

# OKLAHOMA ESTATE TAX RETURN

**Need Assistance or  
Additional Information?  
Check out our contact  
listings on the back  
of this packet.**



## OKLAHOMA TAX COMMISSION

2501 North Lincoln Boulevard  
Oklahoma City, Oklahoma 73194-0010



## A MESSAGE FROM THE OKLAHOMA TAX COMMISSION

Dear Oklahoma Estate Tax Filer,

This Oklahoma Estate Tax Return packet contains the Estate Tax Return (Form 454) along with the breakout schedules for each estate element. Below is a list of the schedules provided within this packet:

Schedule A-1:	Real Estate
Schedule A-2:	Oil, Gas and Minerals
Schedule B:	Stocks and Bonds
Schedule C-1:	Intangible Personal Property
Schedule C-2:	Tangible Personal Property and Miscellaneous Property
Schedule D:	Life Insurance
Schedule E:	Transfer During Lifetime
Schedule F:	Property Not Taxable in Oklahoma
Schedule G:	Debts, Mortgages, and Taxes Due and Unpaid at Death
Schedule H-1:	Administration and Funeral Expenses
Schedule H-2:	Bequests: Charitable, Religious, and Educational
Schedule I-1:	Property Passing to Surviving Spouse
Schedule I-2:	Part 2 of Schedule I-1
Schedule J:	Distribution

In addition, this packet offers tax tables and Form 4-PTP "Computation of Credit for Tax on Prior Transfers".

Once completed, please mail to:

Oklahoma Tax Commission  
Estate Tax  
2501 North Lincoln Boulevard  
Oklahoma City, Oklahoma 73194

The Oklahoma Tax Commission offers assistance in completing these forms. To contact someone for assistance with an estate tax question or filing issue, please call (405) 521-3237 and ask to speak with the "Auditor of the Day." If you have any other tax questions, please refer to the phone listings below:

**Oklahoma Tax Commission**

**Taxpayer Assistance**

(405) 521-3160

**In-State Toll Free**

(800) 522-8165, extension 13160

Sincerely,

Oklahoma Tax Commission



# OKLAHOMA ESTATE TAX RETURN

A copy of the death certificate must be attached with this form.

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BOULEVARD  
OKLAHOMA CITY, OK 73194

Decedent's full name: _____ <hr/> Date of birth: _____ <hr/> Age: _____ <hr/> Occupation: _____ <hr/> Residence at death: _____ <hr/> Social Security Number: (Returns will not be accepted without SSN) _____ <hr/> Domicile: _____ Year established: _____ <hr/> Probate Number: _____ Probate in _____ County Resident of _____ County	Amount paid with return: \$ _____ <hr/> <table style="width:100%;"> <tr> <td style="width:60%;">                             Date _____                              No Tax _____                              FA _____                              OA _____                              Crossfile _____  <hr/>                             Work With _____  <hr/>                             Order _____                              Auth _____                              Post _____                         </td> <td style="width:40%; background-color: #cccccc; vertical-align: top; text-align: center;">                             (This space for use by OTC)                         </td> </tr> </table>	Date _____ No Tax _____ FA _____ OA _____ Crossfile _____ <hr/> Work With _____ <hr/> Order _____ Auth _____ Post _____	(This space for use by OTC)
Date _____ No Tax _____ FA _____ OA _____ Crossfile _____ <hr/> Work With _____ <hr/> Order _____ Auth _____ Post _____	(This space for use by OTC)		

Does this estate contain any real property? <input type="checkbox"/> Yes <input type="checkbox"/> No  Did decedent own any interest in a closely held corporation, partnership, or sole proprietorship? <input type="checkbox"/> Yes <input type="checkbox"/> No  Marital status: <input type="checkbox"/> Married <input type="checkbox"/> Single  Name of spouse: _____ <hr/> Divorced _____ Date of decree _____ Widowed _____ DOD _____	<input type="checkbox"/> Testate <input type="checkbox"/> Intestate <input type="checkbox"/> Trust If decedent died testate submit copy of will and/or trust instrument. <hr/> Date of death: _____ Date of valuation - Check one <input type="checkbox"/> Date of death <input type="checkbox"/> Alternate value (6 months after DOD) _____ <p style="text-align: center; color: purple;"><b>(Attach copy of death certificate)</b></p> <hr/> Was any disclaimer filed in this estate? (If yes, submit documentation) _____
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**PERSONAL REPRESENTATIVE'S SIGNATURE**

Under penalties of perjury, I declare that I, the undersigned personal representative, (or other) \_\_\_\_\_ have examined this return, including accompanying statements and to the best of my knowledge and belief it is true.

Date: \_\_\_\_\_ Social Security Number: \_\_\_\_\_ / \_\_\_\_\_ / \_\_\_\_\_  
 Signature: \_\_\_\_\_ Name (Printed): \_\_\_\_\_  
 Address: \_\_\_\_\_  
 City: \_\_\_\_\_ State: \_\_\_\_\_ ZIP Code: \_\_\_\_\_  
 Telephone Number: \_\_\_\_\_

Preparer's Signature: _____ Preparer's Name (Printed): _____ Preparer's Address: _____ City: _____ State: _____ ZIP Code: _____ Telephone Number: _____	Attorney's Signature: _____ Attorney's Name (Printed): _____ Attorney's Address: _____ City: _____ State: _____ ZIP Code: _____ Telephone Number: _____
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Return will not be accepted without signature of personal representative. Return will be accepted with preparer's or attorney's signature only if written authority from legal representative is submitted with return.



## **GENERAL INSTRUCTIONS - ESTATE TAX (Title 68, Sections 801 through 827 O.S.)**

To obtain a release of an estate from the State of Oklahoma it is necessary to complete Form 454. The form must include all assets held by the decedent individually, jointly with any other person or persons, or in trust, and including any transfers made within three (3) years of death.

It must be signed by the representative of the estate, the attorney, and also by the preparer, if other than the representative or attorney.

If you have an attorney for the estate, the release will be mailed to the attorney - otherwise it will be mailed to the preparer shown or the representative of the estate.

### **TIMELY FILING REQUIRED:**

A completed return must be filed within nine (9) months after the date of the decedent's death or interest will accrue.

### **WHEN TO PAY:**

Estate tax is due and payable nine (9) months after the date of death. If not paid interest will begin accruing after due date.

### **COMPLETE FILING REQUIREMENTS:**

A return must disclose all information necessary for the determination of the tax liability. This includes filing not only the return, but also any supplemental documents necessary in computing the tax liability. If a Federal Estate Tax Return (Form 706) was filed, please include a copy of the Federal Return. Please attach a Death Certificate to the return. (Certificate can be either an original or regular copy)

### **COMPLETING THE RETURN:**

First complete each schedule of the estate tax return. Refer to the instructions on the back of each schedule. The schedules are arranged categorically.

Please attach a copy of the will (whether probated or not) and/or trust instrument.

As the Oklahoma Estate Tax Return schedules do not correspond to the Federal Estate Tax Return (Form 706) schedules, the Oklahoma return cannot be worked from the Federal schedules because of the discrepancies in the schedules and because our computer-generated letters are designed to reflect Oklahoma estate tax schedules only.

