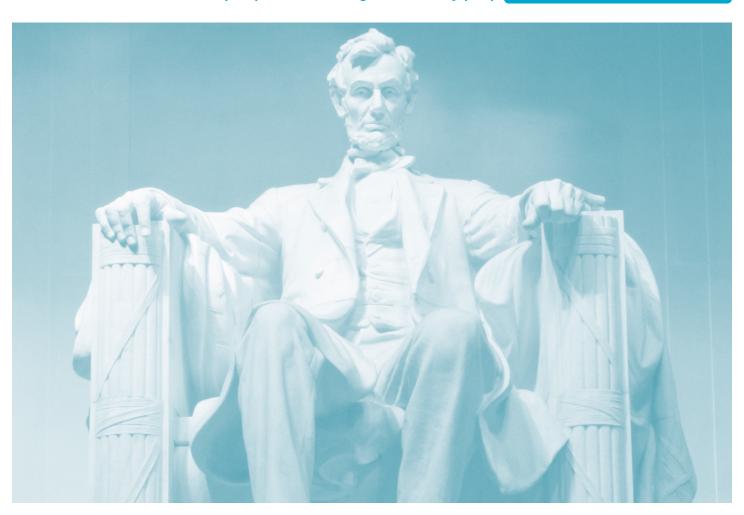


6744

VITA/TCE Volunteer Assistor's Test/Retest Volunteer Income Tax Assistance (VITA) / Tax Counseling for the Elderly (TCE) 2021 RETURNS





Take your VITA/TCE training online at **https://www.irs.gov** (keyword: Link & Learn Taxes). Link to the Practice Lab to gain experience using tax software and take the certification test online, with immediate scoring and feedback.



How to Get Technical Updates?

Updates to the volunteer training materials will be contained in Publication 4491-X, VITA/TCE Training Supplement. The most recent version can be downloaded at: https://www.irs.gov/pub/irs-pdf/p4491x.pdf

Volunteer Standards of Conduct

VITA/TCE Programs

The mission of the VITA/TCE return preparation programs is to assist eligible taxpayers in satisfying their tax responsibilities by providing free tax return preparation. To establish the greatest degree of public trust, volunteers are required to maintain the highest standards of ethical conduct and provide quality service.

Annually, all VITA/TCE volunteers (whether paid or unpaid) must pass the Volunteer Standards of Conduct (VSC) certification test and agree that they will adhere to the VSC by signing and dating Form 13615, Volunteer Standards of Conduct Agreement, prior to volunteering at a VITA/TCE site. In addition, return preparers, quality reviewers, coordinators, and tax law instructors must certify in Intake/Interview and Quality Review. Volunteers who answer tax law questions, instruct tax law classes, prepare or correct tax returns, or conduct quality reviews of completed returns must also certify in tax law prior to signing the form. Form 13615 is not valid until the sponsoring partner's approving official (coordinator, instructor, administrator, etc.) or IRS contact confirms the volunteer's identity with a government-issued photo identification (ID) and signs and dates the form.

As a volunteer in the VITA/TCE Programs, you must adhere to the following Volunteer Standards of Conduct:

- VSC #1 Follow the Quality Site Requirements (QSR)
- VSC #2 Not accept payment, solicit donations, or accept refund payments for federal or state tax return preparation from customer
- VSC #3 Not solicit business from taxpayers you assist or use the information you gained about them for any direct or indirect personal benefit for you or any other specific individual.
- VSC #4 Not knowingly prepare false returns.
- VSC #5 Not engage in criminal, infamous, dishonest, notoriously disgraceful conduct, or any other conduct deemed to have a negative effect on the VITA/TCE Programs.
- VSC #6 Treat all taxpayers in a professional, courteous, and respectful manner.

Failure to comply with these standards could result in, but is not limited to, the following:

- Your removal from all VITA/TCE Programs;
- Inclusion in the IRS Volunteer Registry to bar future VITA/TCE activity indefinitely;
- Deactivation of your sponsoring partner's site VITA/TCE EFIN (electronic filing ID number);
- Removal of all IRS products, supplies, loaned equipment, and taxpayer information from your site:
- Termination of your sponsoring organization's partnership with the IRS;
- Termination of grant funds from the IRS to your sponsoring partner; and
- Referral of your conduct for potential TIGTA and criminal investigations.

TaxSlayer® is a copyrighted software program owned by Rhodes Computer Services. All screen shots that appear throughout the official Volunteer Income Tax Assistance (VITA) and Tax Counseling for the Elderly (TCE) training materials are used with the permission of Rhodes Computer Services.

Confidentiality Statement:

All tax information you receive from taxpayers in your volunteer capacity is strictly confidential and should not, under any circumstances, be disclosed to unauthorized individuals.

Form 6744 – 2021 VITA/TCE Test

Table of Contents

Form	n 6744 – 2021 VITA/TCE Test	3
	Preface	3
	Test Instructions	4
	Test Answer Sheet	8
	Retest Answer Sheet	11
Volur	nteer Standards of Conduct Test	14
	Test Questions	14
	Volunteer Standards of Conduct Retest Questions	18
Intak	ce / Interview and Quality Review Test Questions	24
	Intake / Interview and Quality Review Retest Questions	26
Site (Coordinator Test Questions	28
	Site Coordinator Course Retest Questions	31
Basic	c Course Scenarios and Test Questions	34
	Basic Scenario 1: Joe Wilson	34
	Basic Scenario 2: Chris and Marcie Davis	35
	Basic Scenario 3: Archie and Tina Reynolds	36
	Basic Scenario 4: Charles and Heather Brooks	37
	Basic Scenario 5: Alan Carmichael	38
	Basic Scenario 6: Bobbie Daniels	39
	Basic Scenario 7: Fred and Wilma Jones	40
	Basic Scenario 8: Sheila Parsons	50
	Basic Scenario 9: Mary Rodgers	56
	Basic Course Retest Questions	64
Adva	anced Course Scenarios and Test Questions	74
	Advanced Scenario 1: Karen White	
	Advanced Scenario 2: Paul and Maggie Thomas	76
	Advanced Scenario 3: Carol Wheeler	77
	Advanced Scenario 4: Barbara Jacobs	78
	Advanced Scenario 5: Michael Block	79
	Advanced Scenario 6: Sean Dennison	80
	Advanced Scenario 7: Gilbert and Tara Washington	81
	Advanced Scenario 8: Cynthia Simon	91
	Advanced Scenario 9: Richard Cook	104
	Advanced Course Retest Questions	111

