Learning Objectives

After reading the materials, participants will be able to:

1. List tax considerations and apply tax guidance to marital breakdowns, identify marital status, and describe the effect marital status has on filing status and federal income tax obligations.

2. Contrast and compare the state marital property provisions, explain §1041 identifying at least two tax traps for the unaware, and list seven variables that determine whether a payment is alimony.

3. Identify the exceptions to the general income inclusion rule and explain tax impact, and point out the various issues related to calculating gain or loss resulting from foreclosure or repossession including the differences between personal and real property repossession, amount realized on sale or other distribution of property in a foreclosure, and basis calculation on repossession of property.

4. Contrast nonbusiness and business bad debts under §166 explaining differences in Code requirements and amount allowed.