Provide information as to where the decedent lived (i.e. apartment, nursing home, with family, etc.) and what was decedent's incidence of ownership (i.e. own, rent, etc.)

If the gross estate is in excess of \$300,000 or if decedent owned a business, provide copies of the Federal 1040 Income Tax Returns for the three (3) years prior to the date of death.

### **DISCLAIMED INTEREST:**

Any heir or surviving joint tenant may disclaim any interest in property. Joint tenancy interests are subject to O.S. 60 Section 751 et seq. Joint tenancy disclaimers shall be effective upon being filed in the Office of the County Clerk. Other interests passing by will, intestate succession, etc are subject to Title 84 Section 25. The disclaimers under Title 84 shall be effective upon being filed in district court.

A certified copy of the disclaimer must accompany the estate tax return.

## SUMMARY OF SCHEDULES OKLAHOMA ESTATE TAX RETURN

Estate of: \_\_\_\_\_

*This form is a summary of Schedules A-1, A-2, B, C-1, C-2, D, E, F, G, H-1, H-2, I-1, I-2, and J.*

### GROSS ESTATE:

1. Real estate, oil and gas leases, etc. (Schedule A-1, A-2) ..... \$ \_\_\_\_\_
2. Stocks, bonds, etc. (Schedule B) ..... \$ \_\_\_\_\_
3. Personal property (Schedule C) ..... \$ \_\_\_\_\_
4. Life Insurance (Schedule D) ..... \$ \_\_\_\_\_
5. Transfers during lifetime (Schedule E) ..... \$ \_\_\_\_\_
6. Total gross estate in Oklahoma (Total lines 1-5) ..... \$ \_\_\_\_\_
7. Property out-of-state (Schedule F) ..... \$ \_\_\_\_\_
8. Total gross estate (Total of lines 6 & 7) ..... \$ \_\_\_\_\_
9. Oklahoma's % (Line 6 divided by line 8) ..... \_\_\_\_\_%
10. Less property reportable in Oklahoma passing to surviving spouse (Schedule I) ..... \$ \_\_\_\_\_
11. Adjusted gross estate (Line 6 minus line 10) ..... \$ \_\_\_\_\_

### DEDUCTIONS:

12. Debts, mortgages, and taxes (Schedule G) ..... \$ \_\_\_\_\_
13. Other deductions (Schedule H) ..... \$ \_\_\_\_\_
14. Total Deductions (Add lines 12 and 13) ..... \$ \_\_\_\_\_
15. Deductions allowable in Oklahoma (% on line 9 multiplied by line 14) ..... \$ \_\_\_\_\_

### TAX COMPUTATION:

16. Net estate in Oklahoma (Line 11 minus Line 15) ..... \$ \_\_\_\_\_
17. Amount passing to lineal heirs ..... \$ \_\_\_\_\_
18. Amount passing to collateral heirs ..... \$ \_\_\_\_\_
19. Less exemption allowed (See chart on the back of this page) x (Line 9 \_\_\_\_\_%) ..... \$ \_\_\_\_\_
20. Net estate subject to tax ..... \$ \_\_\_\_\_
21. Tax: Lineal \$ \_\_\_\_\_ Collateral \$ \_\_\_\_\_ Total \$ \_\_\_\_\_
22. Less: Credit for prior tax paid (Attach Form PTP) ..... \$ \_\_\_\_\_
23. Net Oklahoma estate tax per section 802 ..... \$ \_\_\_\_\_
24. Additional tax to absorb allowable Federal credit (Section 804)  
 Oklahoma's pro rata share  
 (Line 9) \_\_\_\_\_% x (Federal credit) \$ \_\_\_\_\_ = \$ \_\_\_\_\_  
 Less: Amount on line 23 ..... (\$ \_\_\_\_\_ )  
 Remainder to be added ..... \$ \_\_\_\_\_
25. Total estate tax due Oklahoma (Total lines 23 and 24) ..... \$ \_\_\_\_\_
26. Interest: On payments made after due date.  
 (1 1/4% monthly effective 7/1/88 thru current) ..... \$ \_\_\_\_\_
27. Balance due (Bracket to indicate refund) ..... \$ \_\_\_\_\_

(Indicate amount remitted with return in upper right corner of Form 454)



# OKLAHOMA ESTATE TAX RETURN

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BOULEVARD  
OKLAHOMA CITY, OK 73194

This page is a recap of the values from each schedule. Carry forward to this page the total from each schedule. If nothing was shown on the schedule, indicate -0- on the appropriate line on "Summary of Schedules".

**Line 7:** If the decedent was an out-of-state resident, value of the out-of-state property must be indicated because of Oklahoma statutory requirements limiting deductions for out-of state residents.

**Line 17 and 18:** If the estate passed to lineal heirs and also collateral heirs, determine the tax separately as to each under appropriate tax tables (located on the back of Schedule J) as if there were two estates. The two amounts of tax will equal the total tax due on the decedent's estate. Unless the will otherwise provides, the tax shall be apportioned among lineal and collateral persons.

The tax on interests passing to collateral persons shall be apportioned in the proportion that the value of interest received by each collateral person bears to the total of the interests passing to all collateral persons.

The tax on interests passing to lineal persons shall be apportioned in the proportion that the value of interest received by each lineal person bears to the total of all interests passing to lineal persons.

The values used in determining the tax shall be used for that purpose.

**Line 19: Lineal Exemption:** Lineal heirs only for deaths prior to January 1, 2007. (Amount should be prorated per Title 68 O.S. 809 (D).

1. For the estate of a decedent who dies before January 1, 1999, the exemption shall be One Hundred Seventy-five Thousand Dollars (\$175,000.00);
2. For the estate of a decedent who dies on or after January 1, 1999, and before January 1, 2000, the exemption shall be Two Hundred Seventy-five Thousand Dollars (\$275,000.00);
3. For the estate of a decedent who dies on or after January 1, 2000, and before January 1, 2001, the exemption shall be Four Hundred Seventy-five Thousand Dollars (\$475,000.00);
4. For the estate of a decedent who dies on or after January 1, 2001, and before January 1, 2002, the exemption shall be Six Hundred Seventy-five Thousand Dollars (\$675,000.00);
5. For the estate of a decedent who dies on or after January 1, 2002, and before January 1, 2004, the exemption shall be Seven Hundred Thousand Dollars (\$700,000.00);
6. For the estate of a decedent who dies on or after January 1, 2004, and before January 1, 2005, the exemption shall be Eight Hundred Fifty Thousand Dollars(\$850,000.00);
7. For the estate of a decedent who dies on or after January 1, 2005, and before January 1, 2006, the exemption shall be Nine Hundred Fifty Thousand Dollars (\$950,000.00); and
8. For the estate of a decedent who dies on or after January 1, 2006, and before January 1, 2007, the exemption shall be One Million Dollars (\$1,000,000.00).

