

***The Tax Review* Moving and Relocation**

Learning Objectives / Table of Contents

Chapter

1 Moving Expenses

- 1-A** Identify situations in which taxpayers can deduct moving expenses.
- 1-B** Recognize the components of the distance test for determining if moving expenses are deductible.
- 1-C** Identify the requirements to meet the time test for determining if moving expenses are deductible.
- 1-D** Distinguish moving expenses that are deductible.
- 1-E** Determine the tax treatment of moving expenses when an employer reimburses some or all moving expenses.

2 Home Sale or Purchase

- 2-A** Determine the tax treatment of settlement costs on the purchase or sale of a principal residence.
- 2-B** Identify how settlement charges affect the basis of a home.
- 2-C** Apply the rules for exclusion of gain on the sale of a home.
- 2-D** Indicate the requirements for taking a reduced exclusion of gain on the sale of a home.
- 2-E** Recognize tax issues involved when a taxpayer relocates and the prior house remains unsold and/or rented.

3 State Tax Issues

- 3-A** Identify tax issues related to spouses filing separately in community property states.
- 3-B** Recognize the effects of reciprocal agreements between states.
- 3-C** Report tax items properly for situations when an individual lives in one state and works in another.
- 3-D** Recognize part-year resident and nonresident tax filing requirements when a taxpayer moves to another state.
- 3-E** Analyze Form W-2 for the proper reporting when an individual has wages in different states from the same employer.

4 Domicile and Residency

- 4-A** Determine factors that establish a taxpayer's domicile.
- 4-B** Recognize the factors involved in abandoning domicile when a taxpayer moves from one state to another.
- 4-C** Identify the various methods states use to determine residency.
- 4-D** Determine the tax treatment for being temporarily present in a state.
- 4-E** Distinguish residency for military taxpayers.