

## Tax Year 2017 Oklahoma e-File Testing Procedures & Scenarios

The Oklahoma Tax Commission (OTC) is providing the criteria for 7 test scenarios, 5 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. Each test submission should include the AuthenticationHeader. Some knowledge of tax law and tax preparation is necessary to correctly prepare the returns.

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

***All returns, in the same transmission, must be correct to pass testing.*** Please submit all returns each time you transmit. You will need to test all products.

### **Transmitting Test Returns:**

1. Before transmitting test returns, your Letter of Intent must be submitted. You will receive a confirmation that we have received your information.
2. Once we are open for testing you may transmit your test returns. Send the Submission IDs to Joan Korthanke at [jkorthanke@tax.ok.gov](mailto:jkorthanke@tax.ok.gov). We do not automatically pull submissions in our test environment.
3. 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.
4. Send any questions to Joan at e-mail address above or call 405-521-3637.

## 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 \$10,000. Her W-2 indicates at least \$10 of Oklahoma withholding.
- She had no other sources of income.

#### **Credits:**

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

#### **Additional Information:**

- She would like to donate \$2 to Support the Oklahoma General Revenue Fund. Taxpayers may donate to this fund whether they are receiving a refund or have a balance due.

### Test Scenario 2

Oklahoma Form: 511

#### **Taxpayer Information:**

Wanda Wilson (SSN: 400-00-5003)  
109 Davis Drive  
Oklahoma City OK 73170

Jane was a full-year Oklahoma resident. She files as single and is claimed as a dependent on her parents' return.

#### **Income:**

- Wanda's taxable wages were \$6,200. Her W-2 indicates at least \$10 of Oklahoma withholding.
- She had no other sources of income.

#### **Additional Information:**

- She would like to donate \$2 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 3

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 Form 1099-Rs reporting retirement income. One is Oklahoma government retirement and the other is private sector. At least one has Oklahoma withholding.
- They had \$1,200 of net out-of-state rental income. (Note: Complete Federal Schedule E, Part 1. The rents received on line 3 must be more than \$1,200. Report expenses on lines 5 – 20.)

**Credits:**

- The Smiths qualify for at least one credit on Form 511CR. Include a PDF attachment of any supporting documentation required (This can be a piece of paper with “attachment” written on it).

**Additional Information:**

- Their return results in a balance due which will be paid by direct debit from their checking account.
- They use a paid tax-preparer. Check the box to allow OTC to speak to the tax preparer. (Not applicable for Do-It-Yourself products)
- They would like to submit four 2018 estimated tax payments as part of their e-filed return. The payments will be debited from the same account as their balance due.

### Test Scenario 4

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 03/28/2018. 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, from the "Office of Personnel Management", 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 5**

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.

**Income:**

- Susan's Form W-2 indicates Oklahoma withholding.
- Susan received a \$350 refund from last year's Oklahoma income tax return. Report this refund on Form 1040, line 10.
- During the year, she received \$4,800 in child support and \$1,200 in alimony.

**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:**

- She owes use tax. She did not keep any receipts.
- This year, as in past years, she claims itemized deductions. There is an amount on Federal Schedule A, line 5 for State and Local Income or Sales tax.
- 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 6

Oklahoma Forms: 511NR & 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.
- They received a total of \$495 in refunds from last year's Oklahoma and Kansas income tax returns. Report the refunds on Form 1040, line 10.

### Additional Information:

- The couple has sufficient gross income to require the filing of a federal income tax return.
- This year, as in past years, they claim itemized deductions.
  - Linda does have receipts for gambling losses.
  - There is an amount on federal Schedule A, line 5 for State and Local Income or Sales tax.
- Compute the additional depletion for Oklahoma.
- 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. (Not applicable for Do-It-Yourself products)
- Steve would like to submit one 2018 estimated tax payment as part of their e-filed return. The payment will be debited from the same account used for the refund/tax due for the current year.

## Test Scenario 7

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.

### 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:**

- James has sufficient gross income to require the filing of a federal income tax return.
- His gross income from Oklahoma sources is below the Oklahoma filing requirement. Complete his Oklahoma return accordingly.
- No banking information is provided.