

Notice

Form 140PY, Schedule A(PY)

Arizona has not fully conformed to the federal changes to the Internal Revenue Code made in 2009.

The following are in addition to those adjustments already included in the 2009 Form 140PY, Schedule A(PY), instructions:

Itemized Deduction for Sales Tax on the Purchase of a New Motor Vehicle.

Itemized deductions must be adjusted to exclude the deduction for the sales tax on a motor vehicle if you made the choice on your federal return to deduct state and local income taxes rather than general sales taxes. If you made the choice to deduct state income taxes, do not include the sales tax on the motor vehicle in the total on Arizona Schedule A(PY), line 2.

Deduction for Cash Contributions for Haiti Earthquake Relief Made After January 11, 2010 and Before March 1, 2010.

You may not deduct any contributions for Haiti earthquake relief for contributions made after January 11, 2010 and before March 1, 2010 that you deducted as an itemized deduction on your 2009 federal return. You may deduct these amounts on your 2010 Arizona return. Do not include any of these contributions made in 2010 for Haiti relief in the total on Arizona Schedule A(PY), line 4.

**ARIZONA SCHEDULE
A(PY)**

**Itemized Deductions
For Part-Year Residents**

2009

Attach to your return.

Your Name as shown on Form 140PY	Your Social Security Number
Spouse's Name as shown on Form 140PY	Spouse's Social Security Number

Medical and Dental Expenses • Taxes • Interest Expense • Gifts to Charity

1 Medical and dental expenses incurred and paid while an Arizona resident plus the amount of such expenses from Arizona sources that you incurred and paid during the part of the year while an Arizona nonresident.....	1		
2 Taxes allowable on federal Form 1040, Schedule A, that you incurred and paid while an Arizona resident plus the amount of such taxes from Arizona sources that you incurred and paid during the part of the year while an Arizona nonresident	2		
3 Interest expense: <i>See instructions</i>	3		
4 Gifts to charity allowable on federal Form 1040, Schedule A, that you incurred and paid while an Arizona resident plus the amount of such gifts from Arizona sources that you incurred and paid during the part of the year while an Arizona nonresident.	4		

Casualty and Theft Losses

5 Casualty loss(es) allowable on federal Form 1040, Schedule A, after applying the 10% federal adjusted gross income limitation and the \$500 per loss floor	5		
6 Casualty loss(es) allowable on federal Form 4684 before applying the 10% federal adjusted gross income limitation and the \$500 per loss floor	6		
7 Amount of loss on line 6 incurred while you were an Arizona resident plus the amount of loss from Arizona sources on line 6 that you incurred during the part of the year while an Arizona nonresident...	7		
8 <i>Divide</i> line 7 by line 6, and <i>enter the percentage</i>	8		
9 <i>Multiply</i> line 5 by the percentage on line 8.....	9		

Job Expenses and Other Miscellaneous Expenses

10 Miscellaneous expenses subject to the 2% federal adjusted gross income limitation allowable on federal Form 1040, Schedule A, before applying the limitation.....	10		
11 Amount on line 10 that you incurred and paid while an Arizona resident plus the amount on line 10 from Arizona sources that you incurred and paid during the part of the year while an Arizona nonresident...	11		
12 <i>Divide</i> line 11 by line 10, and <i>enter the percentage</i>	12		
13 Miscellaneous deductions subject to the 2% federal adjusted gross income limit allowable on federal Form 1040, Schedule A, after applying the limitation.....	13		
14 <i>Multiply</i> line 13 by the percentage on line 12.....	14		
15 Other miscellaneous expenses allowable on federal Form 1040, Schedule A, not subject to the 2% federal adjusted gross income limitation that you incurred and paid while an Arizona resident plus the amount of such expenses from Arizona sources that you incurred and paid during the part of the year while an Arizona nonresident	15		
Skip lines 16 through 20 if not deducting gambling losses.			
16 Wagering losses included on line 15.....	16		
17 Total gambling winnings included in your Arizona gross income	17		
18 Arizona lottery subtraction from Form 140PY, page 2, line D32	18		
19 Maximum allowable gambling loss deduction: <i>Subtract</i> line 18 from line 17	19		
20 If line 19 is less than line 16, <i>subtract</i> line 19 from line 16; otherwise <i>enter "zero"</i>	20		
21 If you completed lines 16 through 20, <i>subtract</i> line 20 from line 15. If you skipped lines 16 through 20, <i>enter amount on line 15</i> here.....	21		
22 <i>Add</i> lines 14 and 21	22		

Total Itemized Deductions

23 Tentative Arizona itemized deduction: <i>Add</i> lines 1, 2, 3, 4, 9, and 22. If your federal adjusted gross income is more than \$166,800 (\$83,400 if married filing separately), <i>complete lines 24 through 28 below</i> . Otherwise, <i>enter the amount on line 23</i> on Form 140PY, page 1, line 20	23		
24 If your federal adjusted gross income is more than \$166,800 (\$83,400 if married filing separately), <i>enter on line 24</i> the amount by which you have to reduce your federal itemized deductions because your federal adjusted gross income was over this threshold.....	24		
25 <i>Enter your total federal itemized deductions allowable on federal Form 1040, Schedule A, prior to the federal adjusted gross income limitation</i>	25		
26 <i>Divide</i> line 23 by line 25, and <i>enter the percentage</i>	26		
27 <i>Multiply</i> line 24 by the percentage on line 26, and <i>enter the result</i>	27		
28 <i>Subtract</i> line 27 from line 23. <i>Enter the result</i> here and on Form 140PY, page 1, line 20	28		