

Tax Year 2015 Oklahoma e-File Testing Procedures & Scenarios

The Oklahoma Tax Commission (OTC) is providing the criteria for 6 test scenarios, 4 resident and 2 nonresident (see below). Vendors will create their own test returns. If a schedule/form included in a test return is not supported, submit the test return without the form/schedule. Advise OTC of all limitations of your software package. Do not omit any test return unless you do not support the main form.

The criteria for each test scenario provides the minimum information needed to prepare the appropriate forms and schedules. Additional income, deductions, credits, etc. may be added unless otherwise stated. Some knowledge of tax law and tax preparation is necessary to correctly prepare the returns.

All test returns must include complete Federal return, including Forms W-2s and/or 1099s.

You will need to match all returns in the same transmission before you pass testing. Please transmit all returns each time you transmit. You will need to test all products.

Before Transmitting Test Returns:

1. Submit the Letter of Intent which can be found on our website - www.tax.ok.gov Tax Preparers & Software Developers page under the Tax Professionals tab.
2. You will receive a confirmation that we have received your information. Once testing is open and you have received the confirmation you may transmit your test returns.

Send your information or questions to Joan Korthanke at jkorthanke@tax.ok.gov. We will correspond with you by e-mail concerning any errors. When you complete your testing and have been approved you will receive an e-mail stating you have passed.

Test Scenarios

Test Scenario 1

Oklahoma Form: 511

Taxpayer Information:

Jane Doe (SSN: 400-00-5001)
1515 Kingsridge Drive, Apt 105
Oklahoma City OK 73170

Jane was a full-year Oklahoma resident. She files as single and claims her own personal exemption.

Income:

- Jane's taxable wages were less than \$10,000. Her W-2 indicates Oklahoma withholding.
- She had no other sources of income.

Credits:

- Jan qualifies for Earned Income Credit.
- She does not qualify for Form 538S. (She and her roommate's combined income exceeded the gross household income limit.)

Additional Information:

- Her overpayment (Form 511, line 34) should be at least \$10. She would like to donate \$5 to one of the organizations on Schedule 511-G and receive the rest of the overpayment by direct deposit into her savings account.

Test Scenario 2

Oklahoma Forms: 511 & 511CR

Taxpayer Information:

John Smith (SSN 400-00-5004)
Sue Smith (SSN 400-00-5014)
4102 Shiloh Ave.
Enid, OK 73703

John and Sue were full-year Oklahoma residents. They file married filing joint. Both John and Sue are at least 65 years old.

Income:

- John received two Forms 1099-R reporting retirement income. One indicates Oklahoma withholding, one does not.
- They had \$1,200 of net out-of-state rental income.

Credits:

- The Smiths qualify for at least one credit on Form 511CR. Include a PDF attachment of any supporting documentation required.

Additional Information:

- Their return results in a balance due which will be paid by direct debit from their checking account on 04/20/16.
- The Smiths use a paid tax-preparer. Check the box to allow OTC to speak to the tax preparer.
- The Smiths would like to submit four 2016 estimated tax payments as part of their return. The payments will be debited from the same account as their 2015 tax due.

Test Scenario 3

Oklahoma Forms: 511 & 538-S

Taxpayer Information:

Bill Johnson Jr. (SSN: 400-00-5008)
PO Box 132
Fairview, OK 73737

Bill was a full-year Oklahoma resident who passed away on 03/28/16. He files married filing separate and was least 65 years old.

Income:

- Bill was a civil service retiree whose retirement benefits were paid out of the Civil Service Retirement System (CSRS). His Form CSA 1099-R has a Retirement Claim Number of CSA3001234. The 1099-R indicates Oklahoma withholding.

Credits:

- Bill qualifies for the Sales Tax Credit, Form 538-S.

Additional Information:

- Bill's wife, Mary Johnson (SSN: 400-00-5018), also files Federal and Oklahoma returns. Neither itemized.
- His return results in a refund. No banking information is provided.
- Bill lived at home; the address is 315 N. Main St., Fairview, OK

Test Scenario 4

Oklahoma Forms: 511 & 538-S

Taxpayer Information:

Susan Williams (SSN: 400-00-5009)
1204 NE 18TH CT
Moore OK 73160

Susan was a full-year Oklahoma resident. She files head of household and claims her daughters, Jill and Beth, as dependents. Jill's SSN is 400-00-5089 and Beth's SSN is 400-00-5079.

Income:

- Susan's Form W-2 indicates Oklahoma withholding.
- She received \$400 per month in child support and \$100 per month in alimony from Tom Williams (SSN: 400-00-5069)

Credits:

- Susan qualifies for the Sales Tax Credit, Form 538-S.
- She qualifies for the following federal credits: child tax credit, credit for child care expenses and earned income credit.

Additional Information:

- Susan owes use tax. She did not keep any receipts.
- She claims itemized deductions.
- If the return results in tax due, pay the balance due by direct debit from her savings account. If the return results in an overpayment, request the refund be directly deposited into her savings account.

Test Scenario 5

Oklahoma Forms: 511NR, 500-B & State1099Misc (if the 1099-Misc is not part of the federal return)

Taxpayer Information:

Steve Davis (SSN 400-00-5007)
Linda Bailey (SSN 400-00-5017)
1203 S 220th Street
Pittsburg, KS 66762-6850

Steve and Linda were full-year Kansas residents. They file married filing joint. Steve is at least 65 years old.

Income:

- Steve received a Form 1099-R reporting retirement income.
- Steve received a Form 1099-Misc reporting Oil Royalties from Oklahoma property. The 1099-Misc indicates Oklahoma withholding.
- Linda received a Form W-2G reporting gambling winnings from an Oklahoma casino. She won at least \$1,750 and the W-2G indicates Oklahoma withholding.
- Linda is a pass-through entity member. She received an Oklahoma Form 500-B reporting the total amounts distributed from Oklahoma sources and Oklahoma withholding.

Additional Information:

- They claim itemized deductions. Linda does have receipts for gambling losses.
- If the return results in tax due, pay the balance due by direct debit from their checking account. If the return results in an overpayment, request the refund be directly deposited into their checking account.
- They use a paid tax-preparer. Check the box to allow OTC to speak to the tax preparer.
- Steve would like to submit one 2016 estimated tax payment as part of their return. The payment will be debited from the same account used for the refund/tax due from their return.

Test Scenario 6

Oklahoma Forms: 511NR

Taxpayer Information:

James Anderson (SSN: 400-00-5002)
1002 H Street
Barling, AR 72923

James was a full-year Arkansas resident. He files head of household and claims his son, Miles, as a dependent. Miles' SSN is 400-00-5012.

Income:

- James worked in Oklahoma; his Form W-2 indicates Oklahoma withholding. His wages were less than \$1,000.
- He also worked in Arkansas; his Form W-2 indicates Arkansas withholding.
- You may add any other sources of non-Oklahoma income.

Additional Information:

- No banking information is provided.