



STUDYDADDY

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Get Help

Sam and Janet Evening need help with their taxes. They have no children. Below are the numbers you will need to help them complete their tax return. Follow the first and second tax exercise example handouts and fill in their Form 1040 tax return. (*Hint: Do you see the asterisks next to certain lines? Hmmm?*) The itemized deductions from Schedule A on line 40, the personal exemptions on line 42, and the tax on lines 44 and 47 (and a few other lines) are already computed for you. You do not need to complete Schedule A, Itemized Deductions. (5 points)

Wages, salaries, tips, etc. from Form(s) W-2 (gross income)	\$41,950
Taxable interest (gross income)	50
IRA deduction (adjustment to income)	1,000
Student loan interest deduction (adjustment to income)	1,000
Itemized deductions (from Schedule A – line 40)	18,000
Personal exemptions (2 persons * \$3,950 – line 42)	7,900
Taxes (already computed from tax tables – lines 44 and 47 and a few others...)	1,413
Federal income tax withheld from W2 form (line 64)	1,800

Note to online students: You can use the Form 1040 on pages 2 and 3 of this document. They are very similar to the two Form 1040 tax handouts from this chapter. This requires you to print the two pages, hand-write the information, scan the two pages, and submit them as a single or multiple pdf or graphic files. Or you could demonstrate your advanced document handling skills and use the IRS-supplied Form 1040 pdf file that is on the class web page or available directly from the IRS web site (www.irs.gov). Using Adobe Acrobat Reader (or any of the many other pdf-enabled programs), you can type the above information directly into the Form 1040 form, save it, and submit it directly as a pdf file. Won't you be proud of yourself?! (Currently, the legal problem with saving data to pdf files is that a signature must still be hand-written. Therefore, you still need to print the document and sign manually before it is a legal document. There are currently a few systems that allow for "digital signatures" but eventually, there will be a standard "digital signature" protocol that allows people to digitally "sign" all contracts and other legal documents. When you file your tax returns electronically, you are "digitally signing" the tax return according to the specifications created by the IRS and used by the vendors who offer electronic filing.)

Important Note: There are **two** parts to this assignment!
The Form 1040 above **E** and the IRS questions below **F**.

Reprint of other part of assignment from handout / assignments / notes document for chapter 3:

Required: Tax questions for the IRS (www.irs.gov or 800-829-1040) – Be careful! Make sure your information is current!

- 1) What are the maximum amounts that can be contributed to a Traditional IRA, Roth IRA and 401(k) per year?
- 2) What is the maximum amount of capital loss that can be deducted from your income taxes per year?
- 3) How long is the extension of time to file your income taxes that Form 4868 gives a taxpayer?
- 4) What percentage(s) of the *estimated taxes* should an individual taxpayer pay through withholding? *Careful!*
- 5) What are the names of the 2 or 3 types of educational tax credits available to college students & their parents? (5 points) – *When researching the above questions, make sure you find the data for 2015!*

j 1040Department of the Treasury-Internal Revenue Service (99)
U.S. Individual Income Tax Return**(Q) 14**

OMB No. 1545-0074 1 IRS Use Only-Do not write or staple in this space.

For the year Jan. 1-Dec. 31, 2014, or other tax year beginning

, 2014, ending

,20

See separate instructions.

Your first name and initial

SAM

Lastname

TV E:1'1NG.

If a joint return, spouse's first name and initial

TANETIE

Lastname

EVENIN

Home address (number and street). If you have a P.O. box, see instructions.

(loo OTAY LAKES ROA D

Apt. no.

City, town or post office, state, and ZIP code. If you have a foreign address, also complete spaces below (see instructions).

C\ULJ\ VISTA, CA q(C\IO

Foreign country name

Foreign province/state/county

Foreign postal code

. & Makesure the SSN(s) above and on line 6c are correct.

Presidential Election Campaign

Check here if you, or your spouse if filing jointly, want \$3 to go to this fund. Checking a box below will not change your tax or refund.