**Line 19: Lineal and Collateral Exemption:**

9. For the estate of a decedent who dies on or after January 1, 2007, and before January 1, 2008, the exemption shall be a total of One Million Dollars (\$1,000,000.00) for both lineal and collateral heirs.
10. For the estate of a decedent who dies on or after January 1, 2008, and before January 1 2009, the exemption shall be a total of Two Million Dollars (\$2,000,000.00) for both lineal and collateral heirs.
11. For the estate of a decedent who dies on or after January 1, 2009, and before January 1, 2010, the exemption shall be a total of Three Million Dollars (\$3,000,000.00) for both lineal and collateral heirs.

**Line 21:** If heirs are both lineal and collateral, record each tax separately on Line 21 and show the total tax.

**Line 22:** If property included in the Estate has been taxed in a prior estate in Oklahoma within the last ten (10) years there is a credit allowed as per Title 68, Section 802.1. (Form 454-PTP) The credit is 100% within the first two years; 80% from two to four years; 60% from four to six years; 40% from six to eight years; 20% from eight to ten years.

**Line 24:** To be used only when Oklahoma's pro rata share of the Credit for State Death Tax allowable on the Federal return (Form 706) exceeds the Oklahoma tax as shown on line 23.

**Line 26:** Oklahoma Estate Tax does not impose a penalty for late filing or late payment. However, interest accrues on all taxes not paid within nine months of the date of death.

Estate of: \_\_\_\_\_

**SCHEDULE A-1  
REAL ESTATE**

County of Probate: \_\_\_\_\_

Item Number	Legal Description and Street Address	County Located (1)	Alternate Value (2)	Value at Date of Death (3)

*(If more space is required, attach additional sheets, marking same as Schedule A-1)*

**Total of column 2 or column 3 (as applicable): \$ \_\_\_\_\_**

Accrued Rents: Property rented (Item number above)	Time period Accrued:		Amount
	From	To	
			\$
Total accrued rent			\$
Total of valuation and accrued rents			\$

**(Carry total to Schedule A-2)**



# OKLAHOMA ESTATE TAX RETURN

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BOULEVARD  
OKLAHOMA CITY, OK 73194

## INSTRUCTIONS FOR SCHEDULE A-1

### DESCRIPTION:

Give complete legal description of each parcel or tract of real property in the State of Oklahoma of which the decedent seized or possessed, including the homestead. If town or city property, give street number as well as lot and block number.

### JOINTLY OWNED PROPERTY:

Include decedent's interest in jointly owned property. Identify the property and list name of joint owner. Mortgages against the real estate should be listed as deductions on Schedule G.

Provide the relationship to decedent of each joint tenant on real estate shown on Schedule A-1.

### PROPERTY SOLD:

Provide a copy of the signed sales contract for real estate or a court order approving the sale.

### RESIDENTIAL PROPERTY:

On residential property, please provide a copy of County Assessor's field card. Per Oklahoma statutes this value cannot be accepted alone, however, it provides information which will expedite the audit.

### PARTIAL INTERESTS:

Anytime a partial interest is shown on the return, provide documentation as to how partial interest originated. Documentation should consist of any deeds and support for who provided contribution toward purchase. If property was acquired through gift or inheritance, provide a copy of the gift tax return or final decree.

### ALTERNATE VALUATION:

If alternate valuation has been elected, value of all Schedule A-1 property should be valued as of a date (6) six months from the date of death. This election will not affect the valuation of any accrued rents or growing crops.

### LIFE INTERESTS:

Give a complete legal description of each parcel on which decedent owned a life interest.

If decedent reserved a life interest, value at full value as of date of death.

If decedent was recipient of life interest from someone else, show property on return and value at -0- value.

### DISCLAIMED INTEREST:

Any heir or surviving joint tenant may disclaim any interest in property. Joint tenancy interests are subject to O.S. 60 Section 751 et seq. Joint tenancy disclaimers shall be effective upon being filed in the Office of the County Clerk. Other interests passing by will, intestate succession, etc are subject to Title 84 Section 25. The disclaimers under Title 84 shall be effective upon being filed in district court.

A certified copy of the disclaimer must accompany the estate tax return.

### ACCRUED RENTS:

Any accrued interest, rents, or growing crops are to be shown on return valued as of date of death.



**SCHEDULE A-2**  
**OIL, GAS, & MINERALS**

**Estate of:** \_\_\_\_\_

Oil, gas, or other mineral interest owned, leases, rentals, royalties, and leasehold interest in the state of Oklahoma - Indicate whether production is oil, gas, or other minerals.

Item Number	Complete Legal Description Character of Interest Percent of Interest Owned	Annual Income (1)	Alternate Value (2)	Value at Date of Death (3)
<i>(If more space is required, attach additional sheets, marking same as Schedule A-2)</i>  Income derived from producing properties from DOD to alternate value date			<b>Totals</b>	\$

Total Schedule A-2 (Column 2 or 3 as applicable)	
Total Schedule A-1	
Total Schedule A (carry to line 1 on "Summary of Schedules")	



# OKLAHOMA ESTATE TAX RETURN

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BOULEVARD  
OKLAHOMA CITY, OK 73194

## INSTRUCTIONS FOR SCHEDULE A-2

### MINERALS:

Oil, gas, or mineral leases, rentals, royalties, and leasehold interest in the State of Oklahoma. Include decedent's interest in jointly owned mineral properties.

List name of joint owner.

Attach schedules to appraised values of producing royalties and working interest.

### DESCRIPTION:

Provide the complete legal description of each mineral interest shown on Schedule A-2.

Provide the exact mineral acres the decedent owned in each tract shown on Schedule A-2.

Please explain your calculation for any mineral interest.

### VALUATION:

In the absence of an evaluation of mineral value by a geologist or petroleum engineer, the minimum value to be reported is:

- a. Producing minerals: except as noted, oil income should be valued at 48 times the average monthly income for the six (6) months before to six (6) months after the date of death. Gas income should be valued at 84 times the average monthly income for the six (6) months before to six (6) months after the date of death. The Oklahoma Tax Commission shall not be bound by the submitted evaluation.
- b. Non-producing leased: for leased properties, the value should be one and one half (1 1/2) times the lease bonus if the last lease was made within one (1) year of the date of death.
- c. Non-producing non-leased: these values can be obtained by calling the Estate Tax Section at the Oklahoma Tax Commission. These values change on a monthly basis.

### ALTERNATE VALUATION:

If alternate valuation has been elected, value of all Schedule A-1 property should be valued as of a date six (6) months from the date of death.

When alternate valuation is elected, it is necessary to show the value of any production that has occurred during a time period from date of death to alternate valuation date.

### DISCLAIMED INTEREST:

Any heir or surviving joint tenant may disclaim any interest in property. Joint tenancy interests are subject to O.S. 60 Section 751 et seq. Joint tenancy disclaimers shall be effective upon being filed in the Office of the County Clerk. Other interests passing by will, intestate succession, etc are subject to Title 84 Section 25. The disclaimers under Title 84 shall be effective upon being filed in district court.

A certified copy of the disclaimer must accompany the estate tax return.

