

2024 Form 140NR Schedule A(NR) Itemized Deductions

For Nonresidents Only

You may itemize on your Arizona return, even if you do not itemize on your federal return. Before you complete this form, you must first complete federal Form 1040 Schedule A even if you do not itemize deductions on your 2024 federal return.

Even if you don't itemize deductions on your federal return, you must include a copy of the federal Form 1040 Schedule A with this form.

The itemized deductions allowed for Arizona purposes are those itemized deductions that are allowable under the Internal Revenue Code (IRC).

As an Arizona nonresident, you must prorate these deductions by the income ratio for which your Arizona gross income is to your federal adjusted gross income.

In some cases, the amount allowed for medical and dental expenses, mortgage interest, gambling losses, and charitable contributions may be different for Arizona purposes than for federal purposes.

General Instructions

Arizona is a community property state. If you are married filing a separate return and claiming itemized deductions, see the department's Income Tax Ruling, ITR 93-19, *Deductions, Exemptions, and Credits for Married Taxpayers who file Separate Returns*, for more information claiming itemized deductions.

When married taxpayers file separate Arizona income tax returns, both filers must either claim the standard deduction or itemize deductions. One spouse may not claim a standard deduction when the other spouse itemizes deductions. If this situation does occur, the standard deduction will be disallowed regardless of which return may have been filed first.

The treatment of itemized deductions by spouses who file separate returns depends on whether the deductible expenses were paid with community funds or with separate funds. If the expenses were paid with community funds, the deduction is divided equally between each spouse. Expenses paid with separate funds are deductible by the spouse who paid the expenses. Under no circumstances may more than 100 percent of the allowable deductions be claimed.

NOTE: *If you or your spouse claim 100% of the allowable itemized deductions, the other spouse must enter "0" on Form 140NR, line 53 and that spouse cannot claim an adjustment for either itemized deductions or the standard deduction.*

You must complete lines 1 through 7 if any of the following apply:

- You are deducting medical and dental expenses.
- You are claiming a federal credit (from federal Form 8396) for interest paid on mortgage credit certificates.
- You are claiming an Arizona credit for a charitable contributions or a state income tax deduction.

If any of those items (1 through 4) apply, complete federal form 1040 Schedule A and then complete lines 1 through 15.

Line-by-Line Instructions

Lines 1 through 4 - Medical and Dental Expenses

*Skip lines 1 through 4 if you are **not** deducting medical and dental expenses.*

Line 1

Enter the total of your medical and dental expenses. Do not include any expenses that were paid by insurance or other sources.

Do not include the following amounts you paid through an employer-sponsored health insurance plan (cafeteria plan) unless your employer included the amount(s) in Box 1 of your Form W-2:

- Insurance premiums you paid through the plan.
- Other medical and dental expenses paid by the plan.

If you are self-employed, do not include any amount that you paid for health insurance that you deducted in computing your federal adjusted gross income.

Lines 2 through 4

Complete lines 2 through 4 as instructed on the form.

Line 5 - Interest Paid on Mortgage Credit Certificates

*Skip line 5 if you are **not** claiming a federal credit for interest paid on mortgage credit certificates on your federal return.*

If you received a federal credit for interest paid on mortgage credit certificates (using federal Form 8396), you may deduct some of the mortgage interest you paid in 2024 that you could not deduct for federal purposes.

Line 6 - Adjustment to Charitable Contributions

*Skip line 6 if you are **not** claiming a credit for any of your charitable contributions.*

You cannot claim both a deduction and a credit for the same charitable contributions. Enter the amount of charitable contributions for which you are claiming a credit.

For Example: (table continued on next page)		
If you claimed a credit on Arizona Form:	For:	You must make an entry on line 6 if you deducted the amount contributed as an itemized deduction on federal Form 1040 Schedule A.
321	Contributions to Qualifying Charitable Organizations	
322	Contributions Made or Fees Paid to Public School	
323	Contributions to Private School Tuition Organizations	
331	Donation of School Site	
335-I	Contributions made by an S Corporation to a School Tuition Organization - Individual	

If you claimed a credit on Arizona Form:	For:	
340	Donations to the Military Family Relief Fund	
341-I	Contributions made by an S Corporation to a School Tuition Organization for Displaced Students or Students with Disabilities - Individual	
348	Contributions to Certified School Tuition Organizations - Individual	
352	Contributions to Qualifying Foster Care Charitable Organizations	

Lines 8 through 13

Complete lines 8 through 13 as instructed on the form.

Line 14 - Adjusted Itemized Deductions

Subtract line 13 from line 12. If less than zero, enter "0".

Line 15 -

Enter your Arizona income ratio from Form 140NR, page 1, line 27. Enter the ratio in decimal form.

Line 16 - Arizona Itemized Deductions

Multiply line 14 by the income ratio on line 15. Enter the result on line 16 and on Form 140NR, page 2, line 53.

NOTE: *The amount entered on line 16 cannot be a negative number. Entering a negative number on Form 140NR, line 53 may delay the processing of your return.*

If you claimed a credit on your 2023 return for a contribution that you made during 2024 (see Arizona Forms 321, 322, 323, 348, and 352), you must exclude this deduction on your 2024 return even though you claimed the credit on your 2023 return.

If you are claiming a credit on your 2024 return for a contribution made during 2025 (see Arizona Forms 321, 322, 323, 348, and 352), you must exclude this deduction on your 2025 return even though you are claiming the credit on your 2024 return.

Line 7 - Adjustment to State Income Taxes

Arizona Revised Statutes § 43-1042 was amended to require taxpayers to reduce the amount of itemized deductions for amounts used to claim an Arizona credit even if the amount was deducted on the federal return as taxes paid rather than charitable contributions.

Did you claim sales taxes rather than income taxes on your federal schedule A?

- If yes, **stop**. No adjustment is necessary. Go to line 8.
- If no, complete the worksheet on page 2 of Form 140NR Schedule A(NR) to determine the amount of your adjustment to enter on line 7.