income) on the sale of a capital asset outside Virginia, provided the income is taxed by Virginia as well as the other state (see *Va. Code* § 58.1-332 for information on capital assets), a credit is generally allowed for taxes paid to the other state, provided the income is taxable both to Virginia and the other state. The credit is computed on Form 770, Schedule 4.

EXCEPTION: A Virginia fiduciary deriving business income as a nonresident in Arizona, California, the District of Columbia or Oregon may **not** claim a credit on the Virginia return for taxes paid to those states. The credit must be claimed on the other state's nonresident fiduciary income tax return.

This credit applies only to income taxes paid to other states. Taxes paid to cities, counties, the federal government and foreign governments do not qualify for the credit. The credit is not allowed for franchise tax, license tax, excise tax, unincorporated business tax, occupation tax or any other tax characterized as such, even though the tax is based on *business* income. In addition, the credit is not allowable for taxes paid to any state that is prohibited by its own legislation from imposing an income or commuter tax.

The credit must be computed separately for each state. Enclose separate schedule for each state. A complete copy of the income tax return filed with any state(s) for which a credit is claimed must be enclosed with Form 770. Copies of cancelled checks or other income statements are not sufficient for verification of the income tax liability to the other state.

NONRESIDENT FIDUCIARY: As a general rule, Virginia law does **not** provide a credit to a nonresident fiduciary on business income taxable by both Virginia and the fiduciary's state of residence. Therefore, such credits typically must be claimed on the income tax return filed with the state of residence.

EXCEPTION: If the nonresident fiduciary is liable for income taxes as a resident of Arizona, California, the District of Columbia or Oregon on income derived from Virginia sources, credit for tax paid to that state will be allowed on the Virginia return.

A complete copy of the income tax return filed with any state(s) for which a credit is claimed must be enclosed with Form 770. Copies of cancelled checks or other income statements are not sufficient for verification of the income tax liability to the other state.

NEIGHBORHOOD ASSISTANCE ACT TAX CREDIT

The Virginia Neighborhood Assistance Act provides tax credits to individuals and businesses that make qualified donations directly to pre-approved Neighborhood Assistance Program organizations whose primary function is to provide educational or other qualified services for the benefit of low-income families. Individuals may receive a credit for a donation of cash or marketable securities to an eligible organization. Businesses may receive a credit for a donation of money, marketable securities, property, limited professional services or contracting services. Licensed veterinarians, physicians, dentists, nurses, nurse practitioners, physician assistants, chiropractors, optometrists, dental hygienists, pharmacists, professional counselors, clinical social workers, clinical psychologists, marriage and family therapists, physical therapists, and physician specialists who donate their services for an approved clinic may also be eligible for credits. The amount of credit attributable to a partnership or S corporation must be allocated to the partners and shareholders in proportion to their ownership or interest in the partnership or S corporation. Any unused tax credits may be carried forward for the next five taxable years. For a list of approved organizations or additional information, contact the **Virginia Department of Social Services, Neighborhood Assistance Program, 801 E. Main Street, Richmond, VA**

23219-3301 or the Virginia Department of Education, 23rd Floor, P.O. Box 2120, Richmond, VA 23218-2120, Attn: Neighborhood Assistance Tax Credit Program for Education or email tax.credits@doe.virginia.gov.

MAJOR BUSINESS FACILITY JOB TAX CREDIT

Individuals, estates, trusts, corporations, banks, insurance companies and telecommunications companies may claim a Virginia tax credit if the taxpayer creates at least 50 new full-time jobs in connection with the establishment or expansion of a major business facility, and the company is engaged in a qualifying industry in Virginia. If a taxpayer is located in an enterprise zone or in an economically distressed area (as defined by the Virginia Department of Economic Development), the threshold is reduced from 50 to 25. Credits will be recaptured proportionately if employment decreases during the 5 years following the initial credit year.

This nonrefundable credit is equal to \$1,000 per qualifying new job in excess of the 50/25 job threshold in enterprise zones or economically distressed areas. This credit is spread over 2 years for taxpayers whose credit year begins on or after January 1, 2009.

The credit only applies to facilities where an announcement to expand or establish such a facility was made on or after January 1, 1994. The credit must be claimed ratably beginning with the taxable year following the year in which the facility is established or expanded, or the new qualifying jobs are added. Unused credits may be carried forward for the next 10 taxable years. A qualified business firm receiving an Enterprise Zone Job Creation Grant under Va. Code § 59.1-547 shall not be eligible to receive a Major Business Facility Job Tax Credit for any job used to qualify for the Enterprise Zone Job Creation Grant.

To apply for this credit, complete **Form 304**. All applications must be submitted to the **Department of Taxation, Tax Credit Unit, P.O. Box 715, Richmond, VA 23218-0715** 90 days prior to the due date of your return. A letter will be sent to certify the credit.

HISTORIC REHABILITATION TAX CREDIT

Individuals, estates, partnerships, trusts or corporations incurring eligible expenses in the rehabilitation of a certified historic structure are entitled to claim a credit against the tax imposed by Va. Code §§ 58.1-320 et seq., 58.1-360 et seq., 58.1-400 et seq., 58.1-1200 et seq., 58.1-2500 et seq. or 58.1-2620 et seq. The credit is equal to 25% of eligible rehabilitation expenses for projects completed in 2000 and thereafter. To qualify, the cost of the rehabilitation must equal at least 50% (25% if the building is an owner occupied residence) of the assessed value of the building for local real estate tax purposes in the year preceding the start of the rehabilitation. Unused credit may be carried forward for 10 years. For taxable years beginning on and after January 1, 2017, the amount of the Historic Rehabilitation Tax Credit that may be claimed by each taxpayer, including carryover amounts, cannot exceed \$5 million for any taxable year. The rehabilitation work must be certified by the Virginia Department of Historic Resources as consistent with the Secretary of the Interior's Standards for Rehabilitation. Certification of buildings and rehabilitations are issued by

the Department of Historic Resources. Applications for certification may be obtained by writing to the **Virginia Department of Historic Resources, 2801 Kensington Avenue, Richmond, VA 23221, (804) 367-2323**, or by visiting www.dhr.virginia.gov.

BARGE AND RAIL USAGE TAX CREDIT

An income tax credit is allowed for transporting cargo containers by barge and rail rather than by trucks or other motor vehicles on the Commonwealth's highways. The amount of the credit is \$25 per 20-foot equivalent, unit or 16 tons of noncontainerized cargo or one unit of roll-on/roll-off cargo moved by barge or rail rather than by trucks or other motor vehicles on Virginia's highways. Containers for which this credit is claimed must result from a diversion of shipments from the highways. To receive a credit, an international trade facility is required to apply to the Virginia Department of Taxation. No more than \$500,000 in tax credits can be issued in any fiscal year. The Department will determine the allowable credit amount for the taxable year and provide a written certification of the allowable credit amount to each taxpayer.

The business must apply by April 1st using **Form BRU**. Submitting a late application will disqualify you from the credit. All applications must be sent to the **Virginia Department of Taxation, Tax Credit Unit, P.O. Box 715, Richmond, VA 23218-0715**. This credit requires certification from the Tax Credit Unit to be claimed on your tax return. A letter will be sent to certify the credit. For assistance write to the **Department of Taxation, Tax Credit Unit, P. O. Box 715, Richmond, VA 23218-0715** or call **(804) 786-2992**.

WORKER RETRAINING TAX CREDIT

This credit allows an employer to claim a tax credit for the training costs of providing eligible worker retraining to qualified employees. "Eligible worker retraining" includes noncredit courses that are approved by the Virginia Economic Development Partnership (VEDP) and that are provided by any of the Commonwealth's community colleges or a private school. Eligible worker retraining programs also include courses (credit and noncredit) undertaken through an apprenticeship agreement approved by the Commissioner of Labor and Industry. The credit is 30% of all expenditures paid or incurred by the employer during the taxable year, subject to certain limitations. If the eligible working retraining consists of courses conducted at a private school, the credit cannot exceed \$200 per qualified employee annually, or \$300 per qualified employee annually if the eligible training includes retraining in a STEM or STEAM discipline. A STEM or STEAM discipline is defined as a science, technology, engineering, mathematics or applied mathematics related discipline as certified by VEDP. The term STEM or STEAM includes a health-care related discipline.

