## Notice Form 140PY

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

# The following adjustments are in addition to those already included in the 2009 Arizona Form 140PY instructions:

#### 1. <u>Unemployment Compensation.</u>

Any unemployment income that you excluded on the federal return pursuant to I.R.C. § 85(c) must be added back on the Arizona return if the income is from the period when you were an Arizona resident or the income is from an Arizona source. Include the adjustment on line C23, "other additions to income".

#### 2. <u>Discharge of Indebtedness (DOI) Income From Business Indebtedness Discharged by the</u> <u>Reacquisition of a Debt Instrument</u>

If you made the federal election to defer the inclusion of DOI income under I.R.C. § 108(i) you must make an addition on your Arizona income tax return for the amount of DOI income that was from a debt reacquisition that occurred while you were an Arizona resident or that was Arizona source income that you deferred and excluded from the computation of your 2009 federal adjusted gross income. Include the adjustment on line C23, "other additions to income".

#### 3. Original Issue Discount (OID) on Reacquisition of Debt Instrument

Any OID deduction that was deferred on your federal return under I.R.C. § 108(i) may be subtracted if it accrued with respect to DOI income taxed by Arizona. Include the adjustment on line D35, "other subtractions from income".

#### 4. <u>Special Net Operating Loss (NOL) Subtraction Rules for Losses Carried Forward from</u> 2008

An Arizona subtraction will be allowed for the difference between the actual carryforward on the federal return that you included in Arizona gross income and the carryforward that would have been allowed as a deduction on the federal return and included in Arizona gross income if the election had not been made under I.R.C. § 172(b)(1)(H). A deduction is only allowed for amounts attributable to income taxed by Arizona. Include the adjustment on line D35, "other subtractions from income".

If you deducted the sales tax on the purchase of a new motor vehicle or contributions made for Haiti earthquake relief for contributions made after January 11, 2010 and before March 1, 2010 as an itemized deduction on your 2009 federal return, you may not deduct these items as an itemized deduction on your 2009 Arizona return. In this case you must complete Arizona Form 140PY Schedule A(PY) and Schedule A(PYN) as instructed on the notice included with those forms.

For more information regarding any of these adjustments go to: <u>http://www.azdor.gov/LegalResearch/2009Nonconformity.aspx</u>

# ARIZONA FORM **140PY**

### Part-Year Resident Personal Income Tax Return

OR FISCAL YEAR BEGINNING (M,MID,DIY,Y,Y,Y) AND ENDING (M,MID,DIY,Y,Y) 82F Check box 82F if filing under extension