**SCHEDULE B  
STOCKS AND BONDS**

Estate of: \_\_\_\_\_

Item Number	<b>Description</b> <u>Bonds include</u> - face value, certificate number and issue date. <u>Stocks include</u> - par value, number of shares and stock number. <u>Mutual Funds include</u> - number of shares.	Unit Value E/EE Bonds and H Bonds Face Value	Alternate Value	Value at Date of Death plus Accrued Interest and Dividends
Total (carry to line 2 on "Summary of Schedules")			\$	\$

*(If more space is required, attach additional sheets, marking same as Schedule B)*



# OKLAHOMA ESTATE TAX RETURN

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BOULEVARD  
OKLAHOMA CITY, OK 73194

## INSTRUCTIONS FOR SCHEDULE B

### STOCKS AND BONDS:

- Bonds:** Enter name of issuing corporation together with number and date of all bonds, including U.S. Savings Bonds.
- Stocks:** Enter name of corporation and number of shares. Include decedent's interest in stocks and bonds held jointly with others. List name of joint owner or beneficiary.
- Mutual Funds:** Enter name of fund and number of shares. Include decedent's interest in mutual funds held jointly with others. List name of joint owner or beneficiary.

Provide denominations and issue date for the series E and/or EE bonds shown on Schedule B. Series H bonds should be valued at face value plus any accrued interest to date of death.

### VALUATION:

Provide a brokers statement for any stocks, mutual funds and/or bonds held by a transfer agent or brokerage firm, showing number of shares owned and value of each. Also show individual bonds held and value of each.

### CLOSELY HELD CORPORATION:

Provide balance sheets and income statements for three (3) years prior to decedent's date of death for any closely held corporation shown.

On any closely held corporation provide Federal Form 1120 or 1120S for three (3) years prior to date of death.

### SOLE PROPRIETORSHIP:

Provide balance sheets and income statements for three (3) years prior to decedent's date of death for any sole proprietorship shown.

On any sole proprietorship provide Federal Income Tax Returns (form 1040) for three (3) years prior to date of death.

### ALTERNATE VALUATION:

If alternate valuation is elected, value of all Schedule B should be valued as of a date six (6) months from the date of death. Any accrued interest or change in status of any item on schedule B during this six (6) months period should not be shown on the return.

### JOINT TENANCY:

Joint tenancy property must be valued at full value on the return unless the surviving joint tenant's interest is supported by documentation of contributions made with funds separate from the decedent's. This documentation must be accompanied by a sworn affidavit from the surviving joint tenant which sets forth the facts and supports the claim. [Title 68 O.S., Sec. 807 (A) (4).]

### DISCLAIMED INTEREST:

Any heir or surviving joint tenant may disclaim any interest in property. Joint tenancy interests are subject to O.S. 60 Section 751 et seq. Joint tenancy disclaimers shall be effective upon being filed in the Office of the County Clerk. Other interests passing by will, intestate succession, etc are subject to Title 84 Section 25. The disclaimers under Title 84 shall be effective upon being filed in district court.

A certified copy of the disclaimer must accompany the estate tax return.

### EXEMPT BONDS:(EXAMPLES OF EXEMPT BONDS)

Oklahoma Turnpike Bonds [See Title 69 O.S. Sec. 1701], 1993 issue of Oklahoma Building Bonds and College Savings Bonds [See Title 69 O.S. Sec. 1714 and Title 62 O.S., Sec. 57.305(C).], Oklahoma General Obligation Bonds (OK Bid Bonds of 1992 Series A and Series B) [See Title 62 O.S. Sec. 57.300], Oklahoma Municipal Power Authority Revenue Bonds [See Title 11 O.S. Sec. 24], Oklahoma Industrial Authority Revenue Bonds [See Title 62 O.S. Sec. 659], and Oklahoma Capitol Improvement Authority Bonds. [See Title 73 O.S. Sec. 168.6 and Title 73 O.S. Sec. 177.1], are exempt from Oklahoma Estate Tax. Other Bonds may be exempt. Refer to statutes cited on the face of Bonds issued.

Estate of: \_\_\_\_\_

SCHEDULE C-1  
INTANGIBLE PERSONAL PROPERTY

Item Number	Description of Item (include account number)	Name of Bank, Trustee or Debtor and Complete Address	Joint Tenants/ Beneficiary Names	Accrued Interest	Total Principal and Accrued Interest
<b>Total</b> (carry total to Schedule C-2)				\$	\$

*(If more space is required, attach additional sheets, marking same as Schedule C-1)*



# OKLAHOMA ESTATE TAX RETURN

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BOULEVARD  
OKLAHOMA CITY, OK 73194

## INSTRUCTIONS FOR SCHEDULE C-1

### INTANGIBLE PERSONAL PROPERTY:

List all cash on hand or on deposit, notes, mortgages, accounts receivable due at date of death, contracts of sale and decedent's interest in partnerships located both within and without the State of Oklahoma.

Due date of notes and mortgages should be clearly shown, together with accrued interest from last payment to the date of death.

Include decedent's interest in joint accounts, deposits, etc. List name(s) of joint owner(s).

### BANK ACCOUNTS:

Provide documentation for balances at date of death for all out-of-state bank accounts.

On all bank accounts list name and address of any joint tenant/beneficiary, account number, and the name and address of the financial institution in which the account is held.

### ANNUITY:

Provide a statement from company issuing annuity.

### ACCOUNTS RECEIVABLE:

On all accounts receivable, notes, and mortgages provide documentation showing balance due at date of death, name and address and relationship of debtor.

### PARTNERSHIP:

On any partnership shown provide balance sheets and income statements for three (3) years prior to date of death.

Also provide copies of the Federal Form 1065 including Schedule K for three (3) years prior to date of death.

### JOINT TENANCY PROPERTY:

Joint tenancy property must be valued at full value on the return unless the surviving joint tenant's interest is supported by documentation of contributions made with funds separate from the decedent's. This documentation must be accompanied by a sworn affidavit from the surviving joint tenant which sets forth the facts and supports the claim. [Title 68 O.S., Sec. 807 (A) (4).]

### DISCLAIMED INTEREST:

Any heir or surviving joint tenant may disclaim any interest in property. Joint tenancy interests are subject to O.S. 60 Section 751 et seq. Joint tenancy disclaimers shall be effective upon being filed in the Office of the County Clerk. Other interests passing by will, intestate succession, etc are subject to Title 84 Section 25. The disclaimers under Title 84 shall be effective upon being filed in district court.

A certified copy of the disclaimer must accompany the estate tax return.

### WRONGFUL DEATH CLAIM:

Provide a copy of the settlement statement for any wrongful death claim filed on the decedent.

### TAXABLE STATUS:

Intangible personal property follows the domicile of the decedent, except any intangible personal property used in connection with any established business, having a business situs in this state including, the interest of such non resident in a partnership the business of which is conducted in this state or the majority of assets of which are located in this state, is includable in the Oklahoma Estate Tax Return on Schedule C-1. [Title 68 O.S., Sec. 807 (7).]