Employers must apply for certification of the amount of allowable credit using **Form WRC**, Worker Retraining Tax Credit, by April 1 of the year following the year in which the training expenses were paid or incurred, before claiming the credit on their income tax return. All approved businesses filing a timely **Form WRC** will be notified of their allowable credit by June 30. The maximum Worker Retraining Tax

Credits granted to all employers is limited to \$1 million annually. If the total credits approved exceed this amount, the amount of allowable credit for each employer will be prorated accordingly. The credit is allowable against Individual Income Tax, Fiduciary Income Tax, Corporation Income Tax and Bank Franchise Tax. The credit is also allowable against Insurance Premiums License Tax and tax imposed on utility companies (under *Va. Code* §§ 58.1-2500 et seq. and 58.1-2620 et seq.). This credit is nonrefundable, but excess credit may be carried forward for the next 3 taxable years. For information on pre-approved apprenticeship programs, contact the **Virginia Department of Labor and Industry** at **(804) 225-4362**. For information on noncredit course approval, write to: **Virginia Economic Development Partnership, 901 East Cary Street, Suite 900, Richmond, VA 23219** or call **(804) 545-5706**.

QUALIFIED EQUITY AND SUBORDINATED DEBT INVESTMENTS TAX CREDIT

Taxpayers making a “qualified investment” in the form of equity or subordinated debt in a “qualified business” may be eligible for this credit. Businesses may apply for designation as a qualified business using **Form QBA**. The qualification is **valid** only for the calendar year of the application. Therefore, the business needs to reapply each year for qualification. To qualify, the business must (1) have annual gross revenues of no more than \$3 million in its most recent fiscal year, (2) have its principal office or facility in the Commonwealth, (3) be engaged in business primarily in or having substantially all of its production in the Commonwealth and (4) have not obtained during its existence more than \$3 million in aggregate gross cash proceeds from the issuance of its equity or debt investments (not including commercial loans from chartered banking or savings and loan institutions).

The credit equals 50% of the qualified business investments made during the taxable year. For the 2018 taxable year the total amount of credit granted is limited to \$5 million. One-half of this amount must be allocated to commercialization investments and the other half is available for all other qualifying investments. If credit applications for either half exceed the allowed amount, the credits for that half will be prorated. If credit applications for either half are less than the allowed amount, the balance will be available for allocation to the other half. The total amount of credit that may be used per taxpayer per taxable year may not exceed \$50,000. The credit is nonrefundable. Unused credits may be carried forward for up to 15 years. Except in certain instances equity and debt investments held in connection with a qualified business investment must be held by the investor for at least 3 full calendar years following the calendar year for which the credit is allocated. If the holding period is not met, the unused credit amount will be forfeited, and an assessment will be issued for the amount used to which shall be added interest, computed at the rate of 1% per month, compounded monthly from the date the tax credits were claimed.

Taxpayers cannot receive a grant from the Small Business Investment Grant Fund and claim the Qualified Equity and Subordinated Debt Investments Tax Credit for the same investment.

This credit requires **pre-approval** by the **Department of Taxation**. Investors must apply to the Department by April 1 of the year following the year the investment was made using **Form EDC**. **Taxpayers filing Form EDC after April 1 will be denied this credit**. Since the tax return of most individuals is due on May 1, most investors will need to file a return on extension or amend their original return to claim the credit.

Pass-through entities must file **Form PTE** with the Department of Taxation at least 60 days before filing their income tax return. A copy of the certification letter from the Department of Taxation is a required enclosure to **Form PTE**.

Visit the Department’s website at **www.tax.virginia.gov** to obtain **Form QBA**, **Form EDC** and **Form PTE**. Information on the application process may be obtained by writing to the **Virginia Department of Taxation, Tax Credit Unit, P. O. Box 715, Richmond, VA 23218-0715**, or by calling **(804) 786-2992**.

COALFIELD EMPLOYMENT ENHANCEMENT TAX CREDIT

For taxable years beginning on or after January 1, 2018 but before January 1, 2023 a tax credit may be earned by individuals, estates, trusts, and corporations who have an economic ownership interest in coal mined in Virginia. The credit is based on the quantity of metallurgical coal sold or methane gas produced and employment levels. If the number of coal mining jobs for the year the credit is earned is less than in the previous year, the maximum earned credit is reduced by an employment factor. The allowable credit must be computed on **Forms 306 and 306B** and reported on the return filed for the taxable year in which the credit is claimed. **Forms 306 and 306B** with completed schedules must be enclosed with the tax return when filed. See the instructions for **Forms 306 and 306B** for additional enclosure requirements and information. The allowable credits may be claimed in the 3rd taxable year following the taxable year in which the credit was earned and allowed. Only credits earned and reported on your 2015 Form 306 may be claimed on your Taxable Year 2018 return. This credit may not be claimed for any ton of coal for which the Virginia Coal Employment and Production Incentive Tax Credit is claimed.

LAND PRESERVATION TAX CREDIT

This tax credit is for taxpayers that convey land or an interest in land located in Virginia to a public or private agency that is eligible to hold such land or interest therein for conservation or preservation purposes. The conveyance must be in perpetuity.

Credits granted for 2007 and beyond are 40% of the fair market value, as substantiated by a “qualified appraisal” prepared by a “qualified appraiser”, as those terms are defined under applicable federal law and regulations governing charitable contributions. Beginning with the 2015 calendar year, the maximum amount of credits that may be issued in a calendar year may not exceed \$75 million. For Taxable Years 2009, 2010, and 2011, the total amount of credit per taxpayer per taxable year was limited to \$50,000 or the total tax liability, whichever was less. For Taxable Years 2012, 2013, and 2014, the credit limit per taxpayer per taxable year was \$100,000 or the total tax liability, whichever

was less. For Taxable Years 2015 and thereafter the credit limit per taxpayer per taxable year is \$20,000 or the total tax liability, whichever is less. Effective for the tax year 2017 and for every taxable year thereafter the total credit will be \$50,000. However, for any fee simple donation of land conveyed to the Commonwealth on or after January 1, 2015, the amount of the credit claimed is subject to a higher limitation of \$100,000 per taxpayer for each taxable year, provided that no part of the charitable contributions deduction under § 170 of the Internal Revenue Code related to such fee simple donation is allowable by reason of a sale or exchange of property. For taxpayers affected by the credit reductions for taxable years 2009, 2010, 2011, and 2015 and thereafter, an additional 3-year carryforward will be added to the credit. Any unused credit not affected by the carryforward periods will retain the original carryforward periods (10 years for donations originating on or after January 1, 2007).

Any taxpayer holding Land Preservation Tax Credits that originated on or after January 1, 2002, may transfer unused but otherwise allowable credits for use by another taxpayer on such taxpayer's Virginia income tax return. Transfers and pass-through allocations derived from donations recorded on or after January 1, 2007, are generally subject to a fee. See Schedule A of Form LPC-1 or Form LPC-2 for further information.

If this credit is taken, then for the next 3 years taxpayers cannot take a subtraction for the gain on the sale of land or easements dedicated to open-space use. A subtraction is allowed for any gain or income recognized by a taxpayer on the application of a Land Preservation Tax Credit against a Virginia income tax liability to the extent that the gain is included in and not otherwise subtracted from federal adjusted gross income. The transfer of the credit and its application against a tax liability shall not create gain or loss for the transferor or the transferee.

Before claiming the credit, complete and file Form LPC-1 and/or Form LPC-2 with the Department of Taxation at least 90 days before filing an annual return. For land or an interest in land conveyed on or after July 1, 2015, no credit will be allowed unless a completed credit application with regard to such conveyance has been filed with the Department of Taxation by December 31 of the year following the calendar year of the conveyance. Additionally, applicants filing for tax credits of \$1 million or more must apply to the Department of Conservation and Recreation to receive verification of the conservation value. The Department of Taxation will issue a letter acknowledging the amount of the credit. For assistance write to the **Virginia Department of Taxation, Tax Credit Unit, P. O. Box 715, Richmond, VA 23218-0715**, or call **(804) 786-2992**.

VIRGINIA COAL EMPLOYMENT AND PRODUCTION INCENTIVE TAX CREDIT

This credit may be allocated between a qualifying electricity generator and qualifying person with an economic interest in coal. The allocation of this credit may not exceed \$3 per ton. Credits allocated to persons with an economic interest in coal may be used against any tax imposed by the Commonwealth. All credits earned on or after January 1, 2006, or prior to July 1, 2016, which are allocated to persons with an economic

interest in coal were refundable if the credits exceeded the taxpayer's state tax liability for the applicable taxable year. However, effective for credits earned on or after July 1, 2016, persons with an economic interest in coal that receive an allocation of credits may no longer receive a refund of such credits. Such persons with an economic interest in coal may not carry forward unused amounts of credits for use in future taxable years.

You must complete **Forms 306, 306B, 306T** and any necessary enclosures to claim this credit. See "What to Enclose" on the instructions for Forms 306 and 306B for additional enclosure requirements and information.