D You O spouse**Filing Status** Single

2 Married filing jointly (even if only one had income)

4 Head of household (with qualifying person). (See instructions.) If the qualifying person is a child but not your dependent, enter this child's name here.

Check only one box.

3 Married filing separately. Enter spouse's SSN above and full name here.5 Qualifying widow(er) with dependent child**Exemptions**

6a Yourself. If someone can claim you as a dependent, do not check box 6a

} Boxes checked on 6a and 6b

b Spouse

No. of children

c Dependents:

on 6c who:

(1) Firstname _____ Last name _____

• lived with you
• did not live with you due to divorce or separation (see instructions)If more than four dependents, see instructions and check here **D**

Dependents on 6c not entered above

d Total number of exemptions claimed

Add numbers on lines above

2**Income**

7 Wages, salaries, tips, etc. Attach Form(s) W-2

7

8a Taxable interest. Attach Schedule B if required

8a

b Tax-exempt interest. Do not include on line Ba

9a

9a Ordinary dividends. Attach Schedule B if required

10

b Qualified dividends

11

10 Taxable refunds, credits, or offsets of state and local income taxes

12

11 Alimony received

13

12 Business income or (loss). Attach Schedule C or C-EZ

1413 Capital gain or (loss). Attach Schedule D if required. If not required, check here **D****15**

14 Other gains or (losses). Attach Form 4797 .

16

15a b Taxable amount

1716a **Resalestournaments** | | | b Taxable amount**18**

17 Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E

19

18 Farm income or (loss). Attach Schedule F .

20

19 Unemployment compensation

21

20a Social security benefits | 20a | b Taxable amount

22

21 Other income. List type and amount

22 Combine the amounts in the far right column for lines 7 through 21. This is your total income

Adjusted Gross Income

23 Educator expenses

23

24 Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 or 2106-EZ

24

25 Health savings account deduction. Attach Form 8889

25

26 Moving expenses. Attach Form 3903

26

27 Deductible part of self-employment tax. Attach Schedule SE

27

28 Self-employed SEP, SIMPLE, and qualified plans

28

29 Self-employed health insurance deduction

29

30 Penalty on early withdrawal of savings .

30

31a Alimony paid b Recipient's SSN

31a

32 IRA deduction .

32

33 Student loan interest deduction .

33

34 Tuition and fees. Attach Form 8917.

34

36 Add lines 23 through 35

36

37 Subtract line 36 from line 22. This is your adjusted gross income

37

38		Amount from line 37 (adjusted gross income)	38	
Tax and Credits		39a	Check <input type="checkbox"/> You were born before January 2, 1950, <input type="checkbox"/> Spouse was born before January 2, 1950,	O Blind. } Total boxes O Blind. checked 1111- 39a
Standard Deduction for- • People who check any box on line 39a or 39b or who can be claimed as a dependent, see instructions. • All others: Single or Married filing separately, \$6,200 Married filing jointly or Qualifying widow(er), \$12,400 Head of household, \$9,100		40	If your spouse itemizes on a separate return or you were a dual-status alien, check here <input type="checkbox"/> 39b0 Itemized deductions (from Schedule A) or your standard deduction (see left margin)	
		41	Subtract line 40 from line 38 Exemptions. If line 38 is \$152,325 or less, multiply \$3,950 by the number on line 6d. Otherwise, see instructions	
		42	Taxable income. Subtract line 42 from line 41. If line 42 is more than line 41, enter -0-	
		43	44 Tax (see instructions). Check if any from: a <input type="checkbox"/> Form(s) 8814 b <input type="checkbox"/> Form 4972 c <input type="checkbox"/> D	
		45	Alternative minimum tax (see instructions). Attach Form 6251	
		46	Excess advance premium tax credit repayment. Attach Form 8962	
