



INSTRUCTIONS FOR AR-OI

Primary's legal name: Enter the primary's full legal name.

Primary's social security number: Enter the primary's social security number or ITIN.

Additions to Income

- 1. Federal depreciation:** Enter the amount of federal depreciation claimed on federal schedules during the tax year. Attach federal Form 4562 and any other forms or schedules used in calculating the amount.
- 2. HSA and/or MSA taxable distributions:** Enter any distributions from a Health Savings Account or Medical Savings Account. Attach Form(s) 1099-SA.
- 3. Long-term care insurance contracts:** Enter the taxable portion of a distribution received. Attach Form(s) 1099-LTC.
- 4. Gambling winnings:** Enter the total amount of income won by gambling. Do not include lottery winnings. Attach Form(s) W-2G.
- 5. Lottery/contest winnings:** Enter amount won from a lottery or contest. Attach Form W-2G(s).
- 6. Scholarships/fellowships/stipends:** Enter only taxable income received in the form of scholarships, fellowships, or stipends. Attach Form(s) such as W-2, 1042-S, 1099-MISC, 1099-NEC, or 1098-T.
- 7. Pass-Through Entity adjustment:** If you are a member of a Pass-Through Entity that elected to be taxed at the entity level, enter the amount of exempt losses, excluding capital gains. Enter amount not claimed on Schedule E. Attach AR K-1 and/or AR1099PT.
- 8. Cancellation of debt:** Enter the amount from Form 1099-C. Please note that in Arkansas, certain types of cancelled debt reported on Form 1099-C may not be taxable under specific circumstances. Generally, cancelled debt is considered taxable income because it represents forgiveness of a debt obligation that the taxpayer would have otherwise been required to pay. However, there are some exceptions and exclusions that may apply, including but not limited to:
 - Student loans forgiven under the Public Student Loan forgiveness program (PSLF)
 - Student loans forgiven for due to total and permanent disability (TPD)

NOTE: Please check with your student loan provider to see what type of loan forgiveness you received.
- 9. Other:** Enter here any other income not otherwise reported. Attach explanation and any schedules.
- 10. Income Total:** Add lines 1 through 9. Enter the sum.

Subtractions from Income

- 11. State depreciation:** Enter the amount of depreciation allowed in Arkansas and not claimed elsewhere. Attach Schedule. Note: Arkansas has not adopted IRC Section 168(k) regarding bonus depreciation.
- 12. Net operating loss:** Enter the amount claimed as a deduction. Attach Form AR1000NOL.
- 13. Foreign earned income exclusion:** Complete federal Form 2555. Attach the form and enter the amount from line 42.
- 14. Loss on excess deferral distribution:** Enter the amount of distribution withdrawn prior to April 15, 2025.
- 15. Pass-Through Entity adjustment:** If you are a member of a Pass-Through Entity that elected to be taxed at the entity level, enter the amount of exempt income, excluding capital gains. Enter amount of income from your Schedule E and/or line 7 above. Attach AR K-1 and/or AR1099PT.
- 16. Other:** Enter here any other loss not otherwise reported. Attach explanation and any schedules.
- 17. Losses Total:** Add lines 11 through 16. Enter the sum.
- 18. Net Total:** Subtract line 17 from line 10. Enter the difference.