



Year 20 \_\_\_\_

10211411

IT 2023 Income Allocation and Apportionment
Nonresident Credit and Part-Year Resident Credit

Include this three-page form with Ohio form IT 1040 or Ohio form IT 1041 (estates).

Table with 2 columns: Field Name (Taxpayer name, Business name) and Identification Number (SSN, FEIN)

Note: In order to claim the nonresident or part-year resident credit, you must complete this form unless your only source of Ohio income is wages paid by an unrelated employer.

Complete a separate Part I and Part III for each separate unitary business group in which you hold an ownership interest. See page 1 of the instructions.

Part I

A. Business Income Before Deductions

- 1. Self-employment income (federal Schedule C, C-EZ or F), guaranteed payments and/or compensation received from each pass-through entity... 1.
2. Add-back for expenses paid to related members and to certain investors' family members... 2.
3. Ordinary income (loss) from trade or business activities... 3.
4. Net income (loss) from rental activities, net royalties, interest income and dividend income... 4.
5. Net capital gain (loss) and other gain (loss)... 5.
6. Add 5/6 of I.R.C. section 168(k) and 5/6 of qualifying 179 expense... 6.
7. Other items of income and gain separately stated on federal Schedule K-1 and miscellaneous federal income tax adjustments... 7.
8. Total business income (loss)... 8.

B. Deductions From Business Income

- 9a. Keogh deduction, self-employment tax deduction and self-employed health insurance deduction... 9a.
b. Deduct 1/5 of the depreciation expenses added back in the prior five years... 9b.
c. Other items of deduction and loss separately stated on federal Schedule K-1... 9c.
d. Other business income deductibles, including miscellaneous federal income tax adjustments... 9d.
e. Total of lines 9a through 9d... 9e.

C. Net Business Income, Apportionment

- 10. Net business income (line 8 minus line 9e). Enter here and on page 3, Part IV, line 1, column A... 10.
11. Less: Gain described in Ohio Revised Code section (R.C.) 5747.212... 11.
12. Line 10 minus line 11 (if line 11 is a gain); line 10 plus line 11 (if line 11 is a loss)... 12.
13. Ohio apportionment ratio (page 3, Part III, line 4)... 13.
14. Total business income apportioned to Ohio (multiply line 12 by line 13)... 14.
14a. Amount of the line 11 gain (loss) apportioned to Ohio... 14a.
14b. Enter the total of lines 14 and 14a here and on page 3, Part IV, line 1, column B... 14b.
15. Total business income not apportioned to Ohio (line 10 minus line 14b). Enter here and on Part IV, line 1, column C... 15.

Taxpayer/business name	SSN/FEIN
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**Part II – Nonbusiness Income and Deductions** (See Note 1, below, and definitions and discussion on pages 1 and 8 of the instructions.)

	Total Income A	Ohio Income B	Non-Ohio Income C
<b>A. Nonbusiness Income</b>			
1. Wages, salaries, tips, guaranteed payments (see Note 2, below) .	1.		
2. State and local tax refunds .....	2.		
3. Alimony received .....	3.		
4. Pensions, annuities, IRA distributions .....	4.		
5. Unemployment compensation, Social Security benefits .....	5.		
6. Nonbusiness income and gain/loss described in R.C. section 5747.212 (enclose detailed computations) .....	6.		
6a. Interest, dividends, capital gain (loss) and other income (loss), but only if these items are nonbusiness items (describe these items of income) .....	6a.		
7. Add 5/6 of I.R.C. section 168k and 5/6 of qualifying section 179 expense (see instructions) and add miscellaneous federal income tax adjustments .....	7.		
8. Net income (loss) from rental activity not constituting "business income" reported on Part I of this return .....	8.		
9. Total nonbusiness income (add lines 1 through 8) .....	9.		
<b>B. Deductions From Nonbusiness Income</b>			
<b>Note:</b> Do not show here any amount shown on Ohio form IT 1040, Schedule A or Ohio form IT 1041, Schedule A, except for any depreciation adjustment(s).			
10. IRA deduction .....	10.		
11. Health savings account from IRS form 1040 .....	11.		
12. Penalty on early withdrawal of savings .....	12.		
13. Moving expense/alimony paid .....	13.		
14. Deduct 1/5 of the depreciation expense added back in prior year (see instructions) and deduct miscellaneous federal income tax adjustments .....	14.		
15. Other deductions shown on IRS form 1040, page 1 and not shown on page 1, line 9 of Ohio form IT 2023 (describe) .....	15.		
16. Total deductions (add lines 10 through 15) .....	16.		
17. Net nonbusiness income (line 9 minus line 16; enter here and in Part IV, line 2, columns (A), (B) and (C), respectively) ..	17.		