	Ir First Name and Initial	Last Name	Your	Social Security No.
Cn			You <u>must</u> enter your	
1	puse's First Name and Initial <i>(if box 4 or 6 checked)</i>	Last Name	SSN(s).	se's Social Security No.
Pre 2	esent Home Address - number and street, rural route Apt. No.	Daytime Phone (with area code	e) Home Phone (* 94	with area code)
Cit	y, Town or Post Office State Zip Code			
ŝ	4 Married filing joint return	٦	REVENUE USE ONLY. DO	NOT MARK IN THIS AREA.
Status	5 Head of household	CHILD OR DEPENDENT		
g		acial Sacurity No. above		
Jrn. Exemptions Filing Status	<ul> <li>Married filing separate return. Enter spouse's name and S</li> <li>Single</li> </ul>	cial Security No. above.		
su	Enter the 8 Age 65 or over (you and/or spouse)		88	
emptions	number claimed. 9 Blind (you and/or spouse)			
	o not put a 10 Dependents. From page 2, line A2 – do not inc	16	_	
шс	neck mark. 11 Qualifying parents and ancestors of your parent		81	80
1	2-13 Residency Status (check one): 12  Part-Year Resident (			
	4 Federal adjusted gross income (from your federal return)			-
	5 Arizona income (from page 2, line B19)			15 00
	6 Additions to income (from page 2, line C24)			16 00
01	7 Add lines 15 and 16			17 00
e 1	8 Subtractions from income (from page 2, line D36): Enter the n			18 00
<u> 4</u>	9 Arizona adjusted gross income: Subtract line 18 from line 17	—		19 00
~	0 Deductions. Check box and enter amount. See instructions,	•		20 00
0	1 Personal exemptions. See page 15 of the instructions			21 00
പ്	2 Arizona taxable income: Subtract lines 20 and 21 from line 19. If le			22 00
	3 Compute the tax using Tax Table X or Y			23 00
01	4 Tax from recapture of credits from Arizona Form 301, line 31			24 00
) H	5 Subtotal of tax: Add lines 23 and 24			25 00 27 00
	<ul> <li>6 - 27 Clean Elections Fund Tax Reduction. See instructions, page</li> <li>8 Reduced tax: Subtract line 27 from line 25</li> </ul>			
red	<ul> <li>9 Family income tax credit from worksheet on page 17 of the insi</li> </ul>			<b>28</b> 00 <b>29</b> 00
	<ul> <li>Credits from Arizona Form 301, line 59, or Forms 310, 321, 32;</li> </ul>			30 00
e e	1 Credit type: Enter form number of each credit claimed			30 00
	2 Clean Elections Fund Tax Credit: From worksheet on page 18 of th			32 00
വി	3 Balance of tax: Subtract lines 29, 30 and 32 from line 28. If the sum			
	<ul> <li>A Arizona income tax withheld during 2009</li> </ul>		20, 0.10, 20,011	34 00
	5 Arizona estimated tax payments for 2009			35 00
	6 2009 Arizona extension payment (Form 204)			36 00
- Si	7 Increased Excise Tax Credit: From worksheet on page 19 of the ins	tructions		37 00
Arizona	8 Total payments/refundable credits: Add lines 34 through 37			38 00
and A	9 TAX DUE: If line 33 is larger than line 38, subtract line 38 from line 33			39 00
	0 OVERPAYMENT: If line 38 is larger than line 33, subtract line 33 from	n line 38, and <i>enter amount of overpay</i>	yment	40 00
A a	1 Amount of line 40 to be applied to 2010 estimated tax			41 00
	2 Balance of overpayment: Subtract line 41 from line 40			42 00
- line	3 - 52 Voluntary Gifts to: Aid to Education (entire refund only)	00 Arizona Wildlife		-
Š	Citizens Clean Elections 45	00 Child Abuse Prevention		
sral	Domestic Violence Shelter 47	00 National Guard Relief F		
Bole	Neighbors Helping Neighbors 49	00 Special Olympics		
Ir fe	Veterans' Donations Fund	00 Political Gift		0
JQ Z	3 Check only one if making a political gift: 531 Democratic 532			
جا	Estimated payment penalty and MSA withdrawal penalty			54 00
U 1-	5 Check applicable boxes: 551 Annualized/Other 552 Farmer o			56
ttac	6 Total of lines 43 through 52 and 54 7 REFUND: Subtract line 56 from line 42. If less than zero, enter amou			56 00 57 00
Att 2			_	
-	Direct Deposit of Refund: Check box 5/A ii your deposit will be ultim			
~1	Direct Deposit of Refund: Check box 57A if your deposit will be ultim		C Checking or	
5			S C Savings	58 00