V. OTHER CONSIDERATIONS FOR FIDUCIARIES

In addition to the filing of income tax returns, fiduciaries are generally responsible for ensuring that all Virginia tax obligations of an estate or trust have been fulfilled. The information in this section provides details on the settlement of accounts and outlines other Virginia taxes for which an estate or trust may be held liable.

SETTLEMENT OF ACCOUNTS

In connection with the settlement of fiduciary accounts, special attention should be given to the provisions of *Va. Code* §§ 58.1-22 and 58.1-23, dealing with the collection of taxes and levies upon property under the control of the fiduciaries and the courts. The sections are set out below.

***Va. Code* § 58.1-22. Accounts Not Settled Until Taxes Paid or Provided for** – No commissioner of accounts shall, under *Va. Code* § 64.2-1211, file any report of an account of the transactions of any fiduciary not governed by *Va. Code* § 58.1-911 until the commissioner finds that all taxes, whether state, county or city, assessed and chargeable upon the property in the hands of the person for whom such account is settled have been paid or unless such account shall show that there remains in the hands of such person a sufficient sum, over and above the charges of administration, to pay all taxes charged against such person in his capacity as fiduciary.

***Va. Code* § 58.1-23. Inquiries Required of Fiduciaries** – Every personal representative, before settling the estate in his hands, shall make inquiry of the treasurer of the county or city wherein the decedent last resided and of the Department with respect to any unpaid taxes and levies assessed against his decedent.

Inquiries made with respect to the provisions of *Va. Code* § 58.1-23 should be addressed to the Virginia Department of Taxation, Customer Services, P.O. Box 1115, Richmond, VA 23218-1115.

COMPOSITE FILING

Fiduciaries may request to file, on behalf of nonresident beneficiaries or participants, a unified return thereby relieving these persons or entities of the responsibility of filing a Virginia nonresident income tax return. There are certain conditions that must be met in order to be granted approval

to file a composite return. For further information call the **Department of Taxation, Customer Services at (804) 367-8031**.

PROBATE TAX (TAX ON WILLS AND ADMINISTRATIONS)

A state tax is imposed on the probate of wills and grants of administration that are not exempt by law. A probate tax return must be filed with the clerk of the court at the time the will is offered for probate, or grant of administration is sought, if the estate exceeds \$15,000 in value at the date of death of the decedent. There is no probate tax on estates valued at \$15,000 or less. For estates exceeding \$15,000 in value, the tax is 10 cents per \$100, or fraction of \$100, including the first \$15,000. In addition, the county or city in which the will is offered for probate, or grant of administration is sought, may also impose a local probate tax equal to 1/3 of the state tax. **For further information on the probate tax, contact the Clerk of the Circuit Court in the appropriate jurisdiction, or the Department of Taxation at (804) 367-8031.**

ESTATE TAX

Virginia law does not currently impose an estate tax on the estates of decedents whose date of death is on or after July 1, 2007. For further information, visit the Department's website at www.tax.virginia.gov, call **(804) 367-8031**, or write to **Virginia Department of Taxation, P.O. Box 1115, Richmond, VA 23218-1115**.

CONSUMER'S USE TAX

If an estate or trust that is not engaged in a trade or business is not charged sales tax on purchases of tangible personal property (other than for resale), it must file a Virginia Consumer's Use Tax Return for Individuals, **Form CU-7**.

Form CU-7 and the tax are due the same day that the income tax return is due. If filing a tax due Form 770 return, do not send a single payment to cover both the fiduciary return liability and the consumer's use tax liability. **Form CU-7** must be filed separately.

If engaged in a trade or business, file a Virginia Consumer's Use Tax Return, **Form ST-7**. **Form ST-7** and the tax are due by the 20th day of the month following the month in which the purchase was made.

If the total amount of purchases were from out-of-state mail order catalog(s) **ONLY** and totaled \$100 or less for the entire year, you are not required to pay the use tax. If the purchases were from out-of-state mail order catalog(s) and exceed \$100 or the purchases were of any amount from sources other than mail order catalog(s), then you must report these purchases and pay consumer's use tax on the **TOTAL** amount of *untaxed* purchases from **all** sources during the calendar year. Nonprescription drugs and proprietary medicines purchased for the cure, mitigation, treatment or prevention of diseases in human beings are exempt from the consumer's use tax.

Effective on July 1, 2013, the statewide retail sales and use tax rate was increased from 5% to 5.3%. In addition to the statewide increase, there is an additional 0.7% increase in localities included in the Northern Virginia and Hampton Roads regions. These changes apply to general retail sales

only and do not impact the rate charged for sales of food for home consumption. The sales tax rate on food purchased for home consumption remains 2.5%.

Effective July 1, 2018, there is an additional one percent sales and use tax in the "Historic Triangle," defined as the City of Williamsburg and the Counties of James City and York. These localities are within the Hampton Roads Region, making the rate in these areas 7% (6% state tax and 1% local tax).

For further information on the consumer's use tax, visit www.tax.virginia.gov, write to the **Virginia Department of Taxation, P.O. Box 1115, Richmond, VA 23218-1115** or call **(804) 367-8037**.

LITTER TAX

Litter tax is reported on a separate return, **Form 200**. This tax is imposed on every "person," who on January 1 of the taxable year, was engaged in business as a manufacturer, wholesaler, distributor or retailer of the following products: food for human or pet consumption; groceries; cigarettes and tobacco products; soft drinks and carbonated waters; beer and malt beverages; wine; newspapers and magazines; paper products and household paper; glass and metal containers; plastic or fiber containers made of synthetic materials; cleaning agents and toiletries; nondrug drugstore sundry products; distilled spirits; and motor vehicle parts. "Person" means any natural person, corporation, partnership, administrator, fiduciary representative or group of individuals or entities of any kind operating such a business.

Litter tax is computed and filed on a calendar year basis for all filers, regardless of the taxable year used for income tax purposes. The return, **Form 200**, and payment of the tax are due on May 1 of each year for the preceding year. **For further information on litter tax, contact the Department of Taxation at (804) 367-8037.**

VI. LINE BY LINE INSTRUCTIONS

FORM 770 - PAGE 1

Complete the information in the sections at the top of Form 770. If this return is for a period other than January 1 to December 31 of the taxable year shown on your return, indicate the fiscal beginning and ending dates in the space provided. The taxable period of your Virginia return must be the same as that of your federal return. It is important that the name, address and Federal Employer Identification Number (FEIN) are entered correctly. **Do NOT use the decedent's social security number or the preparer's FEIN as the estate's or trust's FEIN.**

If the estate or trust has not received its FEIN, write "Applied For" in the appropriate box and notify the **Department of Taxation** in writing at **P. O. Box 1115, Richmond, VA 23218-1115** as soon as the FEIN is received.

Locality Code. Look up the 3-digit code on the back cover of the instructions for the locality in which the fiduciary qualified. Enter the corresponding number in the boxes that are provided on the form. If the fiduciary is not qualified, enter 300 as the "unassigned" locality.

Charitable Remainder Trust. Check the box for "Exempt -

Charitable Remainder Trust" under the FEIN section. On Line 3, enter zero for the amount of Virginia taxable income. A schedule or other statement of the income, and all credits and modifications attributable to the beneficiary of the Charitable Remainder Trust must be provided to the beneficiary.

Grantor Trust. Check this box if the fiduciary is a grantor type trust.

Final Return. Check this box if this is the final return for the fiduciary.

SCHEDULE 1 - COMPUTATION OF TAXABLE INCOME AND TAX OF FIDUCIARY

Before completing Schedule 1, complete all applicable schedules on the back of Form 770.

Line 1: Federal taxable income of the estate or trust.

Resident fiduciaries:

Enter the federal taxable income reported on Form 1041.

Nonresident fiduciaries:

Enter the taxable income from Schedule 2, Line 8.

Line 2: Fiduciary's share of Virginia modifications.

Enter on Line 2(a) or Line 2(b), the net modifications amount from Schedule 3, Line 12 on the back of the return.

The instructions for Schedule 3, Line 12, explain whether the amount should be entered on Line 2(a) or Line 2(b).

See Schedule 3, Lines 3 and 8, for amounts on Lines 2FA and 2FS.

Line 3: Virginia taxable income of fiduciary. Add the amounts reported on Lines 1 and 2(a), or subtract the amount on Line 2(b) from the amount on Line 1, and enter the result on Line 3.

Line 4: Virginia income tax. Compute the tax on the income reported on Line 3, according to the rate schedule below.