Qualified Experienced Volunteer (QEV) Scenarios and Test Questions	119
QEV Scenario 1: Donna and Becky Howard	119
QEV Scenario 2: David Newberry and His Parents	121
QEV Scenario 3: Sophia Woodruff	124
QEV Scenario 4: Keisha and Jay Johnson	127
QEV Scenario 5: Kenneth and Martha Kemper	130
QEV Course Retest Questions	139
Military Course Scenarios and Test Questions	147
Military Scenario 1: Todd Long	147
Military Scenario 2: Dave and Sandra Blackburn	148
Military Scenario 3: Lisa Wagner	150
Military Scenario 4: Robert and Shirley Myers	151
Military Scenario 5: Daniel and Betty Simmons	152
Military Course Retest Questions	159
International Course Scenarios and Test Questions	166
International Scenario 1: Andy and June Hillsdale	166
International Scenario 2: Wilhelm and Mary Schmidt	167
International Scenario 3: Justin Herzing	169
International Course Retest Questions	176
Federal Tax Law Update Test for Circular 230 Professionals	181
Circular 230 Professionals Scenario 1: Herb and Alice Freeman	181
Circular 230 Professionals Scenario 2: Chloe Carlow	182
Circular 230 Professionals Scenario 3: Luther and Lexi Lincoln	183
Circular 230 Professionals Scenario 4: Kendall and Siena King	187
Federal Tax Law Update Retest for Circular 230 Professionals	193
2021 VITA/TCE Foreign Student Test for Volunteers	198
Residency Status, Form 8843, and Filing Status	199
Scenario 1: Enrique Satō	201
Taxability of Income, ITINs, and Credits	205
Scenario 2: Kim Lee	206
Scenario 3: Rudra Khatri	215
Scenario 4: Gergana Alferov	222
Refunds, Deductions, and the Best Form to Use	229
2021 VITA/TCE Foreign Student Retest for Volunteers	232

Form 6744 - 2021 VITA/TCE Test

Preface

Quality Return Process

An accurate return is the most important aspect of providing quality service to the taxpayer. It establishes credibility and integrity in the program. Throughout the training material you were introduced to the major components of the VITA/TCE return preparation process, including:

- · Understanding and applying tax law
- · Screening and interviewing taxpayers
- Using references, resources, and tools
- · Conducting quality reviews

During training, you were given an opportunity to apply the tax law knowledge you gained. You learned how to verify and use the information provided by the taxpayer on the intake and interview sheet in order to prepare a complete and correct tax return.

You also learned how to use your reference materials and conduct a quality review.

Now it is time to test the knowledge and skills you have acquired and apply them to specific scenarios. This is the final step to help you prepare accurate tax returns within your scope of training.

We welcome your comments for improving these materials and the VITA/TCE programs. You may follow the evaluation procedures located on Link & Learn Taxes at https://www.irs.gov/ or e-mail your comments to partner@irs.gov.

Thank you for being a part of this valuable public service for your neighbors and community.

Special Accommodations

If you require special accommodations to complete the test, please advise your instructor, Site Coordinator, or other VITA/TCE volunteer contact immediately.

Reference Materials

This test is based on the tax law that was in effect when the publication was printed. Use tax year **2021** values for deductions, exemptions, tax, or credits for all answers on the test. Remember to round to the nearest dollar. Test answers have been rounded up or down as directed in the specific instructions on the form.

This is an open book test. You may use your course book and any other reference material you will use as a volunteer. A draft Form 13614-C, Intake/Interview & Quality Review Sheet, is included in the return preparation scenarios. Use this form when completing the tax returns and answering the test questions.

Please complete this test on your own. Taking the test in groups or with outside assistance is a disservice to the customers you volunteered to help.

Using Tax Preparation Software

The Practice Lab is a tax year 2021 tax preparation tool developed to help in the certification process for VITA/TCE volunteers. Go to https://www.irs.gov/ and type "Link & Learn Taxes" in the keyword search field. Click on the link to open the website. The link to the Practice Lab is listed under "Additional Resources." A universal password will be needed to access the Practice Lab. Your instructor, Site Coordinator, or other VITA/TCE volunteer contact will be able to provide you with the universal password. Once you access the Practice Lab, you will need to create an account if you do not already have one.

Using prior year software will not generate the correct answers for the 2021 test.

When entering Social Security numbers (SSNs) or Employer Identification Numbers (EINs), replace the Xs as directed, or with any four digits of your choice. Use your city, state, and ZIP code when completing any of the forms, unless otherwise indicated. Any question posed by the software not addressed in the interview notes can be answered as you choose.

All taxpayer names, SSNs, EINs, and account numbers provided in the scenarios are fictitious.

Taking the Test

When taking the tests, you may encounter both mini-scenarios and tax preparation scenarios. The mini-scenarios do not require you to prepare a tax return. For each of these, read the interview notes for each scenario carefully and use your training and resource materials to answer the questions after the scenarios. This test is based on the tax law that was in effect when the publication was finalized. The answers for the test and retest are based on 2021 values for deductions, exemptions, tax, and credits. The most current draft copies of forms were used at the time this document was published. The tax preparation scenarios require you to complete a sample tax return. You can use the Practice Lab to prepare the sample returns. Answer the questions following the scenario.

You can complete the certification tests online using the Link & Learn Taxes website for immediate scoring. Go to the Link & Learn Taxes e-learning application at https://www.linklearncertification.com or at https://www.irs.gov, using keyword search: Link & Learn. If your instructor prefers, you can complete the test answer sheet to be graded by hand.

Test Answer Sheet

The test scenarios on Link & Learn Taxes are the same as in this booklet. Read each question carefully before entering your answers online.

Mark your answers in the test booklet. Use the answer sheet if you are submitting the paper test to your instructor for grading. In that case, make sure your name is at the top of the page and give your Test Answer Sheet and the completed Form 13615, Volunteer Standards of Conduct Agreement to your instructor, Site Coordinator, or other VITA/TCE volunteer contact as directed. Do not submit your entire test booklet unless otherwise directed.

The retest questions are all based on the test scenarios. There are mini-scenarios and questions in Basic, Advanced, Military, and International. The Interview Notes for the mini-scenarios are included on the retest pages.

To answer the retest questions for return preparation scenarios, refer to the Interview Notes, Intake/Interview & Quality Review Sheet, and the tax return you prepared for the scenario.

Test Score

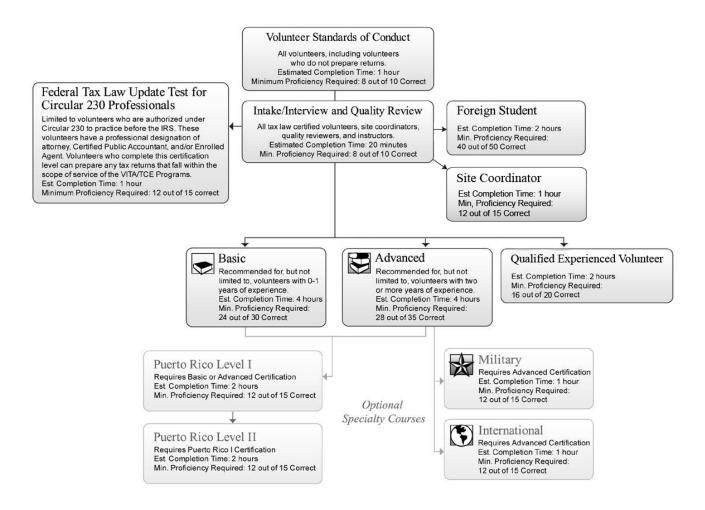
Once you submit your responses, Link & Learn Taxes will grade your test, provide you with an immediate score, and allow you to print or save your Form 13615, Volunteer Standards of Conduct Agreement. The system will also provide feedback for any missed questions.