Estate of: \_\_\_\_\_

SCHEDULE C-2  
TANGIBLE PERSONAL PROPERTY  
AND MISCELLANEOUS PROPERTY

Item Number	Description and Location	Alternate Value (1)	Value at Date of Death (2)
<b>Totals</b>		\$	\$

*(If more space is required, attach additional sheets, marking same as Schedule C-2)*

Total Schedule C-2 (Column 2 or 3 as applicable)	\$	
Total Schedule C-1	\$	
Total Schedule C (carry to line 3 on "Summary of Schedules")	\$	



# OKLAHOMA ESTATE TAX RETURN

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BOULEVARD  
OKLAHOMA CITY, OK 73194

## INSTRUCTIONS FOR SCHEDULE C-2

### TANGIBLE PERSONAL PROPERTY:

List each item of decedent's personal property such as household furniture, silverware, pictures, works of art, books, jewelry, wearing apparel, livestock, automobiles, trucks, tools, farm implements, farm products, building on leased premises, stocks of merchandise, etc.

Include decedent's interest in property held jointly with others. List name of joint owner(s).

### PROPERTY SOLD:

Provide a copy of documentation of sale or court order approving the sale.

### MOTOR VEHICLES:

Provide the make and model (including Vehicle Identification Number if possible) for any automobile(s), tractor(s) or other motor vehicle shown on Schedule C-2.

### ACCOUNTS RECEIVABLE:

On all accounts receivable, notes, and mortgages provide documentation showing balance due at date of death, name, address and relationship of debtor.

### HOUSEHOLD FURNITURE:

Provide an inventory of decedent's personal property.

### ART WORK AND COLLECTIBLES:

For works of art, books, and jewelry, etc., provide a qualified appraisal.



Estate of: \_\_\_\_\_

SCHEDULE D  
LIFE INSURANCE

Item Number	Insurance Company Policy Number Owner's Name	Beneficiary	Face Value	Amount Received
<b>Total</b> (carry total to line 4 on "Summary of Schedules")			\$	\$

*(If more space is required, attach additional sheets, marking same as Schedule C-1)*

Was there any insurance on the life of the decedent that was not included on this return?

Yes \_\_\_\_\_ No \_\_\_\_\_ If yes, submit documentation.



## INSTRUCTIONS FOR SCHEDULE D

### LIFE INSURANCE:

List policies of insurance held on the life of the decedent. (Use Schedule C-1 for annuity contracts)

List the name of all beneficiaries and give their relationship to the decedent.

List face value of policy and the amount actually paid by the insurance company.

List all life insurance policies upon which the decedent owned any interest on the life of someone else.

Estate of: \_\_\_\_\_

**SCHEDULE E  
TRANSFER DURING LIFETIME**

Item Number	Legal Description or Character of Transferred Property	Date of Transfer	Name and Address of Transferee. Relationship to Decedent	Alternate Value (1)	Value at Date of Death (2)
<b>Total</b>				\$	\$

*(If more space is required, attach additional sheets, marking same as Schedule E)*

Total Schedule E (column 1 or 2 as applicable) (carry to line 5 on "Summary of Schedules")..... \$ \_\_\_\_\_

Has the decedent filed federal gift tax returns (form 709) within the last three (3) years?  
If yes, submit copies. ....

Yes	No

**SECTION I - RIGHT OR INTEREST RETAINED**

Did the decedent at anytime make a transfer, by trust or otherwise, which was not a bona fide sale for an adequate consideration in money or money's worth in which:

- A. The decedent retained a life estate? .....
- B. Possession or enjoyment of the property through ownership can be obtained only by surviving the decedent and the decedent retained a reversionary interest? .....
- C. The decedent retained the power, alone or in conjunction with any other person to alter, amend, revoke, or terminate the transfer? .....


**SECTION II - CONTEMPLATION OF DEATH**

Did the decedent within three (3) years immediately preceding death, by trust or otherwise, for less than an adequate consideration in money or money's worth:

- A. Transfer an interest in property? .....
- B. Relinquish a power? .....
- C. Exercise a general power of appointment? .....


If the answer to any of the above questions is "yes", furnish the above information to each transfer.



# OKLAHOMA ESTATE TAX RETURN

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BOULEVARD  
OKLAHOMA CITY, OK 73194

## INSTRUCTIONS FOR SCHEDULE E

### TRANSFER OF ASSETS BEFORE DATE OF DEATH:

List hereunder all transfer of property, real, personal, or mixed, or any interest therein, made by decedent which were intended to take effect in possession or enjoyment at or after death, regardless of the date of the transfer.

List hereunder all transfer of property, real, personal, or mixed, or any interest therein, either in trust or by deed, bargain, sale, or gift, where such transfers were made without an equivalent in monetary consideration, within three (3) years of the death of the decedent.

Provide the name, relationship to decedent, and a complete address of each transferee shown on Schedule E.

Provide a complete legal description of each parcel of real estate shown on Schedule E.

Provide a complete legal description with mineral acres owned for each mineral interest shown on Schedule E.

**SCHEDULE F  
PROPERTY NOT TAXABLE  
IN OKLAHOMA**

Estate of: \_\_\_\_\_

<b>Real estate, mineral interests, leases, and royalties</b> - Gross value outside Oklahoma		\$
<b>Personal Property:</b>	Tangible Property	\$
	Intangible Property	\$
<b>Total Gross estate not taxable in Oklahoma</b> (carry to page 2, line 7)		\$

**SCHEDULE G  
DEBTS, MORTGAGES, AND TAXES  
DUE AND UNPAID AT DEATH**

Item Number	Name of Creditor	Description of Claim or of Property Pledged	Amount Unpaid at Date of Death	Amount Claimed as a Deduction
<b>Total Debts and Mortgages</b> (carry total to line 12 on "Summary of Schedules")			\$	\$

*(If more space is required, attach additional sheets, marking same as Schedule G)*



# OKLAHOMA ESTATE TAX RETURN

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BOULEVARD  
OKLAHOMA CITY, OK 73194

## INSTRUCTIONS FOR SCHEDULE F

### PROPERTY HAVING A TAXABLE SITUS OUTSIDE THE STATE OF OKLAHOMA:

List total gross value of all real estate, or any interest therein, and all personal property having a taxable situs outside the State of Oklahoma. Debts and mortgages should be listed under deduction, Schedule G.

A statement of the value of the property located outside the State is required only for the purpose of arriving at the percentage of deduction and exemption allowed by statute in computing tax liability of the Oklahoma estate.

All intangible personal property of the decedent follows domicile of the decedent and is taxable there.

All other property is taxable based upon its physical location.

## INSTRUCTIONS FOR SCHEDULE G

### DEBTS, MORTGAGES, AND TAXES DUE AND UNPAID AT DEATH:

Debts should be decreased by any amount paid by credit life insurance. Any excess of credit life insurance should be listed on Schedule D.

All medical debts should be decreased by any amount covered by Medicare or health insurance.

List all valid debts of the decedent due and owing at the date of death.

Only property taxes owed on Oklahoma real estate which have been assessed before decedent's death are deductible on the Oklahoma tax return.

Only unpaid Federal gift taxes on gifts made by the decedent are deductible.

Federal and State estate taxes and interest and penalty on the decedent's estate are not deductible.

Any debt claimed on the estate tax return, upon which the decedent was a co-signer, must have a corresponding asset shown in the estate as a claim against the original party of the note.