**Note 1:** Use Part II to allocate, in accordance with R.C. sections 5747.20, 5747.22, 5747.212, 5747.221, 5747.23 and 5747.231, all items of nonbusiness income and deductions included in Ohio adjusted gross income. In general, pass-through income, deductions, gains and losses recognized by a limited liability company, sole proprietorship, partnership or S corporation are items of business income that the taxpayer must apportion (rather than

allocate) using the business income portion of the worksheet (see Part I).

**Note 2:** Do not include in Part II either guaranteed payments or compensation you received from each pass-through entity in which you have at least a 20% direct or indirect ownership interest. Show such compensation in Part 1, Part A, line 1.

Taxpayer/business name	SSN/FEIN
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**Part III – Apportionment Formula for Business Income**

See detailed instructions on pages 5-7.

	(1) Within Ohio	(2) Total Everywhere	(3) Ratio	(4) Weight		(5) Weighted Ratio
1. Property						
(a) owned (average cost) .....	_____	_____				
(b) rented (annual rental x 8) .....	_____	_____				
(c) total (lines 1a and 1b) .....	_____	_____	=	.	x .20	=
						1c. .
2. Payroll (see Exclusions on pg. 6 of the instructions).....	_____	_____	=	.	x .20	=
						2. .
3. Sales (see Exclusions on pg. 6 of the instructions).....	_____	_____	=	.	x .60	=
						3. .
4. Ohio apportionment ratio. Add lines 1c, 2 and 3 (enter ratio here and on Part I, Part C, line 13).						4. .

**Note 1:** If the taxpayer has a distributive share of income/gain from a financial institution, please see “Special Rule for Investments in Financial Institutions” on page 5 of the instructions.

**Note 2:** If the denominator of any factor is zero, the weight given to the other factors must be proportionately increased so that the total weight given to the combined number of factors used is 100%. Any request for deviation from the statutory allocation and apportionment provisions must be in writing and must accompany this form.

**Note 3:** Complete a separate Part I and Part III for each separate unitary business group in which you hold an ownership interest. See page 1 of the instructions. For assistance, please contact the department at (614) 387-0232.

**Part IV – Summary of Business and Nonbusiness Income**

	Total A	Ohio B	Non-Ohio C
1. Business income (enter in columns A, B and C the amounts from Part I, lines 10, 14b and 15, respectively) .....	1. _____	_____	_____
2. Net nonbusiness income (enter in columns A, B and C the amounts from Part II, line 17, columns A, B and C, respectively) .....	2. _____	_____	_____
3. Total business and nonbusiness income (add lines 1 and 2) .....	3. _____	_____	_____
4. Enter the Ohio form IT 1040, Schedule A net adjustments or Ohio form IT 1041 Schedule A net adjustments (see Note #1, below).....	4. _____	_____	_____
5. Line 3 plus or minus line 4 (see Notes #2 and #3, below) .....	5. _____	_____	_____

**Note 1:** Exclude from line 4 the depreciation adjustment(s) and miscellaneous federal income tax adjustments reported in Parts I or II of this worksheet.

**Note 2:** The amount shown on line 5, column A should be the same amount shown either on line 3 of Ohio form IT 1040 or on line 3 of Ohio form IT 1041.

**Note 3:** Enter the amount shown on line 5, column C on the appropriate line of either Schedule D of Ohio form IT 1040 or Schedule D of Ohio form IT 1041 (for estates only). For nonresidents and part-year residents, the amount on line 5, column C is the portion of either Ohio adjusted gross income (from Ohio form IT 1040) or Ohio taxable income for estates (from Ohio form IT 1041, line 3) that was not earned or received in Ohio.