If you submit your paper test answer sheet to your instructor, he or she will advise you of your test results. Your signed Volunteer Standards of Conduct Agreement will be maintained by your Site Coordinator or other VITA/TCE volunteer contact.

Certification

A score of **80%** or higher is required for certification. If you do not achieve a score of at least **80%**, you should review the subjects you missed or discuss it with your instructor, Site Coordinator, or other VITA/TCE volunteer contact. For most tests, a retest is available. Retest questions are included in this test booklet.





Test Answer Sheet

N	а	m	ρ

If you are entering your test answers in Link & Learn Taxes, do not use this answer sheet.

Find the section heading that matches the test you are taking. Record your answers in the spaces, next to the question number in the left-hand column. Use this only if you are submitting the paper test to your instructor for grading. In that case, record all your answers on this tear-out page. Your instructor will tell you where to send your Test Answer Sheet for grading. Be sure to complete and sign Form 13615, Volunteer Standards of Conduct Agreement.

Standards of Conduct	Site Coordinator Test	Basic Course Test	Basic Scenario 8	Advanced Course Test	Advanced Scenario 7
1.	1.	Basic Scenario 1	20.	Advanced Scenario 1	15.
2	2.	1.	21.	1.	16.
3.	3.	2.	22.	2.	17.
4.	4.	Basic Scenario 2	23.	3.	18.
5.	5.	3.	24.	Advanced Scenario 2	19.
3.	6.	4.	Basic Scenario 9	4.	20.
7.	7.	Basic Scenario 3	25.	5.	21.
3.	8.	5.	26.	Advanced Scenario 3	22.
9.	9.	6.	27.	6.	Advanced Scenario 8
10.	10.	Basic Scenario 4	28.	7.	23.
Total Answers Correct:	11.	7.	29.	8.	24.
Fotal Questions: 10	12.	8.	30.	Advanced Scenario 4	25.
Passing Score: 8 of 10	13.	Basic Scenario 5	Total Answers Correct:	9.	26.
usomy ocore. O or re	14.	9.	Total Questions: 30	10.	27.
Intake/ Interview &	15.	10.		Advanced Scenario 5	28.
Quality Review Test	Total Answers Correct:	Basic Scenario 6	Passing Score: 24 of 30	11.	29.
1.		11.		12.	Advanced Scenario 9
2.				Advanced Scenario 6	30.
3.	Passing Score: 12 of 15	12.	<u> </u>	13.	31.
4.		13.	<u> </u>	14.	32.
5.		Basic Scenario 7	<u> </u>		33.
3.		14.	_		34.
7.		15.	_		35.
		16.			Total Answers Correct:
3.		17.			Total Questions:
9.		18.			Passing Score: 28 o
10.		19.			

Passing Score: Privacy Act Notice

The Privacy Act of 1974 requires that when we ask for information we tell you our legal right to ask for the information, why we are asking for it, and how it will be used. We must also tell you what could happen if we do not receive it, and whether your response is voluntary, required to obtain a benefit, or mandatory. Our legal right to ask for information is 5 U.S.C. 301.

We are asking for this information to assist us in contacting you relative to your interest and/or participation in the IRS volunteer income tax preparation and outreach programs. The information you provide may be furnished to others who coordinate activities and staffing at volunteer return preparation sites or outreach activities. The information may also be used to establish effective controls, send correspondence and recognize volunteers.

Your response is voluntary. However, if you do not provide the requested information, the IRS may not be able to use your assistance in these programs.

8 of 10

Test Answer Sheet

Name

If you are entering your test answers in Link & Learn Taxes, do not use this answer sheet.

Find the section heading that matches the test you are taking. Record your answers in the spaces, next to the question number in the left-hand column. Use this only if you are submitting the paper test to your instructor for grading. In that case, record all your answers on this tear-out page. Your instructor will tell you where to send your Test Answer Sheet for grading. Be sure to complete and sign Form 13615, Volunteer Standards of Conduct Agreement.

Qualified Experienced Volunteer Test		
QEV S	cenario 1	
1.		
2.		
3.		
4.		
QEV S	cenario 2	
5.		
6.		
QEV S	cenario 3	
7.		
8.		
9.		
10.		
QEV S	cenario 4	
11.		
12.		
13.		
14.		
QEV S	cenario 5	
15.		
16.		
17.		
18.		
19.		
20.		
Total Ar	nswers Correct	t:
Total Q	uestions:	20
Passi	ng Score:	16 of 20

Milita	ry Course	Tost
Military Course Test Military Scenario 1		
1.		
2.		
Military	Scenario 2	
3.		
4.		
5.		
6.		
Military	Scenario 3	
7.		
8.		
Military	Scenario 4	
9.		
10.		
Military	Scenario 5	
11.		
12.		
13.		
14.		
15.		
Total An	swers Correc	t:
Total Qu	uestions:	15
Passin	g Score:	12 of 15

International Course Test		
International Scenario 1		
1.		
2.		
Interna	ational Scenario 2	
3.		
4.		
5.		
6.		
Interna	ational Scenario 3	
7.		
8.		
9.		
10.		
11.		
12.		
13.		
14.		
15.		
Total Answers Correct:		
Total Questions: 15		
Passing Score: 12 of 15		

Privacy Act Notice

The Privacy Act of 1974 requires that when we ask for information we tell you our legal right to ask for the information, why we are asking for it, and how it will be used. We must also tell you what could happen if we do not receive it, and whether your response is voluntary, required to obtain a benefit, or mandatory. Our legal right to ask for information is 5 U.S.C. 301.

We are asking for this information to assist us in contacting you relative to your interest and/or participation in the IRS volunteer income tax preparation and outreach programs. The information you provide may be furnished to others who coordinate activities and staffing at volunteer return preparation sites or outreach activities. The information may also be used to establish effective controls, send correspondence and recognize volunteers.

Circular 230/Foreign Student Test Answer Sheet

Name

If you are entering your test answers in Link & Learn Taxes, do not use this answer sheet.

Find the section heading that matches the test you are taking. Record your answers in the spaces, next to the question number in the left-hand column. Use this only if you are submitting the paper test to your instructor for grading. In that case, record all your answers on this tear-out page. Your instructor will tell you where to send your Test Answer Sheet for grading. Be sure to complete and sign Form 13615, Volunteer Standards of Conduct Agreement.

Circular 230 Test		
Circular 230 Scenario 1		
1.		
2.		
3.		
Circula	ar 230 Scenario2	
4.		
5.		
6.		
Circula	ar 230 Scenario 3	
7.		
8.		
9.		
10.		
Circular 230 Scenario 4		
11.		
12.		
13.		
14.		
15.		
Total Answers Correct:		

Foreign Student Residency Status, Form 8843, and Filing Status Test		
1.		
2.		
3.		
4.		
5.		
6.		
7.		
8.		
9.		
10.		
11.		
12.		
13.		
Foreig	n Student Scenario 1	
14.		
15.		
16.		
17.		
	Student Taxability of ITINs, and Credits	
18.		
19.		
20.		
21.		
22.		
23.		
24.		

