

# Instructions for Form NMI-A

## Annual Wage and Salary and Earnings Tax Return

2019

**Part A. Annual Wage and Salary Tax Computation.** If a joint return, enter spouse's information in column B.

1. Enter total wages and salaries received for work performed in the CNMI per Form(s) W-2 and/or W-2CM box 16.
2. Enter other wages and salaries received for work performed in the CNMI if W-2 and/or W-2CM were not issued or received. i.e., tips and freelance income, etc.
3. Add lines 1 and 2 under each column.
4. Enter the amount from line 7, Part A of 1040 Schedule WSD on line 4, column A. If filing jointly and your spouse has a deduction, enter the amount from line 7, Part B on line 4, column B. Attach 1040 Schedule WSD. If 1040 Schedule WSD is not attached, the deduction will be disallowed.  
**Caution:** Amounts excluded on this line may be subject to the earnings tax if such item of income is sourced within the CNMI and subject to the NMTIT as provided in 4CMC §1202(b)(6).
5. Subtract line 4 from line 3 under each column. This is your total CNMI wages and salaries subject to the wage and salary tax.
6. Compute the wage and salary tax on the amount reported on line 5 for each column using the wage and salary and earnings tax table.

**Part B. Earnings Tax Computation.** If a joint return, enter spouse's information in column B.

1. Enter the amount of any gain from the sale of personal property (not business property).
2. Enter one-half (1/2) of the amount of any gain from the sale of real property located in the CNMI that was not used in the course of carrying on a business. Exclude any gain from the sale of real property sold to the CNMI Government.
3. Enter one-half (1/2) of the net income from leasing of real property located in the CNMI including the assignment of any lease that was not in the course of carrying on a business.
4. Enter the total amount of interest, dividends, and similar income if the aggregate exceeds \$2,000. Otherwise, enter zero.
5. **a.** Enter the gross winnings from any gaming, lottery, raffle or other gambling activities in the CNMI.  
**b.** Enter the amount of poker machine jackpot winnings included on line 5a if jackpot tax was

withheld. Attach a copy of Forms W-2G/W-2GCM.

**C.** Subtract line 5b from line 5a.

6. Enter other income subject to the NMTIT, unless excludable under 4 CMC §1202.
7. This is your total CNMI earnings subject to the earnings tax. Add lines 1 through 4, 5c, and 6.
8. Compute your earnings tax on the amount reported on line 7 for each column using the wage and salary and earnings tax table.

**Part C. Combined wage and salary and earnings tax due or overpayment**

1. Enter in column A, the total of Part A line 6, column A, and Part B line 8, column A. Also, enter in column B the total of Part A line 6, column B and Part B line 8, column B.
2. Enter in column A, the amount from line 8, Part A, of Schedule ETC (1040). If filing jointly and your spouse has ETC, enter in column B, the amount from line 8, Part B of Schedule ETC (1040). Attach 1040 Schedule ETC.
3. Subtract line 2 from line 1 in each column. If line 2 is more than line 1, enter zero. This is the wage and salary tax and earnings tax combined after the education tax credit.
4. Enter the total amount of Columns A and B, line 3. This is your combined wage and salary tax and earnings tax.
5. Enter the total wage and salary tax and earnings tax withheld and paid in 2019. If you received form W-2GCM/W-2G and had earnings (chapter 2) tax withheld, include that amount on this line. The wage and salary (chapter 2) tax is the state income tax amount in box 17 of the W-2CM. Also include earnings tax withheld on your Form 1823, if any.
6. Combined wage and salary tax and earnings tax due or overpaid. Subtract line 5 from line 4. If zero or less, enclose the amount in parenthesis ( ) to indicate an overpayment.