

***The Tax Review* Alternative Minimum Tax (AMT)**

Learning Objectives / Table of Contents

Chapter

- 1 Basics of the Individual Alternative Minimum Tax (AMT)**
 - 1-A** Recognize the components used to calculate AMT.
 - 1-B** Identify adjustments and preferences that can trigger individual AMT.
 - 1-C** Compute the difference between regular tax and AMT for common adjustment or preference items.

- 2 Credit for Prior Year AMT**
 - 2-A** Recognize prior-year AMT items that will potentially produce a tax credit on an individual return.
 - 2-B** Compute the Credit for Prior-Year Minimum Tax.
 - 2-C** Identify proper reporting methods to protect AMT credits.

- 3 Specific AMT Items Examined**
 - 3-A** Identify situations where an AMT liability may exist without any preference items by reviewing facts in *Birts vs. Commissioner*.
 - 3-B** Recognize concepts relating to Tax Court's disallowance of an AMT net operating loss in the decision set forth in *Marcus vs. Commissioner*.
 - 3-C** Recognize principles set forth in Revenue Ruling 2005-11 on refinanced mortgage interest for AMT purposes.

- 4 Alternative Minimum Tax (AMT)—Corporations**
 - 4-A** Identify corporations subject to AMT and items that may trigger corporate AMT.
 - 4-B** Compute the adjusted current earnings (ACE) adjustment.
 - 4-C** Calculate the corporate alternative minimum tax and the minimum tax credit.