Foreig	Foreign Student Scenario 2		
25.			
26.			
27.			
28.			
29.			
Foreig	Foreign Student Scenario 3		
30.			
31.			
32.			
33.			
Foreign Student Scenario 4			
34.			
35.			
36.			
37.			

Foreign Student Refunds,				
_	Deductions, and the Best			
Form to	Use			
38.				
39.				
40.				
41.				
42.				
43.				
44.				
45.				
46.				
47.				
48.				
49.				
50.				
Total Answers Correct:				
Total C	Total Questions: 50			
Pass	ing Score:	40 of 50		

Privacy Act Notice

Total Questions:

Passing Score:

The Privacy Act of 1974 requires that when we ask for information we tell you our legal right to ask for the information, why we are asking for it, and how it will be used. We must also tell you what could happen if we do not receive it, and whether your response is voluntary, required to obtain a benefit, or mandatory. Our legal right to ask for information is 5 U.S.C. 301.

We are asking for this information to assist us in contacting you relative to your interest and/or participation in the IRS volunteer income tax preparation and outreach programs. The information you provide may be furnished to others who coordinate activities and staffing at volunteer return preparation sites or outreach activities. The information may also be used to establish effective controls, send correspondence and recognize volunteers.

15

12 of 15

Retest Answer Sheet

Nε	me	

If you are entering your test answers in Link & Learn Taxes, do not use this answer sheet.

Find the section heading that matches the test you are taking. Record your answers in the spaces, next to the question number in the left-hand column. Use this only if you are submitting the paper test to your instructor for grading. In that case, record all your answers on this tear-out page. Your instructor will tell you where to send your Test Answer Sheet for grading. Be sure to complete and sign Form 13615, Volunteer Standards of Conduct Agreement.

Standards of Conduct	Site Coordinator Test	Basic Course Test	Basic Scenario 8	Advanced Course Test	Advanced Scenario 7
l.	1.	Basic Scenario 1	20.	Advanced Scenario 1	15.
2.	2.	1.	21.	1.	16.
3.	3.	2.	22.	2.	17.
4.	4.	Basic Scenario 2	23.	3.	18.
5.	5.	3.	24.	Advanced Scenario 2	19.
5.	6.	4.	Basic Scenario 9	4.	20.
7.	7.	Basic Scenario 3	25.	5.	21.
3.	8.	5.	26.	Advanced Scenario 3	22.
9.	9.	6.	27.	6.	Advanced Scenario 8
10.	10.	Basic Scenario 4	28.	7.	23.
Total Answers Correct:	11.	7.	29.	8.	24.
Total Questions: 10	12.	8.	30.	Advanced Scenario 4	25.
Passing Score: 8 of 10	13.	Basic Scenario 5	Total Answers Correct:	9.	26.
assing ocore. O or 10	14.	9.		10.	27.
Intake/ Interview &	15.	10.		Advanced Scenario 5	28.
Quality Review Test	Total Answers Correct:	Basic Scenario 6	Passing Score: 24 of 30	11.	29.
<u> </u>	Total Questions: 15			12.	Advanced Scenario 9
2.		11.	_	Advanced Scenario 6	30.
3.	Passing Score: 12 of 15	12.	<u> </u>	13.	31.
1.		13.	_	14.	32.
5.		Basic Scenario 7	_		33.
S.		14.			34.
7.		15.	_		35.
		16.	<u> </u>		Total Answers Correct:
8.		17.			Total Questions:
9.		18.			Passing Score: 28
10.		19.			

Privacy Act Notice

8 of 10

The Privacy Act of 1974 requires that when we ask for information we tell you our legal right to ask for the information, why we are asking for it, and how it will be used. We must also tell you what could happen if we do not receive it, and whether your response is voluntary, required to obtain a benefit, or mandatory. Our legal right to ask for information is 5 U.S.C. 301.

We are asking for this information to assist us in contacting you relative to your interest and/or participation in the IRS volunteer income tax preparation and outreach programs. The information you provide may be furnished to others who coordinate activities and staffing at volunteer return preparation sites or outreach activities. The information may also be used to establish effective controls, send correspondence and recognize volunteers.

Retest Answer Sheet

Name

If you are entering your test answers in Link & Learn Taxes, do not use this answer sheet.

Find the section heading that matches the test you are taking. Record your answers in the spaces, next to the question number in the left-hand column. Use this only if you are submitting the paper test to your instructor for grading. In that case, record all your answers on this tear-out page. Your instructor will tell you where to send your Test Answer Sheet for grading. Be sure to complete and sign Form 13615, Volunteer Standards of Conduct Agreement.

	fied Exper	rienced
QEV S	cenario 1	
1.		
2.		
3.		
4.		
QEV S	cenario 2	
5.		
6.		
QEV S	cenario 3	
7.		
8.		
9.		
10.		
QEV S	cenario 4	
11.		
12.		
13.		
14.		
QEV S	cenario 5	
15.		
16.		
17.		
18.		
19.		
20.		
Total Ar	nswers Correct	t:
Total Q	uestions:	20
Passir	ng Score:	16 of 20

Milita	ry Course Test
	/ Scenario 1
1.	
2.	
Military	Scenario 2
3.	
4.	
5.	
6.	
Military	Scenario 3
7.	
8.	
Military	Scenario 4
9.	
10.	
Military	Scenario 5
11.	
12.	
13.	
14.	
15.	
Total Ar	nswers Correct:
Total Qu	uestions: 15
Passir	ng Score: 12 of 15

Intori	ectional Course Teet
	national Course Test
1.	
2.	
	ational Scenario 2
3.	Itional Scenario 2
4.	
5.	
6.	
Interna	ational Scenario 3
7.	
8.	
9.	
10.	
11.	
12.	
13.	
14.	
15.	
Total Ar	nswers Correct:
Total Q	uestions: 15
Passir	ng Score: 12 of 15

Privacy Act Notice

The Privacy Act of 1974 requires that when we ask for information we tell you our legal right to ask for the information, why we are asking for it, and how it will be used. We must also tell you what could happen if we do not receive it, and whether your response is voluntary, required to obtain a benefit, or mandatory. Our legal right to ask for information is 5 U.S.C. 301.

We are asking for this information to assist us in contacting you relative to your interest and/or participation in the IRS volunteer income tax preparation and outreach programs. The information you provide may be furnished to others who coordinate activities and staffing at volunteer return preparation sites or outreach activities. The information may also be used to establish effective controls, send correspondence and recognize volunteers.

Circular 230/Foreign Student Retest Answer Sheet

N	а	m	Δ

If you are entering your test answers in Link & Learn Taxes, do not use this answer sheet.

Find the section heading that matches the test you are taking. Record your answers in the spaces, next to the question number in the left-hand column. Use this only if you are submitting the paper test to your instructor for grading. In that case, record all your answers on this tear-out page. Your instructor will tell you where to send your Test Answer Sheet for grading. Be sure to complete and sign Form 13615, Volunteer Standards of Conduct Agreement.