If Line 3 is \$3,000 or less, the tax is 2% of Line 3;

If Line 3 is over \$3,000, but not over \$5,000, the tax is \$60 plus 3% of the excess over \$3,000;

If Line 3 is over \$5,000, but not over \$17,000, the tax is \$120 plus 5% of the excess over \$5,000; or

If Line 3 is over \$17,000, the tax is \$720 plus 5.75% of the excess over \$17,000.

Line 5: Payments and credits. Enter the appropriate amounts on Lines 5(a) through 5(r). Enter the total payments and credits claimed on Line 5 [add Lines 5(a) through 5(m) and 5(oiii) through 5(r)].

(a) **Virginia income tax withheld.** Enter the amount of any Virginia withholding on the wages, salaries or other income of the decedent that was received by the estate. Enclose a copy of Forms W-2, W-2G, 1099-R, VK-1 and/or any other

documentation necessary to support the amount claimed.

(b) **2018 Estimated tax payments.** Enter the amount of any 2018 Virginia estimated tax payments made by the estate or trust, including any overpayment credit applied from the fiduciary's 2017 return. Do not include payments made on behalf of a decedent for individual income tax purposes.

(c) **Extension payments made with Form 770IP.** Enter the amount of tentative tax paid with the fiduciary's Form 770IP.

(d) **Credit for tax paid to another state.** Enter the credit computed from Form 770, Schedule 4, Line 7. See "Credit for Tax Paid to Another State" in Section IV of these instructions to see if you qualify for this credit.

A complete copy of the fiduciary return of any state for which the credit is claimed must be enclosed.

(e)-(r) Complete Schedule 5 on Page 3 of Form 770 to determine the allocations between the fiduciary and beneficiaries.

(e) **Neighborhood Assistance Act Tax Credit.** Complete the worksheet below and enter the allowable credit from Line 7 on Form 770, Line 5(e).

1. Fiduciary's share of credit from Schedule 5, Line 5(b) 1. _____
2. Carryover credit from prior year 2. _____
3. Subtotal: Add Lines 1 and 2 3. _____
4. Tax from Schedule 1, Line 4 4. _____
5. Credit for tax paid to another state 5. _____
6. Subtract Line 5 from Line 4. 6. _____
7. **Allowable 2018 Credit.** Enter the lesser of Line 3 or Line 6 here and on Schedule 1, Line 5(e) 7. _____
8. **Carryover to 2019 Form 770.** If Line 3 is larger than Line 7, enter the difference 8. _____

(f) **Enterprise Zone Act Tax Credit.** Enter the fiduciary's credit as computed on Form 301 using only the fiduciary's share of qualifying income, the Virginia unemployment tax credit and the investment tax credit. Enclose Form 301.

When qualifying in more than one Enterprise Zone, complete a separate Form 301 for each zone. Add the totals from each Form 301 and enter the grand total on this line.

(g) **Major Business Facility Job Tax Credit.** Enter the fiduciary's credit as computed on Form 304.

(h) **Historic Rehabilitation Tax Credit.** Complete the worksheet below and enter the allowable credit.

1. Fiduciary's credit share from Schedule 5, Line (e).
Enclose certification..... 1. _____
2. Carryover credit from prior year 2. _____
3. Subtotal: Add Lines 1 and 2. 3. _____
4. Tax from Schedule 1, Line 4 4. _____
5. Total of other credits claimed 5. _____
6. Subtract Line 5 from Line 4. 6. _____
7. **Allowable 2018 Credit.** Enter the lesser of Line 3 or Line 6 here and on Schedule 1, Line 5(h) 7. _____
8. **Carryover to 2019 Form 770.**
If Line 3 is larger than Line 7, enter the difference..... 8. _____

(i) Line reserved for future use.

(j) **Barge and Rail Usage Tax Credit.** Complete the worksheet below and enter the allowable credit.

1. Fiduciary's credit share from Schedule 5, Line 5(f) 1. _____
2. Carryover credit from prior year 2. _____
3. Subtotal: Add Lines 1 and 2. 3. _____
4. Tax from Schedule 1, Line 4. 4. _____
5. Total of other credits claimed. 5. _____
6. Subtract Line 5 from Line 4 . 6. _____
7. **Allowable 2018 Credit.** Enter the lesser of Line 3 or Line 6 here and on Sch. 1, Line 5(j) 7. _____
8. **Carryover to 2019 Form 770.**
If Line 3 is larger than Line 7, enter the difference..... 8. _____

(k) Line reserved for future use.

(l) **Worker Retraining Tax Credit.** Complete the worksheet below and enter the allowable credit.

1. Fiduciary's credit share from Schedule 5, Line 5(g) 1. _____
2. Carryover credit from prior year 2. _____
3. Subtotal: Add Lines 1 and 2. 3. _____
4. Tax from Schedule 1, Line 4. 4. _____
5. Total of other credits claimed. 5. _____
6. Subtract Line 5 from Line 4. 6. _____
7. **Allowable 2018 Credit.** Enter the lesser of Line 3 or Line 6 here and on Sch. 1, Line 5(l) 7. _____
8. **Carryover to 2019 Form 770.**
If Line 3 is larger than Line 7, enter the difference..... 8. _____

(m) **Qualified Equity and Subordinated Debt Investments Tax Credit.** Complete the worksheet below and enter the allowable credit.

1. Fiduciary's credit share from Schedule 5, Line 5(h) 1. _____
2. Carryover credit from prior year 2. _____
3. Subtotal: Add Lines 1 and 2. 3. _____
4. Tax from Schedule 1, Line 4. 4. _____
5. Total of other credits claimed. 5. _____
6. Subtract Line 5 from Line 4 . 6. _____
7. **Allowable 2018 Credit.** Enter the lesser of Line 3 or Line 6 here and on Sch. 1, Line 5(m) 7. _____
8. **Carryover to 2019 Form 770.**
If Line 3 is larger than Line 7, enter the difference..... 8. _____

(n)-(o) **Coalfield Employment Enhancement Tax Credit.** Enter on Line 5(n) the fiduciary's credit as computed on Form 306B, Line 1(b). Enter on Line 5(n)(iii) the amount from Schedule 5, Line 5(j) that you used to allocate the fiduciary's credit share of the Coalfield Employment Enhancement Tax Credit - Full Tax Credit. Enter on Line 5(o) (i) the amount from Schedule 5, Line 5 (k) that you used to allocate the fiduciary's share of the Coalfield Employment Enhancement Tax Credit - Excess Tax Credit.

(p) Line reserved for future use.

(q) **Land Preservation Tax Credit.** Complete the worksheet below and enter the allowable credit.

1. Fiduciary's credit share from Schedule 5, Line 5(m) of 1. _____
2. Carryover credit from prior year 2. _____
3. Subtotal: Add Lines 1 and 2. 3. _____
4. Tax from Schedule 1, Line 4. 4. _____
5. Total of other credits claimed. 5. _____
6. Subtract Line 5 from Line 4. 6. _____
7. **Allowable 2018 Credit.** Enter the lesser of Line 3 or Line 6 here and on Sch. 1, Line 5(q) 7. _____
8. **Carryover to 2019 Form 770.**
If Line 3 is larger than Line 7, enter the difference..... 8. _____

(r) **Coal Employment and Production Incentive Tax Credit.** Enter on Line 5(r) the amount from Schedule 5, Line 5(n) that you used to allocate the fiduciary's Coal Employment and Production Incentive Tax Credit.

Line 5: Total payments and credits. Enter the total of Lines 5(a) through 5(m) and 5(oiii) through 5(r).

Line 6: Balance due. If the total credits claimed on Line 5 are less than the tax reported on Line 4, subtract Line 5 from Line 4 and enter the result. See

SCHEDULE 2 - COMPUTATION OF VIRGINIA TAXABLE INCOME OF A NONRESIDENT ESTATE OR TRUST

On Lines 1 through 3, enter the distributable amount in Column A and the nondistributable amount in Column B.

Line 1: Income from sources within Virginia. Enter the income from property or businesses located or administered in Virginia to the extent that the item of income is includable in the computation of federal taxable income.

Line 2: Federal deductions attributable to income from sources within Virginia. Enter the federal deductions attributable to the income reported on Line 1 above.

Line 3: Net Virginia source income. Subtract the amount reported on Line 2 from the income reported on Line 1 and enter the result here.

Line 4: Allocation of Virginia source income. Line 4 is used to report the allocation of income among the fiduciary and the beneficiaries. Income will be allocated to the fiduciary only if the income is accumulated during the taxable year and, as in the case of a complex trust, not all of the income is distributed currently.