Υοι	ır Nar	me (as shown on page 1)			Ye	our Social S	Security No.			
	A1	1 List children and other dependents. Do not list yourself or spouse. If more space is needed,								
		attach a separate sheet.					NO. OF MONTHS LIVE			
		FIRST AND LAST NAME	SOCIAL	SECURITY NO.	RELATION	SHIP	IN YOUR HOME	IN 2009		
s										
ent	40	Enter total number of nervous listed in A1	hara and an f	he front of this i	arm hay 10			ΤΟΤΑΙ	A 2	
end		Enter total number of persons listed in A1 here and on the front of this form, box 10TOTAL							A2	
Dependents	AJ	<b>a</b> Enter the names of the dependents listed above who do not qualify as your dependent on your federal return:								
		<b>b</b> Enter dependents listed above who we	re not claime	d on vour feder	al return due to e	education	credits:			
PART A:										
A	<b>A</b> 4	List qualifying parents and ancestors of yo	ur parents. I	f more space is	needed, attach	a separat	e sheet.			
		You cannot list the same person here and also on line A1. For information on who is a								
		qualifying parent or ancestor of your paren	ying parent or ancestor of your parents, see page 5 of the instructions. NO. OF MONTHS LIVED					IS LIVED		
		FIRST AND LAST NAME	SOCIAL	SECURITY NO.	RELATION	SHIP	IN YOUR HOME	IN 2009		
		Enter total number of persons listed in A4						TOTAL	A5	
	<b>B6</b>	Dates of Arizona residency: From [M,M]D,D]Y,Y,Y,Y] to [M,M]D,D]Y,Y,Y,Y]. 2009 FEDERAL								RIZONA
e		List other state(s) of residency:					Amount from Fee			mount Only
Total Income		Wages, salaries, tips, etc					B7	00		0
Ľ		Interest					B8	00		0
Tota		Dividends					B9	00		0
<u>[</u> ]		Arizona income tax refunds					B10	00		0
5		Alimony received Business income (or loss) from federal Sc.					B11 B12	00		0
Perc		Gains (or losses) from federal Schedule D					B12	00		0
								00		0
<u> </u>		Image: A state in the stat						00		0
< <		Total income: Add lines B7 through B15					B16	00		0
шı		Federal adjustments. Attach your own sched					B17	00		0
Lr.		Federal adjusted gross income: Subtract lin					B18	00		
-		Arizona income: Subtract line B17 from line E					i		B19	0
E	320	Arizona percentage: Divide line B19 by line B	318, and enter	the result (not ove	r 100%)				B20	9
vo	C21	<ul> <li>Arizona percentage: <i>Divide</i> line B19 by line B18, and <i>enter the result</i> (not over 100%)</li> <li>1 Early withdrawal of Arizona Retirement System contributions</li></ul>							C21	0
li C	C22	Total depreciation included in Arizona gros	s income						C22	0
PAR1 Additi	C23	3 Other additions to income: See instructions and attach your own schedule							C23	0
- 4	C24	Total: Add lines C21 through C23. Enter here and on the front of this form on line 16							C24	0
Ψ		Exemption: Age 65 or over. Multiply the number in box 8, page 1, by \$2,100					D25	00		
SI		Exemption: Blind. <i>Multiply</i> the number in box 9, page 1, by \$1,500					D26	00		
_		Exemption: Dependents. <i>Multiply</i> the numb	-				D27 D28	00		
2								00		
US I		Total exemptions: Add lines D25 through D28					D29	00	<b>D</b> 00	
ctio		Multiply line D29 by the percentage on line B20, and enter the result							D30	0
		<ol> <li>Interest on U.S. obligations such as U.S. savings bonds and treasury bills included in the ARIZONA column</li> <li>Arizona state lottery winnings included on line B15 in the ARIZONA column (up to \$5,000 only)</li> </ol>							D31 D32	0
Su		U.S. Social Security or Railroad Retiremen							D32 D33	0
		Construction of an energy efficient residen							D33 D34	0
ΩĽ.	D34	Other subtractions from income: See instru							D35	0
	D36	Total: Add lines D30 through D35. Enter here							D36	0
	E37	Last name(s) used in prior years - if different								
	u	I have read this return and any attachme			-	are that to	o the best of my	/ knowledg	e and belief	, they are
Ē		true, correct and complete. Declaration	of preparer (	other than taxpa	iyer) is based or	n all inforr	mation of which	preparer h	as any knov	wledge.
4		YOUR SIGNATURE		E	ATE	OCCU	PATION			
	5				ATE	00011				
		SPOUSE'S SIGNATURE		L	ATE	5200	SE'S OCCUPATIO	<b>NIC</b>		
<	rleade	PAID PREPARER'S SIGNATURE		DATE	FIRM'S NA	ME (PREF	ARER'S IF SELF	-EMPLOYE	))	
						,		· · ·	-	
	2	PAID PREPARER'S TIN PAID PREF	PARER'S ADDF				(	)	RER'S PHON	

If you are expecting a refund or owe no tax, or owe tax but are not sending a payment, mail to Arizona Department of Revenue, PO Box 52138, Phoenix, AZ, 85072-2138.ADOR 91-0069 (09)AZ Form 140PY (2009)Page 2 of 2