Circu	lar 230 Test
Circula	ar 230 Scenario 1
1.	
2.	
3.	
Circula	ar 230 Scenario2
4.	
5.	
6.	
Circula	ar 230 Scenario 3
7.	
8.	
9.	
10.	
Circula	ar 230 Scenario 4
11.	
12.	
13.	
14.	
15.	
Total Ar	nswers Correct:

Status	n Student Residency , Form 8843, and Filing
Status 1.	Test
2.	
3.	
4.	
5.	
6.	
7.	
8.	
9.	
10.	
11.	
12.	
13.	
Forei	gn Student Scenario 1
14.	
15.	
16.	
17.	
	n Student Taxability of e, ITINs, and Credits
18.	
19.	
20.	
21.	
22.	
23.	
24.	

Foreig	n Student Scenario 2
25.	
26.	
27.	
28.	
29.	
Foreig	n Student Scenario 3
30.	
31.	
32.	
33.	
Foreig	n Student Scenario 4
34.	
35.	
36.	
37.	

Foreign	Student Refu	nds.
•	ons, and the l	•
Form to	Use	
38.		
39.		
40.		
41.		
42.		
43.		
44.		
45.		
46.		_
47.		
48.		
49.		
50.		
Total Ar	swers Correct	:
Total Qu	uestions:	50
Passir	ng Score:	40 of 50

Privacy Act Notice

Total Questions:

Passing Score:

15

12 of 15

The Privacy Act of 1974 requires that when we ask for information we tell you our legal right to ask for the information, why we are asking for it, and how it will be used. We must also tell you what could happen if we do not receive it, and whether your response is voluntary, required to obtain a benefit, or mandatory. Our legal right to ask for information is 5 U.S.C. 301.

We are asking for this information to assist us in contacting you relative to your interest and/or participation in the IRS volunteer income tax preparation and outreach programs. The information you provide may be furnished to others who coordinate activities and staffing at volunteer return preparation sites or outreach activities. The information may also be used to establish effective controls, send correspondence and recognize volunteers.

Volunteer Standards of Conduct Test

It is important that all individuals who volunteer their time and services in the VITA/TCE program understand their roles and responsibilities under the program. All volunteers must:

- Take the Volunteer Standards of Conduct (VSC) Training, at a minimum, the first year of volunteering with VITA/TCE program
- Annually, pass the VSC/Ethics certification test with a score of 80% or higher; and
- Sign and date Form 13615, Volunteer Standards of Conduct Agreement, indicating they have successfully completed the certification test(s) and agree to adhere to the VSC

These Volunteer Standards of Conduct requirements are in addition to the tax law certification process (e.g., Basic, Advanced, Military, or International) for becoming a qualified volunteer to teach tax law, correct tax returns, conduct quality reviews, prepare tax returns, or address tax law related questions as a volunteer in the VITA/TCE program.

Use your training and reference tools to answer the questions. You must answer eight of the following ten questions correctly to pass the Volunteer Standards of Conduct Test.

Test Questions

Directions

Using your resource materials, answer the following questions:

- **1.** Prior to working at a VITA/TCE site, **ALL** VITA/TCE volunteers (greeters, client facilitators, tax preparers, quality reviewers, etc.) must:
 - a. Annually pass the Volunteer Standards of Conduct (VSC) certification test with a score of 80% or higher.
 - b. Sign and date the Form 13615, Volunteer Standards of Conduct Agreement, agreeing to comply with the VSC by upholding the highest ethical standards.
 - c. Pass the Advanced tax law certification.
 - d. All of the above.
 - e. Both a and b
- **2.** Can a volunteer be removed and barred from the VITA/TCE program for violating the Volunteer Standards of Conduct?
 - a. Yes
 - b. No

- **3.** If a taxpayer offers you a \$20 bill because they were so happy about the quality service they received, what is the appropriate action to take?
 - a. Take the \$20 and thank the taxpayer for the tip.
 - b. Tell the taxpayer it would be better to have the \$20 deposited directly into your bank account from his refund.
 - c. Thank the taxpayer, and explain that you **cannot** accept any payment for your services.
 - d. Refer the taxpayer to the tip jar located on the quality review and print station.
- 4. Jake is an IRS tax law-certified volunteer preparer at a VITA/TCE site. When preparing a return for Jill, Jake learns that Jill does **not** have a bank account to receive a direct deposit of her refund. Jill is distraught when Jake tells her the paper refund check will take three or four weeks longer than the refund being direct deposited. Jill asks Jake if he can deposit her refund in his bank account and then turn the money over to her when he gets it. What should Jake do?
 - a. Jake can offer to use his account to receive the direct deposit, and turn the money over to Jill once the refund is deposited.
 - b. Jake should explain that a taxpayer's federal or state refund **cannot** be deposited into a VITA/TCE volunteer's bank account and she will have to open an account in her own name to have the refund direct deposited.
 - c. Jake can suggest she borrow a bank account number from a friend because the taxpayer's name does **not** need to be on the bank account.
- 5. Max prepares a tax return for Ali at a VITA/TCE site. He finds out during the interview that Ali has no health insurance. After Ali leaves the site, Max writes her name and contact information down to take home to his wife who sells health insurance for profit. Which of the following statements is true?
 - a. There is no violation to the Volunteer Standards of Conduct (VSC) unless Max's wife makes a big commission on the sale of health insurance to Ali.
 - Max has violated the VSC because he is using confidential information to engage in a financial transaction to further his own or another's personal interest.
 - c. Max is doing Ali a favor by using her personal information to secure business for his wife.
 - d. Information a taxpayer provides at a VITA/TCE site can be used for the volunteer's personal gain.

- 6. Bob, an IRS tax law-certified volunteer preparer, told the taxpayer that cash income does not need to be reported because the IRS does not know about it. Bob indicated NO cash income on Form 13614-C. Bob prepared a tax return excluding the cash income. Jim, the designated quality reviewer, was unaware of the conversation and therefore unaware of the cash income and the return was printed, signed, and e-filed. Who violated the Volunteer Standards of Conduct?
 - a. Bob, the tax law-certified volunteer who prepared the return.
 - Jim, the designated quality reviewer who was unaware of the cash income when he reviewed the return.
 - c. Betty, the coordinator.
 - d. No one has violated the Volunteer Standards of Conduct.
- 7. Sue, a VITA/TCE coordinator, was watching the local news when she saw Aaron, a new tax law-certified volunteer, in a story about several bank employees being arrested for suspicion of embezzlement. She saw Aaron being led out of the bank in handcuffs. Three days later, Sue is shocked when she sees Aaron show up at the site ready to volunteer, apparently out on bond. She pulls Aaron aside and explains that his arrest on suspicion of embezzlement could have a negative effect on the site and therefore she must ask him to leave the site. Sue removed his access to the software, she then uses the external referral process to report the details to IRS-SPEC by sending an email to WI.Voltax@irs.gov. Did Sue take appropriate actions as the coordinator?
 - a. Yes
 - b. No
- **8.** Heidi, a VSC-certified volunteer, is working at the intake station. As part of her duties, she is required to explain to the taxpayer what they are expected to do today as part of the return preparation process. What should Heidi tell them?
 - a. Form 13614-C, Intake/Interview & Quality Review Sheet, must be completed prior to having the return prepared.
 - b. You will be interviewed by the return preparer and asked additional questions as needed.
 - c. You need to participate in a quality review of your tax return by someone other than the return preparer.
 - d. All of the above.
- 9. During the intake process, the volunteer should verify the taxpayer (and secondary taxpayer if married filing jointly) has government-issued photo identification. Additionally, taxpayers must provide verification of taxpayer identification numbers (SSN or ITIN) for everyone listed on the tax return.
 - a. True
 - b. False