Virginia source income must be allocated to each beneficiary based on his or her proportionate share of the federal distributable net income. For example, if 50% of the estate's or trust's federal distributable net income is allocated to a beneficiary from Form 1041 or Schedule K-1, then 50% of the net Virginia source income should be allocated to that beneficiary.

Complete the allocation schedule provided on Lines 4(a) through 4(c) or enclose a schedule of computation if more space is needed.

Line 5: Deduction for distributions to beneficiaries. Enter the amount from Line 4a, Column 4 or Line 4a, Column 2, whichever is less.

Line 6: Fiduciary's share of Virginia source income. Sum of Line 4b, Column 4 or Line 4b, Column 2, whichever is less, plus Line 4b, Column 5.

Line 7: Exemption from federal Form 1041. Enter the amount of the federal exemption allowed on federal Form 1041.

Line 8: Income taxable to fiduciary. Subtract Line 7 from Line 6. Enter the result here and on Schedule 1, Line 1 of Form 770.

SCHEDULE 3 - MODIFICATIONS

Fixed Date Conformity Update

Virginia's Fixed Date Conformity with the Internal Revenue Code: Virginia's date of conformity with the Internal Revenue Code (IRC) was advanced from , subject to certain exceptions. Additional information about conformity adjustments and other legislative changes required as a result of the 2019 General Assembly are

Section II of this instruction book for information on when and where to file your return. The return must be filed and payment made electronically. If you have been granted a waiver, a *check for the balance due, made payable to the Treasurer of the city or county where the return will be filed, must be enclosed with the return. A list of the filing addresses and phone numbers for each city or county is available at the back of these instructions.*

Line 7: Overpayment. If the total payments and credits claimed on Line 5 exceed the tax reported on Line 4, subtract Line 4 from Line 5 and enter the result on Line 7.

Line 8: Amount of overpayment to be credited to 2019. Enter the amount of the overpayment to be credited to the fiduciary's 2019 estimated income tax.

Line 9: Amount to be refunded. Subtract Line 8 from Line 7 and enter the refund amount here.

Line 10: Coalfield Employment Enhancement Tax Credit Earned. Enter amount from Form 306, Line 11. This is the credit to be reported on your 2021 return. Enclose Form 306.

Line 11: Amount from Form 760C or Form 760F. Enter the addition to tax amount from Form 760C or Form 760F, if applicable.

FORM 760C OR FORM 760F

See the "Estimated Tax" section in Part III of these instructions to determine if you owe an addition to tax. If exception 1 or 2 was met for all quarters, it is not necessary to complete or enclose Form 760C or Form 760F. **If exception 3 or 4 was used to calculate the addition to tax or to determine that you did not owe the addition to tax for any quarter, you must enclose Form 760C and the associated worksheet(s) with the return.**

If Form 760C or Form 760F is enclosed, complete Line 11 of Schedule 1. Enclose a check for the TOTAL amount of income tax due and the addition to tax computed on Form 760C or Form 760F. If your return shows a refund on Line 9, the addition to tax will be deducted from your refund.

COMPLETING THE RETURN

SIGNATURE: The return must be signed by the fiduciary or an authorized officer of the organization receiving or having custody or control of the management of the estate or trust. If two or more individuals act jointly as fiduciaries, the return may be signed by any one of those individuals. You have not filed a complete or legal return unless it has been signed.

TELEPHONE NUMBERS: Telephone numbers where you can be contacted between the hours of 8:30 a.m. and 5:00 p.m. are requested so that a representative of the Department can call you if there is a question about the return.

WHEN AND WHERE TO FILE AND PAY THE TAX: See Section III, Filing Information, on Page 2 of these instructions for information on when and where to file and pay the tax.

addressed in posted on the Department's website at www.tax.virginia.gov.

Virginia will continue to deconform from the following: bonus depreciation allowed for certain assets under federal law; the five-year carryback of certain federal net operating loss (NOL) deductions generated in the 2008 or 2009 taxable years; the federal income treatment of applicable high yield discount obligations; and the federal income tax treatment of cancellation of debt income realized in connection with certain business debts.

Bonus Depreciation: Virginia will continue to disallow any bonus depreciation claimed for certain assets under IRC § 168(k) during Taxable Year 2001 and thereafter. Virginia will also continue to disallow bonus depreciation claimed under IRC §§ 168(l), 168(m), 1400L, and 1400N. To the extent that such bonus depreciation was claimed for federal income tax purposes, the depreciation deduction must be recomputed for Virginia income tax purposes. For taxable years when the recomputed Virginia depreciation deduction is less than the federal deduction, the taxpayer must claim a Virginia addition equal to the difference. For taxable years when the recomputed Virginia depreciation deduction is more than the federal deduction, the taxpayer may claim a Virginia subtraction equal to the difference.

Applicable High Yield Discount Obligations: Virginia will continue to deconform from IRC § 163(e)(5)(F), which suspends the application of the applicable high yield debt obligation ("AHYDO") rules for certain debts issued between September 30, 2008, and December 31, 2009. For federal purposes, special rules generally apply to computing the interest deduction that applies to certain high-yield original issue discount obligations. Because Virginia will continue to deconform from the federal provision that suspends the AHYDO rules, such rules will continue to apply for Virginia income tax purposes. Any resulting difference in the federal and Virginia deduction should be claimed as a modification on your Virginia return.

Cancellation of Debt Income: Under IRC § 108(i), taxpayers were permitted to defer the income realized upon the reacquisition of certain business debt during 2009 and 2010, and instead report such income in Taxable Years 2014 through 2018.

Virginia deconformed from this federal provision and required taxpayers to claim a Virginia addition equal to the amount of the federal exclusion. However, for transactions completed on or before April 21, 2010, taxpayers were permitted to partially defer such income by claiming the Virginia addition over three taxable years.

A taxpayer who previously claimed the Virginia cancellation of debt addition may claim a subtraction on his or her Taxable Year 2018 Virginia income tax return, to the extent such income was reported on his or her 2018 federal income tax return.

PART I - ADDITIONS TO FEDERAL TAXABLE

INCOME

Line 1: Interest on obligations of other states. Enter the amount of interest, less related expenses to the extent that it was not deducted in determining federal taxable income, on obligations of any state other than Virginia, or of a political subdivision of any such state unless it was created by a compact or agreement to which Virginia is a party.

If the estate or trust received federally exempt dividend income from a regulated investment company (mutual fund) that invested in obligations both taxable and exempt for Virginia purposes, the entire income must be reported unless a statement from the fund is enclosed that:

- details the dividends earned from the fund; and
- summarizes the prorations between exempt and taxable dividends (monthly breakdown preferred).

EXAMPLE: A trust receives dividends from a mutual fund that invests in obligations of Virginia and New York. The interest received from all of the obligations is exempt from federal taxation. The fund provides the following statement:

Dividend payments for 2018 \$4,000
% of income from NY obligations 60%
% of income from VA obligations 40%

Based on this information, the trust may exclude 40% or \$1,600 of the income from Virginia taxable income. Therefore, the trust would make an addition for only part of its mutual fund income, \$2,400, and enclose the above statement to support the partial addition.

Line 2: Income taxes of this state or any other taxing jurisdiction. Enter the amount of income tax imposed by this state or any other taxing jurisdiction to the extent that such taxes were deducted in computing federal taxable income.

Line 3: Fixed Date Conformity Additions.

a: Bonus Depreciation. For an explanation, please see the section entitled, *Fixed Date Conformity Update*. Enter the amount that should be added to federal taxable income based upon the recomputation of allowable depreciation.....a _____

b: Other Fixed Date Conformity Additions from Supplemental Instructions. Adjustments resulting from net operating loss deduction carrybacks and applicable high yield discount obligations not included in federal adjusted gross income. If federal tax legislation passed after the printing deadline for these instructions, please refer to the Supplemental Fixed Date Conformity Instructions to determine if you are required to make any additional additions due to federal tax legislation. The Supplemental Fixed Date Conformity Instructions are available on the Department's website: www.tax.virginia.gov. If you are required to make

any supplemental fixed date conformity additions, please enter the total amount of such additions on this line. Any amount of domestic production adjustment due to fixed date conformity should be entered on Line 4d.b _____

Enter the total of Lines a and b here and on Form 770, Schedule 1, Line 2FA and Schedule 3, Line 3.TOTAL _____

Line 4: Other additions to federal taxable income. Enter the following amounts, if applicable, and enclose a schedule of computation with the return:

a. The amount of a lump sum distribution from a qualified retirement plan, less the minimum distribution allowance, and any amount excluded from federal taxable income solely by virtue of a fiduciary's election to use the averaging provisions under IRC § 402.

b. The amount necessary to prevent the deduction of any item properly deductible by the taxpayer in determining a tax under Virginia law prior to 1972.

c. The amount that would be reported under the installment method from certain dispositions of property. If, in a prior year, the taxpayer was allowed a subtraction for certain income from dealer dispositions of property made on or after January 1, 2009, in the years following the year of disposition, the taxpayer is required to add back the amount that would have been reported under the installment method. Each disposition must be tracked separately for purposes of this adjustment.

d. Other income not included in federal taxable income, but subject to Virginia income tax.