		47	Add lines 44, 45, and 46	
		48	Foreign tax credit. Attach Form 1116 if required.	
		49	Credit for child and dependent care expenses. Attach Form 2441	
		50	Education credits from Form 8863, line 19	
		51	Retirement savings contributions credit. Attach Form 8880	
		52	Child tax credit. Attach Schedule 8812, if required.	
		53	Residential energy credits. Attach Form 5695	
		54	Other credits from Form: a <input type="checkbox"/> 3800 b <input type="checkbox"/> 8801 c <input type="checkbox"/> D	
		55	Add lines 48 through 54. These are your total credits	
		56	Subtract line 55 from line 47. If line 55 is more than line 47, enter -0-	
		57	Self-employment tax. Attach Schedule SE	
Other Taxes		58	Unreported social security and Medicare tax from Form: a <input type="checkbox"/> 4137 b <input type="checkbox"/> 8919	
		59	Additional tax on IRAs, other qualified retirement plans, etc. Attach Form 5329 if required	
		60a	Household employment taxes from Schedule H	
		b	First-time homebuyer credit repayment. Attach Form 5405 if required	
		61	Health care individual responsibility (see instructions) Full-year coverage <input type="checkbox"/>	
		62	Taxes from: a <input type="checkbox"/> Form 8959 b <input type="checkbox"/> Form 8960 c <input type="checkbox"/> D Instructions; enter code(s)	
		63	Add lines 56 through 62. This is your total tax	
Payments		64	Federal income tax withheld from Forms W-2 and 1099	
		65	2014 estimated tax payments and amount applied from 2013 return	
If you have a qualifying child, attach Schedule EiC.		66a	Earned income credit (EiC)	
		b	Nontaxable combat pay election <input type="checkbox"/>	
		67	Additional child tax credit. Attach Schedule 8812	
		68	American opportunity credit from Form 8863, line 8	
		69	Net premium tax credit. Attach Form 8962	
		70	Amount paid with request for extension to file	
		71	Excess social security and tier 1 RRTA tax withheld	
		72	Credit for federal tax on fuels. Attach Form 4136	
		73	Credits from Form: a <input type="checkbox"/> 2439 b <input type="checkbox"/> Reserved c <input type="checkbox"/> D Received d <input type="checkbox"/> E	
		74	Add lines 64, 65, 66a, and 67 through 73. These are your total payments	
Refund		75	If line 74 is more than line 63, subtract line 63 from line 74. This is the amount you overpaid	
Direct deposit? 1111- See instructions.		76a	Amount of line 75 you want refunded to you. If Form 8888 is attached, check here <input type="checkbox"/> 1111-D	
		b	Routing number <input type="checkbox"/> 102.0 3040 1111-c Type: Checking <input type="checkbox"/> Savings	
		d	Account number <input type="checkbox"/> 0901010050	
Amount You Owe		77	Amount of line 75 you want applied to your 2015 estimated tax 1111- 1111- 78	
		79	Estimated tax penalty (see instructions)	
Third Party Designee		Do you want to allow another person to discuss this return with the IRS (see instructions)? <input type="checkbox"/> Yes. Complete below. <input type="checkbox"/> No		
		Designee's name 1111-	Phone no. 1111-	
Sign Here		Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge. Your signature _____ Date _____ Your occupation _____ Daytime phone number _____		
Joint return? See instructions. Keep a copy for your records.		Spouse's signature, if a joint return, both must sign. <i>Janet Evening</i> Date <i>4/15/15</i> Spouse's occupation <i>Ear Plug Sales Representative</i> If the IRS sent you an Identity Protection PIN, enter it here (see inst.) <input type="checkbox"/>		
Paid Preparer Use Only		Print/Type preparer's name <i>Louise C. St. On</i>	Preparer's signature <i>Louise C. St. On</i>	
		Date _____	Date _____	
		Check <input type="checkbox"/> if self-employed	PTIN _____	
		Firm's name _____	Firm's EIN _____	
		Firm's address _____	Phone no. _____	



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