

# 2017 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 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 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.

**You must complete lines 1 through 13 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 deducting gambling losses while claiming a subtraction for Arizona lottery winnings.
- You are claiming a credit for a charitable contribution for which you are also taking a credit under Arizona law.

If any of the above items apply, complete lines 1 through 13 as instructed below.

## Line-by-Line Instructions

### Lines 1 through 6 - Medical and Dental Expenses

*Skip lines 1 through 6 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 reduce the amount you enter on line 1 by amounts paid from an Arizona Long-Term Health Care Savings Account (AZLTHSA).

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.

#### Line 2 -

Enter any amount of medical and dental expenses included on line 1 that were paid from your AZLTHSA.

### Lines 3 through 6 -

Complete lines 3 through 6 as instructed on the form.

### Line 7 - Interest Paid on Mortgage Credit Certificates

*Skip line 7 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 2017 that you could not deduct for federal purposes.

### Lines 8 through 12 - Gambling Losses

*Skip lines 8 through 12 if you are **not** deducting gambling losses.*

You can deduct wagering losses only to the extent of wagering gains. You must complete lines 8 through 12 if **both** of the following apply:

1. You took a subtraction for Arizona lottery winnings.
2. You are claiming a deduction for gambling losses.

If you take a subtraction for Arizona lottery winnings, you may have to adjust your deduction for gambling losses. Complete lines 8 through 12 as instructed on the form.

### Line 13 - Gifts to Charity

*Skip line 13 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:		
If you claimed a credit on Arizona Form:	For:	You must make an entry on line 13 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 Organization	
331	Donation of School Site	
335-I	Contributions made by an S Corporation to a School Tuition Organization - Individual	
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 Organization - Individual	
352	Contributions to Qualifying Foster Care Charitable Organizations	

If you claimed a credit on your 2016 return for a contribution that you made during 2017 (see Arizona Forms 321, 322, 323, 348 and 352), you must make this adjustment on your 2017 return, even though you claimed the credit on your 2016 return.

If you are claiming a credit on your 2017 return for a contribution made during 2018 (see Arizona Forms 321, 322, 323, 348 and 352), you must make this adjustment on your 2018 return, even though you are claiming the credit on your 2017 return.

**Lines 14 through 20 - Adjusted Itemized Deductions**

Complete lines 14 through 20 as instructed on the form.

**Line 21 -**

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

**Line 22 - Arizona Itemized Deductions**

Multiply line 20 by the income ratio on line 21. Enter the result on line 22 and on Form 140NR, page 2, line 53.