Line 5: Total Additions. Add Lines 1 through 4 and enter the result.

PART II - SUBTRACTIONS FROM FEDERAL TAXABLE INCOME

Line 6: Income (interest, dividends or gains) from obligations or securities of the U.S. exempt from state income taxes, but not exempt from federal income taxes. Enter the income derived from obligations or the sale or exchange of obligations of the United States and on obligations or securities of any authority, commission or instrumentality of the United States to the extent that such income is exempt from state income taxes. The amount entered here should include, but is not limited to, qualifying stocks, bonds, treasury bills and treasury notes.

Do not include interest on federal tax refunds, equipment purchase contracts and other normal business transactions.

Only income received from direct obligations of the United States is eligible for the subtraction. A partial list of federal organizations and the Virginia tax status of income received from investments in

securities issued by those entities is shown below. The list is based on the Department's analysis of federal and state law as applicable to selected organizations. For organizations not listed below, additional information must be enclosed showing that the interest is exempt from Virginia income tax.

ISSUING ORGANIZATION TAX STATUS

| | |
|--|---------|
| Export-Import Bank of the United States | Exempt |
| Federal Home Loan Bank (FHLB)..... | Exempt |
| Federal Home Loan Mortgage Corporation (FHLMC)..... | Taxable |
| Federal Intermediate Credit Bank | Exempt |
| Federal Land Bank..... | Exempt |
| Federal National Mortgage Association (FNMA)..... | Taxable |
| Government National Mortgage Association (GNMA)..... | Taxable |
| Inter-American Development Bank | Taxable |
| International Bank for Reconstruction & Development..... | Taxable |
| Student Loan Market Association (SLMA) | Exempt |
| United States Savings Bonds..... | Exempt |
| United States Treasury Bills, Notes, and Bonds | Exempt |

If the estate or trust received income from a regulated investment company (mutual fund) that invested in obligations both taxable and exempt for Virginia purposes, the entire income must be reported as taxable unless a statement from the fund is enclosed that:

- details the amount of income earned from the fund; and
- summarizes the prorations between exempt and taxable income (monthly breakdown preferred).

If the estate or trust is provided the information specified above, enter the exempt portion of income. A copy of the statement from the fund must be enclosed with the return to support the subtraction.

Line 7: Any state income tax refund or credit reported as "other income" on federal Form 1041. Enter any state income tax refund or credit included in the estate's or trust's income on Form 1041.

Line 8: Fixed Date Conformity Subtractions.
a: Bonus Depreciation. For an explanation, see the section entitled, *Fixed Date Conformity Update*. Enter the amount that should be subtracted from federal taxable income based upon the recomputation of allowable depreciation.a _____

b: Other Fixed Date Conformity Subtractions from the Supplemental Instructions.

Adjustments resulting from net operating loss deduction carrybacks and applicable high yield discount obligations included in federal adjusted gross income. If federal tax legislation is passed after the printing deadline for these instructions, please refer to the Supplemental Fixed Date Conformity Instructions to determine if you are required to make any additional subtractions due to federal tax legislation. The Supplemental Fixed Date Conformity Instructions are available on the Department's website: www.tax.virginia.gov. Enter the total Supplemental Fixed Date Conformity subtractions here.....b _____

Enter the total of Lines a and b here and on Form 770 Schedule 1, Line 2FS and Schedule 3, Line 8. TOTAL _____

Line 9: Other subtractions from federal taxable income. Enter the following amounts, if applicable, and enclose a schedule of computation with the return.

a. The amount of income on obligations or sales and exchanges of obligations of this state or of any political subdivision or instrumentality of this state included in federal taxable income.

b. The amount of wages or salaries eligible for the federal work opportunity tax credit which was not deducted for federal purposes on account of the provisions of IRC § 280C(a).

c. The amount of Tier 1 Railroad Retirement Act benefits, Tier 2 vested dual benefits and other Railroad Retirement Act benefits, and Railroad Unemployment Insurance Act benefits included in federal taxable income.

d. Transitional modifications provided in *Va. Code* § 58.1-315.

e. A deduction, not to exceed \$4,000 per account per year, for the amount paid or contributed to a prepaid tuition contract or a college savings trust account entered into with the Virginia College Savings Plan. Do not include any amount that was deducted on the federal return.

f. Allows the income from dealer dispositions of property made on or after January 1, 2009, to be recognized under the installment method at the election of the taxpayer, provided that (i) the election relating to the dealer disposition of the property has been made on or before the due date prescribed by law for filing the taxpayer's income tax return, and (ii) the dealer disposition is in accordance with restrictions and conditions established by the Department.

g. To the extent included in federal taxable income, any amount of gain or income recognized by a taxpayer in connection with the Historic Rehabilitation Tax Credit is allowed as a subtraction on the Virginia return.

h. Other income included in federal taxable

income, but exempt from Virginia income tax.

Line 10: Total subtractions. Add Lines 6 through 9 and enter the total here.

Line 11: Net Virginia modifications. Subtract Line 10 from Line 5 and enter the difference.

Line 12: Net Virginia modifications allocated to the fiduciary. Multiply Line 11 by the fiduciary's percentage of federal distributable net income. *Enter the result here and:*

If Line 5 is larger than Line 10,

Enter the amount from Line 12 above on Line 2(a) of Schedule 1. This is a net ADDITION.

If Line 5 is not larger than Line 10,

Enter the amount from Line 12 above on Line 2(b) of Schedule 1. This is a net SUBTRACTION.

Net Virginia Modifications Allocated to the Beneficiaries

Each beneficiary must be provided a statement of income and modifications for use in completing the individual income tax return. See "Allocation of Income to Beneficiaries" in Section II of these instructions for more information.

SCHEDULE 4 - COMPUTATION OF THE CREDIT FOR TAX PAID TO ANOTHER STATE

If a credit is being claimed for taxes paid by the fiduciary to another state, complete Lines 1 through 7 of Schedule 4 on Form 770 to compute the allowable credit. See "CREDIT FOR TAX PAID TO ANOTHER STATE" in Section IV of these instructions for more information. A complete copy of the return filed with any state for which a credit is claimed must be enclosed. If a credit is being claimed for taxes paid to more than 1 other state, a separate computation must be enclosed for each state (following the format of Form 770, Schedule 4).

Line 1: Qualifying taxable income reported on another state's return.

Resident Estate or Trust: Enter the total taxable income from the following categories that apply to you, to the extent that the income was derived from sources outside Virginia and the income was subject to tax by both Virginia and another state:

- Earned or business income;
- Gain from the sale of any capital asset not used in a trade or business, including a residence; and
- Income on which corporation income tax was paid to a state that does not recognize the federal Schedule S Corporation election.

If nonqualifying income is included in the taxable income of the other state, recompute the qualifying taxable income and qualifying tax liability with that income removed.

Nonresident Estate or Trust: Enter the total

taxable income to the extent that the income was taxed by the resident state (Arizona, California, the District of Columbia, or Oregon). Qualifying taxable income includes the total taxable income reported on the resident return, not just the income derived from Virginia sources.

Line 2: Virginia taxable income. Enter the taxable income from Schedule 1, Line 3 of Form 770.

Line 3: Qualifying income tax paid to another state. Enter the income tax paid to another state. Also enter the name of the other state.

Note: If you are a resident estate or trust, ensure that only state income tax paid on earned, business, and capital gain income is included on this line.

Line 4: Virginia income tax. Enter the tax from Schedule 1, Line 4 of Form 770.

Line 5: Allowable percentage for credit.

Resident Estate or Trust: Divide Line 1 by Line 2, and enter the result to 1 decimal place (example: 10.5%). Do not enter more than 100%.

Nonresident Estate or Trust: Divide Line 2 by Line 1, and enter the result to 1 decimal place (example: 10.5%). Do not enter more than 100%.

Line 6: Resident Estate or Trust: Multiply Line 5 by Line 4.

Nonresident Estate or Trust: Multiply Line 5 by Line 3.

Line 7: Allowable credit.

Resident Estate or Trust: Enter the smaller amount from Line 3 or Line 6.

