

Table of Contents

Filing Status	1
Overview	1
Marital Status	2
Married	2
Not Married	2
Considered Unmarried	3
Married Filing Jointly	4
Married Filing Separately	4
Special Rules for MFS	4
Itemized Deductions	6
Head of Household	8
Single	10
Filing Status Review Question	11
Filing Status Review Answer	13
Joint and Several Liability	15
Relief of Liability	15
Innocent Spouse Relief	15
Separation of Liability Relief	16
Equitable Relief	16
Injured Spouse	16
Joint and Several Liability Review Question	19
Joint and Several Liability Review Answer	21
Tax Issues Involving Children	23
Dependency Exemption	23
General Rules	23
Qualifying Child	24
Qualifying Relative	25
Determining Support	26
Divorced or Separated Parents' Rules	30
Deductions and Credits	38
Tax Issues Involving Children Review Questions	43
Tax Issues Involving Children Review Answers	45
Alimony	47
Alimony Requirements	47

Alimony Quick Chart	49
Reporting Alimony	50
Deducting Alimony Paid	50
Reporting Alimony Received	50
Alimony Recapture	51
Reporting Recapture	52
Alimony Trusts	53
Third-party Payments	54
Life Insurance Premiums	55
Expenses of a Jointly Owned Home	55
Payments for a Nonowner	56
Lump-sum Alimony Payments	56
Alimony Review Questions	59
Alimony Review Answers	61
Child Support	63
Fixed Child Support	63
Deemed Child Support	64
Contingency Relating to the Child	64
Clearly Associated with a Contingency	64
Child Support Review Question	67
Child Support Review Answer	69
Property Settlements	71
Personal Residence	71
Effect on Homebuyer Credit	73
Qualified Domestic Relations Order	77
Requirements	77
Payments	78
Penalty	78
Basis	79
Rollover	79
Miscellaneous Provisions	80
Assignment of Income	80
Savings Bond Interest	80
Restricted Property	80
Property Transferred Pursuant to Divorce	81

Property Received	82
Property Settlements Review Questions	83
Property Settlements Review Answers	85
Impact of Divorce on Carryforwards	87
Business Credits	87
Minimum Tax Credit	87
Charitable Contribution	87
Capital Loss	88
Net Operating Loss	88
S Corporation Losses	88
Impact of Divorce on Carryforwards Review Question	89
Impact of Divorce on Carryforwards Review Answer	91
Community Property Issues	93
Spouses Living Apart All Year	93
Reporting Provisions	94
Ending the Community	94
Special Rules for Innocent Spouse	95
Relief from Liability Attributable to Community Income	95
Equitable Relief	96
Community Property Issues Review Question	97
Community Property Issues Review Answer	99
Practitioner Responsibilities	101
Conflict of Interest	101
Consent	102
Practitioner Responsibilities Review Question	103
Practitioner Responsibilities Review Answer	105
Appendix	107
Appendix A: Worksheet for Determining Support	107
Appendix B: Determining Filing Status in a Divorce Situation Table	108
Appendix C: Alimony Determination Chart	109
Appendix D: Conflict of Interest Waiver	110