Estate of: \_\_\_\_\_

**SCHEDULE H-1  
ADMINISTRATION AND  
FUNERAL EXPENSES**

Item Number	Description	Amount Actually Expended
1.	Funeral Expenses	\$
2.	Monument (\$500) Maximum)	\$
3.	Executors' Commissions (Court approved and paid)	\$
4.	Attorney Fees (Court approved and paid)	\$
5.	Miscellaneous Expenses (Administration expense, court costs, etc.)  List:	\$
<b>Total Schedule H-1</b>		<b>\$</b>

**SCHEDULE H-2  
BEQUESTS: CHARITABLE,  
RELIGIOUS, AND EDUCATIONAL**

1. A. If the transfer was made by will, has any action been instituted to have the will interpreted or to contest the will or any provisions thereof effecting the charitable deductions claimed in this schedule.
- B. According to the information and belief of the person or persons filing the return, is any such action designed or contemplated? If "yes," full details must be submitted with this schedule.
2. Did any property pass to charity as the result of a qualified disclaimer? If "yes," attach a copy of the written disclaimer.

Yes	No

Item Number	Name and Address of Organization	Character of Organization	Paragraph of Will or Trust	Amount
<b>Total Schedule H-2</b>				<b>\$</b>

*(If more space is required, attach additional sheets, marking same as Schedule H-2)*

Total Schedules H-1 and H-2 (Carry total to line 13 on "Summary of Schedules") \$ \_\_\_\_\_



# OKLAHOMA ESTATE TAX RETURN

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BOULEVARD  
OKLAHOMA CITY, OK 73194

## INSTRUCTIONS FOR SCHEDULE H

### OTHER DEDUCTIONS:

List in detail the deductions allowed. See Title 68 O.S., Sec. 808.

To facilitate the commission's prompt assessment of the tax, care should be exercised in supplying all details, such as stating the exact nature of the service rendered by attorneys where fees are claimed in addition to customary fees.

All deductions claimed must be actual amount paid. No estimated deductions are allowed.

The statutory amount allowable for a monument or marker shall not exceed \$500.

The statutory amount allowable for burial lot, crypt or mausoleum is \$1,000.

Administration expenses must actually be paid. Estimated expenses are not allowable.

Executor's or administrator's fees must not exceed the statutory allowance.  
[Title 58 O.S., Sec. 527]

### BUSINESS EXPENSES:

The cost of continuing operation of a business are not an allowable deduction on the Estate Tax Return. These expenses must be taken on the Fiduciary Tax Return.

If the business is being closed or terminated within the next fiscal year after the date of death, the cost of closing the business is an allowable deduction.

### CHARITABLE DEDUCTIONS:

For a charitable deduction to be allowed on the Oklahoma Estate Tax Return it must be at the direction of the decedent through either decedent's will or trust.



**SCHEDULE I-1  
PROPERTY PASSING TO  
SURVIVING SPOUSE**

Estate of: \_\_\_\_\_

Name of surviving spouse: \_\_\_\_\_ Age: \_\_\_\_\_

Yes	No

1. Did any property pass to the surviving spouse as a result of a qualified disclaimer?
2. Was there an election on the Federal Estate Tax Return (form 706) under section 2056 (b)(7) QTIP?  
If yes, list the QTIP information on Schedule I-2. You must complete the life estate computation on Schedule I-2 because Oklahoma does not recognize a QTIP deduction. See OAC 710:35-5-61.
3. Has the spouse elected or contemplated to take against the will?

**Part 1 - Property Interest Passing to the Surviving Spouse "Not subject" to a QTIP**

Item Number	Description of Property Passing to the Surviving Spouse	Out-of-State Property	Property in Oklahoma
	Less: Debts and Expenses (Charged to spouse)		
Total Part 1 if spouse received a life estate, carry total forward and combine with Part 2. If not, carry total to line 10 on "Summary of Schedules"		\$	\$

*(If more space is required, attach additional sheets, marking same as Schedule I-1)*



# OKLAHOMA ESTATE TAX RETURN

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BOULEVARD  
OKLAHOMA CITY, OK 73194

## INSTRUCTIONS FOR SCHEDULE I

### PROPERTY PASSING TO SURVIVING SPOUSE:

All property passing outright to the surviving spouse is exempt from Oklahoma Estate Tax.

Property in which the surviving spouse receives only a life estate or a term interest is only partially exempt from Oklahoma Estate Tax.

The amount passing to the surviving spouse shall be reduced by debts and charges on the properties passing to the surviving spouse.

Oklahoma does not recognize a QTIP. A life estate should be calculated for the value of the QTIP property shown on the federal return, and the remainder taxed accordingly.

### COMMON-LAW SPOUSE:

Provide judicial determination of the common-law spouse.

### DISCLAIMED INTEREST:

Any heir or surviving joint tenant may disclaim any interest in property. Joint tenancy interests are subject to O.S. 60 Section 751 et seq. Joint tenancy disclaimers shall be effective upon being filed in the Office of the County Clerk. Other interests passing by will, intestate succession, etc are subject to Title 84 Section 25. The disclaimers under Title 84 shall be effective upon being filed in district court.

A certified copy of the disclaimer must accompany the estate tax return.

Estate of: \_\_\_\_\_

**SCHEDULE I-2  
PART 2**

Item Number	Description of Property Interest Passing to the Surviving Spouse, Describe Portion of Estate for which Election was made.	Out-of-State Property (1)	Property in Oklahoma (2)
<b>Gross Value</b>		\$	\$

*(If more space is required, attach additional sheets, marking same as Schedule I-2)*

**Life estate computation:**

Gross value of QTIP, Oklahoma amount (Column 2, after deductions).....	\$
Percentage per section 817 (Annual equivalent).....	X      5%
Annual income factor.....	\$
Age factor from American Experience Table at 5% ..... <small>(Column 3 of American Experience Table)</small>	\$
Total part 2 (Value of life estate).....	\$
Total Part 1	\$
Total Part 2	\$
Total Schedule I (Carry to line 10 on "Summary of Schedules")	\$

Estate of: \_\_\_\_\_

**SCHEDULE J  
DISTRIBUTION**

Name, Address and Social Security Number	Age and Relationship	Net value of Share or Value of Property Set Aside <small>(only property taxable in Oklahoma)</small>	
		Collateral Heirs	Lineal Heirs
		<b>Totals</b>	
		\$	\$

*(If more space is required, attach additional sheets, marking same as Schedule J)*

**Examples of Heirs:**

**Lineal:** Decedent’s parents, children, step-children, grandchildren, and great grandchildren.

**Collateral:** Decedent’s step-parents, brother, sister, aunt, uncle, step-grandchildren, nephew, niece, friend, pets, and others.

Tax tables on back of Schedule J.

Carry amounts passing to heirs forward to lines 17 and 18 on “Summary of Schedules”.