Nonresident Estate or Trust: Enter the smaller amount from Line 4 or Line 6. Also enter this amount on Line 5(d) of Schedule 1.

SCHEDULE 5 - BENEFICIARY'S INFORMATION (Schedule K-1 Equivalent)

GENERAL INFORMATION: Schedule 5 is used to report the beneficiary's share of income, deductions, and credits and other items from a trust or a decedent's estate. The fiduciary (or one of the joint fiduciaries) must prepare Schedule 5 for each beneficiary having a beneficial interest in the trust or estate at any time during the taxable year. Copies of the schedule are required to be filed with Form 770. A copy must also be provided to each beneficiary by the fiduciary.

LINE BY LINE INSTRUCTIONS

Complete the information in the sections at the top of Schedule 5. If the return is for a period other than January 1 to December 31 of the taxable year shown on your return, indicate the fiscal beginning and ending dates in the space provided. The taxable period of your Virginia return must be the same as that of your federal return. It is important that the names, addresses, Social Security Number and Federal

Employer Identification Number (FEIN) are entered correctly. **Do NOT use the decedent's social security number or the preparer's FEIN as the estate's or trust's FEIN.**

If the estate or trust has not received its FEIN, write "Applied For" in the appropriate box and notify the **Department of Taxation** in writing at **P. O. Box 1115, Richmond, VA 23218-1115** as soon as the FEIN is received.

Line 1: Federal Distributable Net Income

(a) **Federal Taxable Income.** Enter the federal taxable income from Schedule 1, Line 1.

(b) **Beneficiary's Federal Distribution Percentage.** Enter the beneficiary's federal distribution percentage (enter the result to 6 decimal places).

(c) **Estate or Trust Federal Distribution Percentage.** Enter the estate or trust federal distribution percentage (enter the result to 6 decimal places).

Line 2: Additions

| Enter on Schedule 5 | The beneficiary's share of Schedule 3 |
|---------------------|---------------------------------------|
| Line 2a | Line 1 |
| Line 2b | Line 2 |
| Line 2c | Line 3 |
| Line 2d | Line 4 |

Line 2e Total Additions. Add Lines 2a through 2d.

Line 3: Subtractions

| Enter on Schedule 5 | The beneficiary's share of Schedule 3 |
|---------------------|---------------------------------------|
| Line 3a | Line 6 |
| Line 3b | Line 7 |
| Line 3c | Line 8 |
| Line 3d | Line 9 |

Line 3e Total Subtractions. Add Lines 3a through 3d.

Line 4: Net Virginia Modifications Subtract Line 3e from Line 2e.

Line 5: Credit Allocation Information

(a) Enter the beneficiary's distributive share of credits.

| Enter on Schedule 5 | The beneficiary's share of Schedule 1 |
|---------------------|---------------------------------------|
| Line 5b | Line 5e |
| Line 5c | Line 5f |
| Line 5d | Line 5g |
| Line 5e | Line 5h |
| Line 5f | Line 5j |
| Line 5g | Line 5l |

| Enter on Schedule 5 | The beneficiary's share of Schedule 1 |
|---------------------|---------------------------------------|
| Line 5h | Line 5m |
| Line 5i | Line 5n(i) |
| Line 5j | Line 5n(iii) |
| Line 5k | Line 5o(i) |
| Line 5l | Line o(iii) |
| Line 5m | Line 5q |
| Line 5n | Line 5r |

Line 5o Total Credits. Add Lines 5b through 5h and 5l

through 5n

Line 6. Nonresident Beneficiary Information

(a) **Virginia source income.** If the beneficiary is a nonresident, enter the Virginia source income.

(b) **Virginia modifications as if a Virginia resident.** If the beneficiary is a nonresident, enter the Virginia modifications as if a Virginia resident..

2018 Income Tax Return Mailing Addresses and Locality Codes

Mail your income tax return to your **Commissioner of the Revenue** at the address below or directly to the **Department of Taxation, P.O. Box 760, Richmond, Virginia, 23218-0760.**

*** Denotes Director of Finance**

**** Denotes Director, Department of Tax Administration**

001 Accomack County.. 757-787-5747... P.O. Box 186..... Accomack 23301-0186
 003 Albemarle Co. *..... 434-296-5851... P.O. Box 1498..... Richmond 23218
 010 Alexandria City*..... 703-746-3909... P.O. Box 1498..... Richmond 23218
 005 Alleghany County... 540-863-6640... 9212 Winterberry Ave., Ste. E
 Covington..... 24426
 007 Amelia County..... 804-561-2158... P.O. Box 269... Amelia Court House 23002
 009 Amherst County..... 434-946-9310... P.O. Box 719..... Amherst 24521
 011 Appomattox Co..... 434-352-7450... P.O. Box 125..... Appomattox 24522
 013 Arlington County..... 703-228-3055... P.O. Box 1498..... Richmond 23218
 015 Augusta County..... 540-245-5640... P.O. Box 959..... Verona 24482
 017 Bath County..... 540-839-7231... P.O. Box 130..... Warm Springs 24484
 019 Bedford County..... 540-586-7621... 122 E. Main St. Ste. 103... Bedford 24523
 021 Bland County..... 276-688-4291... P.O. Box 130..... Bland 24315
 023 Botetourt County..... 540-928-2050... P.O. Box 128..... Fincastle 24090-0128
 520 Bristol City..... 276-645-7316... 497 Cumberland St., Room 101,
 Bristol..... 24201
 025 Brunswick County... 434-848-2313... P.O. Box 669..... Lawrenceville 23868
 027 Buchanan County.. 276-935-6542... P.O. Box 1042..... Grundy 24614
 029 Buckingham Co..... 434-969-4972... P.O. Box 138..... Buckingham 23921
 530 Buena Vista City... 540-261-8610... 2039 Sycamore Ave.... Buena Vista 24416
 031 Campbell County .. 434-332-9518... P.O. Box 66..... Rustburg 24588
 033 Caroline County..... 804-633-4050... P.O. Box 819..... Bowling Green 22427
 035 Carroll County..... 276-730-3080... P.O. Box 1498..... Richmond 23218
 036 Charles City Co..... 804-652-2161... P.O. Box 1498..... Richmond 23218
 037 Charlotte County... 434-542-5546... P.O. Box 308..... Charlotte C.H. 23923
 540 Charlottesville City 434-970-3160... P.O. Box 2964... Charlottesville 22902-2964
 550 Chesapeake City... 757-382-6732... P.O. Box 15285... Chesapeake 23328-5285
 041 Chesterfield Co..... 804-748-1281... P.O. Box 124..... Chesterfield 23832
 043 Clarke County..... 540-955-5108... P.O. Box 67..... Berryville 22611
 570 Colonial Heights City 804-520-9280 P.O. Box 3401..... Colonial Heights 23834
 580 Covington City..... 540-965-6350... P.O. Drawer 58..... Covington 24426-0058
 045 Craig County..... 540-864-6241... P.O. Box 186..... New Castle 24127
 047 Culpeper County..... 540-727-3443... P.O. Box 1807..... Culpeper 22701
 049 Cumberland Co..... 804-492-4280... P.O. Box 77..... Cumberland 23040
 590 Danville City..... 434-799-5145... P.O. Box 480..... Danville 24543
 051 Dickenson County... 276-926-1646... P.O. Box 1067..... Clintwood 24228
 053 Dinwiddie County... 804-469-4500... P.O. Box 104..... Dinwiddie 23841
 595 Emporia City..... 434-634-5405... P.O. Box 956..... Emporia 23847
 057 Essex County..... 804-443-4737... P.O. Box 879..... Tappahannock 22560
 600 Fairfax County..... 703-385-7880... Rm. 224, City Hall.... 10455 Armstrong St.
 Fairfax..... 22030
 059 Fairfax County ** .. 703-324-3857... P.O. Box 1498..... Richmond 23218
 610 Falls Church City .. 703-248-5065... 300 Park Avenue, Suite 202W
 Falls Church..... 22046-3301
 061 Fauquier County..... 540-422-8163... P.O. Box 149..... Warrenton 20188-0149
 063 Floyd County..... 540-745-9345... P.O. Box 1498..... Richmond 23218
 065 Fluvanna County... 434-591-1940... P.O. Box 1498..... Richmond 23218
 620 Franklin City..... 757-562-1157... P.O. Box 389..... Franklin 23851-0389
 067 Franklin County..... 540-483-3083... 1255 Franklin St., Ste. 102
 Rocky Mt..... 24151
 069 Frederick County... 540-665-5681... P.O. Box 1498..... Richmond 23218
 630 Fredericksburg City 540-372-1004... P.O. Box 644..... Fredericksburg 22404
 640 Galax City*..... 276-236-2528... P.O. Box 1498..... Richmond 23218
 071 Giles County..... 540-921-3321... 130 N. Main St..... Pearisburg 24134
 073 Gloucester County... 804-693-3451... 6489 Main St, Suite 137 Gloucester 23061
 075 Goochland County... 804-556-5807... P.O. Box 60..... Goochland 23063
 077 Grayson County..... 276-773-2381... P.O. Box 126..... Independence 24348
 079 Greene County..... 434-985-5211... P.O. Box 1498..... Richmond 23218
 081 Greensville Co..... 434-348-4227... 1781 Greensville County Circle.Room 132
 Emporia..... 23847
 083 Halifax County..... 434-476-3314... P.O. Box 1847..... Halifax 24558
 650 Hampton City..... 757-727-6690... P.O. Box 636..... Hampton 23669-0636
 085 Hanover County..... 804-365-6129... P.O. Box 129..... Hanover 23069
 660 Harrisonburg City... 540-432-7704... 409 S. Main St. Harrisonburg 22801-7531
 087 Henrico County * .. 804-501-4263... P.O. Box 1498..... Richmond 23218
 089 Henry County..... 276-634-4690... P.O. Box 1077..... Collinsville 24078-1077
 091 Highland County... 540-468-2142... P.O. Box 148..... Monterey 24465
 670 Hopewell City..... 804-541-2237... P.O. Box 1604..... Hopewell 23860
 093 Isle of Wight Co..... 757-365-6222... P.O. Box 107..... Isle of Wight 23397-0107
 095 James City Co..... 757-253-6695... P.O. Box 283..... Williamsburg 23187
 097 King and Queen Co. 804-785-5976 P.O. Box 178
 King & Queen Courthouse..... 23085
 099 King George Co..... 540-775-4664... 10459 Courthouse Dr..... Suite 101
 King George 22485-3865
 101 King William Co..... 804-769-4941... P.O. Box 217..... King William 23086
 103 Lancaster County .. 804-462-7920... 8311 Mary Ball Rd..... Room 203
 Lancaster..... 22503
 105 Lee County..... 276-346-7722... P.O. Box 96..... Jonesville 24263