- 10. Mary, a VSC-certified greeter, reviews the taxpayer's completed Form 13614-C, page 2, to identify what potential volunteer certification level is needed for this tax return. Mary sees the taxpayer has checked the "yes" box indicating he has self-employment income and the certification level next to the question is (A). All other questions answered "yes" have a (B) certification. When Mary assigns the return to a tax preparer, what tax law certification level does the tax preparer need?
 - a. Advanced
 - b. Basic
 - c. It doesn't matter, any level is fine
 - d. No tax law certification is necessary

Volunteer Standards of Conduct Retest Questions

Directions

Using your resource materials, answer the following questions:

- 1. Which volunteers must pass the Volunteer Standards of Conduct (VSC) certification test?
 - a. Coordinators
 - b. Quality reviewers and tax return preparers
 - c. Greeters or client facilitators
 - d. All VITA/TCE site volunteers must pass the VSC certification test
- **2.** Failure of a VITA/TCE volunteer to comply with the Volunteer Standards of Conduct could result in which of the following?
 - a. The volunteer's removal from the VITA/TCE program.
 - b. The volunteer's inclusion in the IRS Volunteer Registry to bar future VITA/TCE activity indefinitely.
 - c. Termination of the sponsoring organization's partnership with the IRS.
 - d. All of the above may be considered an appropriate action depending on the type of violation and the sponsoring organization's corrective actions.
- **3.** Is having a donation/tip jar at the quality review station within the VITA/TCE site a violation of the Volunteer Standards of Conduct?
 - a. Yes
 - b. No
- **4.** Maggie wants her tax refund quickly; however, she doesn't have a bank account for direct deposit. She asks Josh, the tax law-certified preparer, to deposit her refund into his checking account and turn the funds over to her when received. If Josh agrees to do this, has he violated any of the Volunteer Standards of Conduct?
 - a. Yes
 - b. No

- 5. Pat is a paid tax preparer in the community; he also gives back to the community by serving as an IRS tax law-certified volunteer tax preparer at a VITA/TCE site. While conducting the interview with the taxpayer, Pat discovers the taxpayer's small business will generate a loss, making the return out of scope for the VITA/TCE program. Pat explains to the taxpayer that the tax return cannot be prepared at the VITA/TCE site, but he will offer the taxpayer a discount at his paid tax preparation business down the road. Did Pat violate the Volunteer Standards of Conduct (VSC)?
 - a. Yes, it is a violation of the VSC for Pat to solicit business from any taxpayer at the VITA/TCE site.
 - b. No, it is **not** a violation since the return **cannot** be prepared at the site.
 - c. No, none of the VSC addresses soliciting business while volunteering at the VITA/TCE site.
- 6. Ann, an IRS tax law-certified tax preparer, told the taxpayer that cash income does not need to be reported because the IRS will never know about it. Ann indicated NO cash income on Form 13614-C. Ann prepared the return without the cash income. The designated quality reviewer was unaware of the conversation and therefore unaware of the cash income and the return was printed, signed, and e-filed. Did the designated quality reviewer violate the Volunteer Standards of Conduct?
 - a. Yes
 - b. No
- 7. Jan, a greeter, overheard an IRS tax law-certified volunteer, Jim, trying to sell insurance to a taxpayer he was helping. Jim is an insurance agent in the community. Jan feels like Jim was pushy, made the taxpayer uncomfortable, and violated Volunteer Standard of Conduct #3. What should Jan do?
 - a. Make an announcement to the taxpayers in the waiting room to ignore Jim if he tries to sell them insurance.
 - b. Tell the coordinator what she heard, so he can immediately remove Jim from the site and report the incident using the external referral process by sending an email to WI.Voltax@irs.gov.
 - c. Mind her own business and do nothing.
- **8.** Explaining the intake/interview and quality review process is important so the taxpayer understands they are expected to:
 - a. Have a completed Form 13614-C, Intake/Interview & Quality Review Sheet, prior to having the return prepared.
 - b. Answer the tax preparer's additional questions during the interview.
 - c. Participate in the quality review of their tax return.
 - d. All of the above.

- **9.** During the intake process, which of the following should the volunteer verify that the taxpayer (and secondary taxpayer if married filing jointly) has with them to ensure the taxpayers can be served that day?
 - a. Government-issued photo identification for both
 - b. Taxpayer identification numbers (SSN or ITIN) for everyone listed on the tax return
 - c. All tax statement documents, including Forms W-2, 1099-R, etc.
 - d. All of the above
- **10.** To ensure quality service and accurate return preparation, every site is required to have a process for assigning taxpayers to IRS tax law-certified preparers who are certified at or above the level required to prepare their tax return.
 - a. True
 - b. False

Form **13615**

Department of the Treasury - Internal Revenue Service

(October 2021)

Volunteer Standards of Conduct Agreement – VITA/TCE Programs

The mission of the VITA/TCE return preparation programs is to assist eligible taxpayers in satisfying their tax responsibilities by providing free tax return preparation. To establish the greatest degree of public trust, volunteers are required to maintain the highest standards of ethical conduct and provide quality service.

Use of Form 13615: This form provides information on a volunteer's certification. All VITA/TCE volunteers (whether paid or unpaid workers) must pass the Volunteer Standards of Conduct certification, and sign and date Form 13615, Volunteer Standards of Conduct Agreement, prior to working at a VITA/TCE site. In addition, return preparers, guality reviewers, site coordinators, and VITA/TCE tax law instructors must certify in the Intake/Interview & Quality Review and tax law prior to signing this form. This form is not valid until the site coordinator, sponsoring partner, instructor, or IRS contact confirms the volunteer's identity, with a government-issued photo ID, and signs and dates the form.

Standards of Conduct: As a volunteer in the VITA/TCE Programs, you must:

VSC #1 - Follow the Quality Site Requirements (QSR).

VSC #2 - Not accept payment, solicit donations, or accept refund payments for federal or state tax return preparation from customers.

VSC #3 - Not solicit business from taxpayers you assist or use the information you gained about them for any direct or indirect personal benefit for you or any other specific individual.

VSC #4 - Not knowingly prepare false returns.

VSC #5 - Not engage in criminal, infamous, dishonest, notoriously disgraceful conduct, or any other conduct deemed to have a negative effect on the VITA/TCE Programs.