## TAX TABLE FOR LINEAL HEIRS

(All heirs use this table for deaths beginning January 1, 2007)

Taxable Estate Equal to or More than	Taxable Estate Less than	Tax on Amount in Column 1	Rate of Tax on Excess Over Amount in Column 1
\$ -0-	\$ 10,000.00	\$ -0-	0.5%
10,000.00	20,000.00	50.00	1%
20,000.00	40,000.00	150.00	1.5%
40,000.00	60,000.00	450.00	2%
60,000.00	100,000.00	850.00	2.5%
100,000.00	250,000.00	1,850.00	3%
250,000.00	500,000.00	6,350.00	6.5%
500,000.00	750,000.00	22,600.00	7%
750,000.00	1,000,000.00	40,100.00	7.5%
1,000,000.00	3,000,000.00	58,850.00	8%
3,000,000.00	5,000,000.00	218,850.00	8.5%
5,000,000.00	10,000,000.00	388,850.00	9%
10,000,000.00		838,850.00	10%

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## TAX TABLE COLLATERAL HEIRS

(For deaths prior to January 1, 2007)

Taxable Estate Equal to or More than	Taxable Estate Less than	Tax on Amount in Column 1	Rate of Tax on Excess Over Amount in Column 1
\$ -0-	\$ 10,000.00	\$ -0-	1%
10,000.00	20,000.00	100.00	2%
20,000.00	40,000.00	300.00	3%
40,000.00	60,000.00	900.00	4%
60,000.00	100,000.00	1,700.00	5%
100,000.00	250,000.00	3,700.00	6%
250,000.00	500,000.00	12,700.00	13%
500,000.00	1,000,000.00	45,200.00	14%
1,000,000.00		115,200.00	15%

# OKLAHOMA TABLE

Based on American Experience Table with interest at 5%.  
Table for Computing Life Estates and Terms of Years for Purpose of Taxation.  
Prepared by the Oklahoma Estate Section of the Oklahoma Tax Commission.

1	2	3 <sup>1</sup>	4	1	2	3	4
Age with columns No. 2 and No. 3, also number of years with column No. 4.	Expectancy of life, American experience table.	Annuity or present value of \$1 @ 5% interest due the end of each year during the life of a person of specified age, American experience table.	Discount table, Present value of \$1 @ 5% interest paid annually at the end of various years.	Age with columns No. 2 and No. 3, also number of years with column No. 4.	Expectancy of life, American experience table.	Annuity or present value of \$1 @ 5% interest due the end of each year during the life of a person of specified age, American experience table.	Discount table, Present value of \$1 @ 5% interest paid annually at the end of various years.
1	...	...	.952381	41	27.45	13.54430	17.294365
2	...	...	1.859410	42	26.72	13.36528	17.423205
3	...	...	2.723248	43	25.99	13.17891	17.545909
4	...	...	3.545950	44	25.27	12.98494	17.662770
5	...	...	4.329476	45	24.54	12.78344	17.774067
6	...	...	5.075691	46	23.81	12.57414	17.880064
7	...	...	5.786372	47	23.08	12.35728	17.981013
8	...	...	6.463211	48	22.35	12.13275	18.077155
9	...	...	7.107820	49	21.63	11.90076	18.168719
10	48.72	16.50475	7.721733	50	20.91	11.66175	18.255923
11	48.09	16.46076	8.306412	51	20.20	11.41594	18.338974
12	47.45	16.41469	8.863249	52	19.49	11.16361	18.418070
13	46.80	16.36642	9.393570	53	18.79	10.90499	18.493400
14	46.16	16.31581	9.898638	54	18.09	10.64036	18.565143
15	45.51	16.26274	10.379655	55	17.40	10.37017	18.633469
16	44.85	16.20722	10.837767	56	16.72	10.09472	18.698542
17	44.19	16.14896	11.274064	57	16.05	9.81450	18.760516
18	43.53	16.08779	11.689585	58	15.39	9.52988	18.819539
19	42.87	16.02372	12.085319	59	14.74	9.24127	18.875751
20	42.20	15.95658	12.462208	60	14.10	8.94928	18.929287
21	41.53	15.88620	12.821150	61	13.47	8.65445	18.980273
22	40.85	15.81257	13.163000	62	12.86	8.35742	19.028831
23	40.17	15.73552	13.488571	63	12.26	8.05876	19.075077
24	39.49	15.65484	13.798639	64	11.67	7.75900	19.119121
25	38.81	15.57033	14.093942	65	11.10	7.45885	19.161067
26	38.12	15.48176	14.375183	66	10.54	7.15921	19.201016
27	37.43	15.38910	14.643031	67	10.00	6.86074	19.239063
28	36.73	15.29210	14.898125	68	9.47	6.56420	19.275298
29	36.03	15.19051	15.141071	69	8.97	6.27048	19.309807
30	35.33	15.08425	15.372448	70	8.48	5.98022	19.342673
31	34.63	14.97307	15.582807	71	8.00	5.69422	19.373974
32	33.92	14.85666	15.802673	72	7.55	5.41286	19.403785
33	33.21	14.73492	16.002546	73	7.11	5.13592	19.432176
34	32.50	14.60774	16.192901	74	6.68	4.86279	19.459215
35	31.78	14.47479	16.374191	75	6.27	4.59264	19.484967
36	31.07	14.33572	16.546848	76	5.88	4.32477	19.509492
37	30.35	14.19057	16.711284	77	5.49	4.05856	19.532849
38	29.63	14.03897	16.867889	78	5.11	3.79392	19.555094
39	28.90	13.88092	17.017037	79	4.75	3.53109	19.576280
40	28.18	13.71604	17.139083	80	4.39	3.27017	19.596457

<sup>1</sup>  
See footnote at end of table.

## OKLAHOMA TABLE

Based on American Experience Table with interest at 5%.  
Table for Computing Life Estates and Terms of Years for Purpose of Taxation.  
Prepared by the Oklahoma Estate Section of the Oklahoma Tax Commission.

1	2	3 <sup>1</sup>	4	1	2	3	4
Age with columns No. 2 and No. 3, also number of years with column No. 4.	Expectancy of life. American experience table.	Annuity or present value of \$1 @ 5% interest due the end of each year during the life of a person of specified age. American experience table.	Discount table. Present value of \$1 @ 5% interest paid annually at the end of various years.	Age with columns No. 2 and No. 3, also number of years with column No. 4.	Expectancy of life. American experience table.	Annuity or present value of \$1 @ 5% interest due the end of each year during the life of a person of specified age. American experience table.	Discount table. Present value of \$1 @ 5% interest paid annually at the end of various years.
81	4.05	3.01349	19.615673	91	1.19	.64497	19.764055
82	3.71	2.76062	19.633974	92	.98	.44851	19.775290
83	3.39	2.51052	19.651404	93	.80	.28761	19.785990
84	3.08	2.26066	19.668004	94	.64	.13605	19.796181
85	2.77	2.00986	19.683813	95	..	..	19.805886
86	2.47	1.76061	19.698869	96	..	..	19.815129
87	2.18	1.51750	19.713208	97	..	..	19.823932
88	1.91	1.28611	19.726865	98	..	..	19.832316
89	1.66	1.06704	19.739871	99	..	..	19.840301
90	1.42	.85453	19.752258	100	..	..	19.847905

The following correcting factors should be added to the annuity factor set forth under column 3:

- (a) If payable semi-annually ..... .250
- (b) If payable quarterly ..... .375
- (c) If payable monthly ..... .45833

**EXAMPLES OF THE USE OF THE TABLES.** - A will gives to the widow an estate for life amounting to \$75,000 with remainder over to a son - using the age of the widow as 49 years. In column No. 3 opposite 49 in column No. 1 you will find the figures 11.90076, which is the present value of \$1.00 at 5% paid annually to a person 49 years of age. The Inheritance tax law designates 5% as the income rate. First multiply \$75,000 by 5%, which is \$3,750.00 the income for each year, then multiply \$3,750.00 by 11.90076, which is \$44,627.85, the value of the life interest to the widow. To find the remainder interest subtract \$44,627.85 life interest from \$75,000.00.