678 Lexington City..... 540-462-3701... 300 E. Washington St., Rm. 103
 Lexington..... 24450
 107 Loudoun County.... 703-777-0260... P.O. Box 1498..... Richmond 23218
 109 Louisa County..... 540-967-3432... P.O. Box 8..... Louisa 23093
 111 Lunenburg County . 434-696-2516... 11512 Courthouse Rd., Ste. 101
 Lunenburg..... 23952
 680 Lynchburg City..... 434-455-3870... P.O. Box 858..... Lynchburg 24505-0858
 113 Madison County..... 540-948-4421... P.O. Box 56..... Madison 22727
 683 Manassas City..... 703-257-8222... P.O. Box 1498..... Richmond 23218
 685 Manassas Park City 703-335-8825... One Park Center Court
 Manassas Park, Va..... 20111
 690 Martinsville City .. 276-403-5131... P.O. Box 1222..... Martinsville 24114-1222
 115 Mathews County.... 804-725-7168... P.O. Box 1498..... Richmond 23218
 117 Mecklenburg County 434-738-6191 P.O. Box 360..... Boydton 23917
 119 Middlesex County .. 804-758-5331... P.O. Box 148..... Saluda 23149-0148
 121 Montgomery Co..... 540-382-5710... 755 Roanoke St., Ste. 1-A
 Christiansburg..... 24073
 125 Nelson County..... 434-263-7070... P.O. Box 246..... Lovingston 22949
 127 New Kent County... 804-966-9610... P.O. Box 1498..... Richmond 23218
 700 Newport News City 757-926-8653... 2400 Washington Ave.
 Newport News..... 23607
 710 Norfolk City..... 757-664-7885... P.O. Box 2260..... Norfolk 23501-2260
 131 Northampton Co.... 757-678-0446... P.O. Box 65..... Eastville 23347
 133 Northumberland Co. 804-580-4600 P.O. Box 309..... Heathsville 22473
 720 Norton City..... 276-679-0031... P.O. Box 347..... Norton 24273
 135 Nottoway County... 434-645-9317... P.O. Box 5..... Nottoway 23955
 137 Orange County..... 540-672-4441... P.O. Box 389..... Orange 22960
 139 Page County..... 540-743-4909... 103 S. Court St., Suite C..... Luray 22835
 141 Patrick County..... 276-694-7131... P.O. Box 1498..... Richmond 23218
 730 Petersburg City..... 804-733-2317... 135 N. Union St..... Petersburg 23803
 143 Pittsylvania Co..... 434-432-7940... P.O. Box 272..... Chatham 24531
 735 Poquoson City..... 757-868-3020... 500 City Hall Ave..... Poquoson 23662
 140 Portsmouth City.... 757-393-8773... 801 Crawford St..... Portsmouth 23704
 145 Powhatan County .. 804-598-5616... 3834 Old Buckingham Rd., Ste. C
 Powhatan..... 23139
 147 Prince Edward Co. 434-392-3231... P.O. Box 446..... Farmville 23901
 149 Prince George Co.. 804-722-8740... P.O. Box 155..... Prince George 23875
 153 Prince William Co.* 703-792-6710... P.O. Box 1498..... Richmond 23218
 155 Pulaski County..... 540-980-7750... 52 West Main Street, Ste. 200
 Pulaski..... 24301
 750 Radford City..... 540-731-3613... 619 Second St., Rm. 161... Radford 24141
 157 Rappahannock Co. 540-675-5370... P.O. Box 115..... Washington 22747
 760 Richmond City..... 804-646-6474... P.O. Box 1498..... Richmond 23218
 159 Richmond County.. 804-333-3722... P.O. Box 366..... Warsaw 22572
 770 Roanoke City..... 540-853-6543... P.O. Box 718..... Roanoke 24004
 161 Roanoke County... 540-772-2049... P.O. Box 21709..... Roanoke 24018
 163 Rockbridge Co..... 540-463-3431... P.O. Box 1160..... Lexington 24450
 165 Rockingham Co..... 540-564-3000... 20 E. Gay St..... Harrisonburg 22802
 167 Russell County..... 276-889-8018... P.O. Box 517..... Lebanon 24266
 775 Salem City..... 540-375-3019... P.O. Box 869..... Salem 24153-0869
 169 Scott County..... 276-386-7692... 190 Beech Street, Suite 206,
 Gate City..... 24251
 171 Shenandoah Co..... 540-459-6170... P.O. Box 1498..... Richmond 23218
 173 Smyth County..... 276-782-4040... P.O. Box 985..... Marion 24354
 175 Southampton Co.... 757-653-3032... P.O. Box 1498..... Richmond 23218
 177 Spotsylvania Co..... 540-507-7054... P.O. Box 175..... Spotsylvania 22553
 179 Stafford County..... 540-658-4132... P.O. Box 98..... Stafford 22555-0098
 790 Staunton City..... 540-332-3829... P.O. Box 4..... Staunton 24402-0004
 800 Suffolk City..... 757-514-4260... P.O. Box 1459..... Suffolk 23439-1459
 181 Surry County..... 757-294-5225... P.O. Box 35..... Surry 23883
 183 Sussex County..... 434-246-1022... P.O. Box 1398..... Sussex 23884
 185 Tazewell County... 276-385-1235... 135 Court St., Ste. 301... Tazewell 24651
 810 Virginia Beach City 757-385-4483... 2401 Courthouse Dr., Bldg.1, Rm. 121
 Virginia Beach..... 23456-9002
 187 Warren County..... 540-635-2651... P.O. Box 1775..... Front Royal 22630-0038
 191 Washington Co..... 276-676-6270... One Government Center Place, Ste. C
 Abingdon..... 24210
 820 Waynesboro City... 540-942-6610... 503 W. Main St., Rm. 107
 Waynesboro..... 22980
 193 Westmoreland Co.. 804-493-9052... P.O. Box 68..... Montross 22520
 830 Williamsburg City... 757-220-6150... P.O. Box 245..... Williamsburg 23187
 840 Winchester City.... 540-667-1815... P.O. Box 546..... Winchester 22604
 195 Wise County..... 276-328-3556... P.O. Box 1278..... Wise 24293
 197 Wythe County..... 276-223-6015... 225 S. 4th St., Rm. 101
 Wytheville..... 24382
 199 York County..... 757-890-3381... P.O. Box 90..... Yorktown 23690-0090
 300 Unassigned..... 804-367-8031... P.O. Box 1498..... Richmond 23218