VSC #6 - Treat all taxpayers in a professional, courteous, and respectful manner.

Failure to comply with these standards could result in, but is not limited to, the following:

- · Your removal from all VITA/TCE Programs;
- Inclusion in the IRS Volunteer Registry to bar future VITA/TCE activity indefinitely;
- · Deactivation of your sponsoring partner's site VITA/TCE EFIN (electronic filing ID number);
- Removal of all IRS products, supplies, loaned equipment, and taxpayer information from your site;
- · Termination of your sponsoring organization's partnership with the IRS;
- · Termination of grant funds from the IRS to your sponsoring partner; and
- · Referral of your conduct for potential TIGTA and criminal investigations.

Taxpayer Impact: Taxpayer trust in the IRS and the local sponsoring partner organization is jeopardized when ethical standards are not followed. Fraudulent returns that report incorrect income, credits, or deductions can result in many years of interaction with the IRS as the taxpayer tries to pay the additional tax plus interest and penalties. This can result in an extreme burden for the taxpayer as the taxpayer tries to resolve the errors made on his or her return.

Volunteer Protection: The Volunteer Protection Act generally protects unpaid volunteers from liability for acts or omissions that occur while acting within the scope of their responsibilities at the time of the act or omission. It provides no protection for harm caused by willful or criminal misconduct, gross negligence, reckless misconduct, or a conscious, flagrant indifference to the rights or safety of the individual harmed by the volunteer.

For additional information on the volunteer standards of conduct, please refer to Publication 4961, Volunteer Standards of Conduct - Ethics Training.

Privacy Act Notice - The Privacy Act of 1974 requires that when we ask for information we tell you our legal right to ask for the information, why we are asking for it, and how it will be used. We must also tell you what could happen if we do not receive it, and whether your response is voluntary, required to obtain a benefit, or mandatory.

Our legal right to ask for information is 5 U.S.C. 301. We are asking for this information to assist us in contacting you relative to your interest and/or participation in the IRS volunteer income tax preparation and outreach programs. The information you provide may be furnished to others who coordinate activities and staffing at volunteer return preparation sites or outreach activities. The information may also be used to establish effective controls, send correspondence and recognize volunteers. Your response is voluntary. However, if you do not provide the requested information, the IRS may not be able to use your assistance in these programs. Please note: Sponsoring organizations may perform background checks on their

IRC 7216(a) - Imposes criminal penalties on tax return preparers who knowingly or recklessly make unauthorized disclosures or uses of information furnished in connection with the preparation of an income tax return. A violation of IRC 7216 is a misdemeanor, with a maximum penalty of up to one year imprisonment or a fine of not more than \$1,000, or both, together with the cost of prosecution.

