

Comparison of Nonresident Alien vs. Resident Alien for Tax Purposes

| | Nonresident Aliens | Resident Aliens |
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| Eligible | <ul style="list-style-type: none"> • Resident of country other than U.S. • Company organized under laws of foreign country | <ul style="list-style-type: none"> • Permanent Resident (green card holder) • Meets “substantial presence test” • Company organized under U.S. law |
| Tax Treaty Available | <ul style="list-style-type: none"> • Yes - for some foreign nationals | <ul style="list-style-type: none"> • No - limited exceptions for resident alien teachers |
| Tax Filing | <ul style="list-style-type: none"> • Taxed on U.S. source income only • Cannot file jointly with spouse • Only one personal exemption allowed – except Canada, Mexico or South Korea • No standard deduction – except India • Limitations to itemized deductions | <ul style="list-style-type: none"> • Taxed on worldwide income • Can file jointly with spouse • Multiple personal exemptions allowed • Eligible for standard deduction • No limits on itemized deductions |