A will gives to a wife an estate of \$40,000 in trust for ten years, she receiving the income during this period with the remainder to a son in fee. In column No. 4 opposite 10 in column No. 1 you will find the figures 7.721733, which is the present value of \$1.00 at 5% annually for a term of 10 years. The Inheritance Tax law designates 5% as the income rate. First multiply \$40,000 by 5%, which is \$2,000.00, the income for each year, then multiply \$2,000.00 by 7.721733, which is \$15,443.46, the value of this estate in trust for 10 years.

To find his remainder interest subtract \$15,443.46 from \$40,000.00.

## COMPUTATION OF CREDIT FOR TAX ON PRIOR TRANSFERS

Estate of:	Date of Death:	
<b>Transferor:</b>		<b>Date of Death:</b>
<b>A</b>		
<b>B</b>		
<b>C</b>		

### PART I - TRANSFEROR'S TAX ON PRIOR TRANSFERS

Item	Transferor			Total for all Transferors (Line 14 only)
	A	B	C	
1. Gross Estate of transferor				
2. Total allowable deductions except exemption				
3. Federal estate tax paid				
4. State estate tax paid				
5. <b>Total</b> (lines 2, 3 and 4)				
6. <b>Value of transferor's estate</b> (line 1 minus line 5)				
7. Net state estate tax paid on transferor's estate				
8. Gross value of prior transfer _____ % estate transferred	%	%	%	
9. Death taxes payable from prior transfer				
10. Obligations allocable to prior transfer				
11. Marital deduction applicable to line 1 above				
12. <b>Total</b> (lines 9, 10, and 11)				
13. <b>Net value of all transfers</b> (line 8 minus line 12)				
14. <b>Net value of all transfers</b> (A, B, and C)				
15. Transferor's tax on prior transfers ([line 13 divided by line 6] x line 7 of respective estates)				



## COMPUTATION OF CREDIT FOR TAX ON PRIOR TRANSFERS

Estate of:	Date of Death:
------------	----------------

### PART II - TRANSFEREE'S ESTATE

Item	Amount
16. Transferee's gross state estate tax	\$
17. Total gross estate of transferee(s)	\$
18. Net value of all transfers (from line 14)	\$
19. <b>Transferee's reduced gross estate</b> (line 17 minus line 18)	\$
20. Total debts and deductions exclusive of marital, joint tenancy, and charitable deductions	\$
21. Transferee's adjusted reduced gross estate (line 19 minus line 20)	\$
22. Marital deduction and joint tenancy deduction, as shown in Schedule I, Form 454	\$
23. Charitable bequests as shown in Schedule H	\$
24. Charitable deduction proportion ((line 18 divided by line 17 minus line 20] x line 23)	\$
25. Reduced charitable deduction (line 23 minus line 24)	\$
26. Specific exemption	\$
27. <b>Transferee's deduction as adjusted</b> (total of lines 20, 22, 25, and 26)	\$
28. <b>Transferee's reduced taxable estate</b> ((line 19 minus line 27] x percentage located in Oklahoma)	\$
29. <b>Net tax on reduced taxable estate</b>	\$
30. <b>Transferee's tax on prior transfers</b> (line 16 minus line 29)	\$

### PART III - CREDIT ALLOWANCE

Item	Transferor			Total A, B, and C
	A	B	C	
31. Transferee's tax as apportioned (line 30)	\$	\$	\$	
32. Transferor's tax (line 15, each column)	\$	\$	\$	
33. Maximum amount allowable, each column (smaller amount, line 31 or 32)	\$	\$	\$	
34. Percentage allowed (each column)	%	%	%	
35. Credit allowable (line 33 X line 34 for each column)	\$	\$	\$	
<b>36. Total credit allowable</b> (total of all columns in line 35)				\$



# OKLAHOMA ESTATE TAX RETURN

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BOULEVARD  
OKLAHOMA CITY, OK 73194

## INSTRUCTIONS FOR COMPUTATION OF (PTP) CREDIT FOR TAX ON PRIOR TRANSFERS

### Part I:

(Lines 1-8 are based on the Estate Tax Return of the prior Decedent.)

1. This is from line 8 of the Estate Tax Return
2. This is from line 15.
3. From line 25 of the Federal Estate Tax Return.
4. This is from line 21.
5. Self-explanatory
6. Self-explanatory
7. Same as line 4.
8. This is the percentage of the net estate (calculated using the values shown on Schedule J) which was transferred to the current decedent. This net percentage is multiplied times the gross estate shown on line 1 of the PTP.
9. This is the pro rata share of the estate taxes which the current decedent was responsible for.
10. This is the pro rata share of the expenses which the current decedent was responsible for.
11. Self-explanatory
12. Self-explanatory
13. Self-explanatory
14. Total of columns A, B, and C
15. Self-explanatory (be sure to divide line 13 by line 6 and then multiply by 7.)

### Part II:

(Lines 16-23 are based on the current decedent's Estate Tax Return.)

16. This is from line 21 of the Estate Tax Return.
17. This is from line 8.
18. Self-explanatory
19. Self-explanatory
20. This is from line 14 less charitable requests
21. Self-explanatory
22. This is from line 10.
23. This is the charitable bequest portion of line 10.
24. Self-explanatory
25. Self-explanatory
26. Pro rata if out-of-state - \$175,000.00 if not - or whatever the amount was.
27. Self-explanatory
28. Self-explanatory
29. Actual Estate Tax Rate for the value on line 28 above.
30. Self-explanatory
31. Self-explanatory
32. Self-explanatory
33. Self-explanatory
34. Percentage allowed based on the time period between deaths:

0-2 years	=	100%
2-4 years	=	80%
4-6 years	=	60%
6-8 years	=	40%
8-10 years	=	20%
10+	=	0%
35. Self-explanatory



## LOOKING FOR ADDITIONAL INFORMATION?

No matter what the tax topic, from ad valorem taxes to sales tax rates and estate taxes to vehicle tag agent information, the Oklahoma Tax Commission has many formats available for you to get any additional information you might need.

### Give Us a Call or Visit!

#### Oklahoma Tax Commission Offices

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### Visit Us on the World Wide Web!

Our website address is: **[www.tax.ok.gov](http://www.tax.ok.gov)**

Not only will you find forms, publications, motor vehicle information and everything in between, but you are also able to reach us via the email addresses at the bottom of each page.

Use the email options to send us any questions you have that are not answered on the web site.

For various tax questions, address your email to: **[otcmaster@tax.ok.gov](mailto:otcmaster@tax.ok.gov)**

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