

Calculating Taxpayer (Betty's) share of joint tax liability for 2006 after NOL Carryback
 Per Pub 536 pages 8 & 9

	Joint	MFS Bill	MFS Betty
Line 44 Regular Tax	\$ 9,034	\$ 1,674	\$ 9,051
Line 45 AMT	\$ 148		\$ 226
Line 58 SE Tax	\$ 1,816		\$ 1,816
Line 63 Total Tax	\$ 10,998	\$ 1,674	\$ 11,093
1 Betty's tax MFS	\$ 11,093		
2 Bill's tax MFS	\$ 1,674		
3 Total	\$ 12,767		
4 Amount line 1/Amount line3	0.86888071		
5 Betty's share of joint tax liability (line 4 x \$ 10,998)	\$ 9,556		

Note: Instructions in Pub 536 require allocation to be based on "total tax" MFS and resulting allocation percentage applied to "joint tax liability". Therefore, SE & AMT were included in total and not allocated separately to Betty

Contribution to Tax Liability Paid

	Total	Bill	Betty
Bill's W-2	\$ 3,325	\$ 3,325	
Betty's Form 1099-R Form 4136	\$ 14,881		\$ 14,881
Telephone Excise Tax Credit	\$ 255	\$ 127	\$ 128
Total Taxes Paid & Credits Applied	\$ 18,501	\$ 3,472	\$ 15,029
Overpayment Per Original 1040	\$ 3,501		
Allocation of Overpayment-Based on above method	\$ 3,501	\$ 459	\$ 3,042
Net Contribution on Original Return	\$ 15,000	\$ 3,013	\$ 11,987
Taxable Income as Originally Reported	\$ 80,261	\$ 13,656	\$ 66,605
Allocation of Overpayment-After NOL Carryback	\$ 7,503	\$ 1,277	\$ 6,226
Joint Tax Liability before Carryback	\$ 15,000		
Joint Tax Liability after Carryback	\$ 10,998		
Maximum Refund (A)	\$ 4,002		
Betty's Share of Refigured Joint Tax Liability			\$ 9,556
Betty's Share of Tax Paid			\$ 6,226
Net (B)			\$ 3,330
Allowable Refund Lesser or (A) or (B)			\$ 3,300