> Form **13615** (Rev. 10-2021) www.irs.gov

Catalog Number 38847H

Full name (please print)					1// /	, .	· / \		U.S. le	J,-
u					Volu	nteer posi	tion(s)			IRS Employee
Home address (street, c	ity, state and ZIP code)									
Email address		Day	ytime telephone Sponsoring partner name/site name							
Number of years volunteered (including this year)			nature (elec	ature (electronic) OR Signature (type/print)			t)	Date		
	Volunteer Ce	rtification	Levels (Ad	ld the leti	er "P" for	all passin	a test scores)			
Standards of	Intake/Interview	Site				<i>p</i>		Puert	o Rico	Foreign
Conduct (Required for ALL)	& Quality Review	Coordin Test		sic Ac	vanced	Military	Internationa		2	Students
Site Coordinator Tra	Laining completed in Lir	nk & Learn	Taxes (Th	ere are of	ner options	accept for	Site Coordinato	r Training)		
Optional Tests	anning completed in En	iii a Loaiii	Taxoo. (TI		101 00110110			i iraning)		
•	Jpdate Test Only for 0	Circular 23) Profession	nals (C23	60)	Qualified	Experienced \	/olunteer	(QEV)	test
ederal Tax Law Update T										
The license information belo or additional requirements a		he volunteer	and verified b	by the partr	er or site co	oordinator. S	See Publication 1	084, Site C	coordina	tor Handbook,
Qualified Experienced Vol	unteer Test: Only for retu	rning volunte	ers approved	by their sp	onsoring or	ganization.	Refer to Publicat	ion 1084, S	Site Coor	dinator
Note: Advanced certification Credits. Refer to Publication								qualify the	voluntee	r to receive CE
Professional designation Attorney, CPA, or Enrolled		Licensing ju (state)	ırisdiction	Bar, license, registration, or enrollment number		ition, or	Effective of issue date		Expiration date (if provided)	
Site Coordinator, Sponso							nave verified the	required of	certificat	tion level(s) and
Approving Official's (posite coordinator, sponsories)				Signature (electronic) Signature (type/print) Date OR						
Parent/Guardian: By sign	ing this form, I declare th	nat I give pe	I rmission for i		volunteer	in the VITA	/TCF Draggaga			
				my chila to	Voluntoor	III IIIC VIII	/ ICE Programs	•		
Parent/Guardian name	e (printed)		Signature	•			Gignature (type)			Date
Parent/Guardian name	Fo		Signature uing Educ	e (electro	nic) CE) Cred	OR	Signature (type)			Date
Parent/Guardian name	Fo	(to be com	Signature uing Edue pleted by th	cation (nic) CE) Crec rdinator o	OR dits ONL	Signature (type)	/print)		
nstructions: Complete th without a PTIN for Enrolle governing board requirem he completed form to the	Formula section when an unpaid Agents or Non-credenents for obtaining CE CreSPEC Territory Office/Re	id certified vitaled preparedits. The signature of the control of	Signature uing Educ pleted by th volunteer is re rers. CPAs, ite coordina Manager for t	cation (e site code equesting attorneys, tor, spons further pro	nic) CE) Crec rdinator o Continuing or CFPs de coring part cessing. Re	OR dits ONL r partner) Education o not requir tner, or insefer to Publ	Y (CE) credits. CE e a PTIN; howe structor must si	/print) E credits wer, they nign and di	vill not I	pe issued eck with their form and send
nstructions: Complete th without a PTIN for Enrolle governing board requireme he completed form to the Credits or Publication 4396	Formula section when an unpailed Agents or Non-credenents for obtaining CE CresPEC Territory Office/Re6-A, Partner Resource G	(to be come id certified valued prepared its. The si- elationship is	Signature uing Educ pleted by the rolunteer is refers. CPAs, ite coordina Manager for to	cation (e site code equesting attorneys, tor, spons further pro rements a	nic) CE) Crec rdinator of Continuing or CFPs de soring parions cessing. Re nd instruction	OR dits ONL r partner) Education o not requir tner, or ins efer to Publ ons.	Y (CE) credits. CE e a PTIN; hower tructor must sicilation 5362, Fa	E credits we ver, they nign and dated Sheet -	vill not I nust che ate this Continu	be issued eck with their form and send uing Education
nstructions: Complete th without a PTIN for Enrolle governing board requireme he completed form to the Credits or Publication 4396	Formula section when an unpailed Agents or Non-credenents for obtaining CE CresPEC Territory Office/Re6-A, Partner Resource G	(to be come id certified valued prepared its. The si- elationship is	Signature uing Educ pleted by the rolunteer is refers. CPAs, ite coordina Manager for I ditional requi unteer Pre	cation (e site code equesting attorneys, tor, spons further pro rements a	nic) CE) Crec rdinator of Continuing or CFPs de soring parions cessing. Re nd instruction	OR dits ONL r partner) Education o not requir tner, or ins efer to Publ ons.	Y (CE) credits. CE e a PTIN; howevertructor must silication 5362, Famber (PTIN)	E credits we ver, they nign and dated Sheet -	vill not I nust che ate this Continu	be issued eck with their form and send uing Education
nstructions: Complete th without a PTIN for Enrolle governing board requirem he completed form to the	Formula section when an unpact of Agents or Non-credent ents for obtaining CE Cresser SPEC Territory Office/Refo-A, Partner Resource GPTIN account	(to be comit id certified valued prepared its. The sign is elationship if uide, for additional valued in the complex in the co	Signature uing Educ pleted by the rolunteer is refers. CPAs, ite coordina Manager for I ditional requi unteer Pre	cation (le site cocequesting attorneys, tor, sponsfurther pro	CE) Crec rdinator o Continuing or CFPs de soring pari cessing. Re nd instruction	OR dits ONL r partner) Education o not requir tner, or ins efer to Publ ons.	Y (CE) credits. CE e a PTIN; howevertructor must si ication 5362, Fa mber (PTIN)	E credits we were they are the are they are the are the are they are the are they are the	vill not I nust che ate this Continu	be issued eck with their form and send uing Education
nstructions: Complete th without a PTIN for Enrolle governing board requireme he completed form to the Credits or Publication 4396 First and last name on I	Formula section when an unpailed Agents or Non-credenters for obtaining CE Crespec Territory Office/Re6-A, Partner Resource GPTIN account	(to be comit id certified valued prepared its. The sign is elationship if uide, for additional valued in the complex in the co	Signature uing Educ pleted by the rolunteer is refers. CPAs, ite coordina Manager for I ditional requi unteer Pre	cation (le e site cocequesting attorneys, torr, spons urther pro rements a parer's Ta	DE) Crec rdinator o Continuing or CFPs de soring pari cessing. Re nd instruction	OR dits ONL r partner) Education o not requir tner, or ins efer to Publ ons. cation Nur	Y (CE) credits. CE e a PTIN; howevertructor must si ication 5362, Fa mber (PTIN)	E credits we were they are the are they are the are the are they are the are they are the	vill not I nust che ate this Continu	be issued eck with their form and send uing Education
nstructions: Complete th without a PTIN for Enrolle governing board requirement he completed form to the Credits or Publication 4390 First and last name on I	Formula section when an unpailed Agents or Non-credenters for obtaining CE Crespec Territory Office/Re6-A, Partner Resource GPTIN account	(to be comid certified vitaled prepared its. The selationship funde, for additional properties of the selationship funder its funder in the selationship funder its funder	Signature uing Educ pleted by the rolunteer is refers. CPAs, ite coordina Manager for I ditional requi unteer Pre	cation (le site coce equesting attorneys, tor, spons further pro rements a parer's Ta	nic) CE) Crec rdinator o Continuing or CFPs do soring par cessing. R nd instructi ax Identific ntification	OR dits ONL r partner) Education o not requir tner, or ins efer to Publ ons. cation Nur	Y (CE) credits. CE e a PTIN; however tructor must sitication 5362, Famber (PTIN) SIDN) Non-credential	E credits we ver, they n ign and dated Sheet -	rill not I nust che ate this Continumbe	oe issued eck with their form and send uing Education er (if applicable)
nstructions: Complete th without a PTIN for Enrolle governing board requirement he completed form to the Credits or Publication 4396 First and last name on I Address (VITA/TCE Site of Professional Status (c	Formula section when an unpailed Agents or Non-credenters for obtaining CE Crespec Territory Office/Re6-A, Partner Resource GPTIN account	(to be comid certified vitaled prepared its. The sielationship I wide, for additional prepared its. The sielationship I wide, for additional prepared its statement of the sielationship I wide, for additional prepared its statement of the sielationship I will be set to see the sielation of the s	Signature uing Educ pleted by the rolunteer is rers. CPAs, set coordina Manager for to ditional requi	cation (le site coce equesting attorneys, tor, spons further pro rements a parer's Tales Site Ide S	nic) CE) Crec rdinator o Continuing or CFPs de soring par cessing. R nd instructi ax Identific ntification	OR dits ONL r partner) Education o not requir tner, or ins efer to Publ ons. cation Nur	Y (CE) credits. CE e a PTIN; hower tructor must sicilication 5362, Famber (PTIN)	E credits we ver, they n ign and dated Sheet -	rill not I nust che ate this Continumbe	oe issued eck with their form and send uing Education er (if applicable)
nstructions: Complete th without a PTIN for Enrolle governing board requireme he completed form to the Credits or Publication 4390 First and last name on I Address (VITA/TCE Site of Professional Status (C Enrolled Agent (EA) Attorney	Formula section when an unpailed Agents or Non-credenters for obtaining CE Crespec Territory Office/Re6-A, Partner Resource GPTIN account	(to be comid certified vitaled prepared its. The signature is a constant of the community of the community of the certified ce	Signature uing Educ pleted by th rolunteer is ri rers. CPAs, ; tte coordina Manager for t dittional requi lunteer Pre	cation (le site coce equesting attorneys, tor, spons further pro rements a parer's Tales Site Ide S	nic) CE) Crec rdinator o Continuing or CFPs de soring par cessing. R nd instruct ax Identific ntification CPA)	OR Sitts ONL r partner) Education o not requir tner, or insefer to Publ ons. cation Nur Number (Y (CE) credits. CE e a PTIN; howe- structor must si ication 5362, Fa mber (PTIN) SIDN) Non-credential (Participating	E credits we ver, they n gn and datct Sheet -	rill not thus the characteristic Continumber number sturn Prenual Fil	pe issued eck with their form and send uing Education er (if applicable) eparer
nstructions: Complete th vithout a PTIN for Enrolle poverning board requirement completed form to the credits or Publication 4396 First and last name on I Address (VITA/TCE Site of Professional Status (c) Enrolled Agent (EA) Attorney	is section when an unpaid Agents or Non-credents for obtaining CE Crespec Territory Office/Rispec Terr	(to be comid certified vitaled prepared its. The signature is a constant of the community of the community of the certified ce	Signature uing Educ pleted by th rolunteer is ri rers. CPAs, ; tte coordina Manager for t dittional requi lunteer Pre	cation (le e site coo equesting attorneys, tor, spons further pro rements a parer's Ta	nic) CE) Crec rdinator o Continuing or CFPs de soring paricessing. R nd instruction ntification CPA) (Minimum	OR dits ONL r partner) Education o not requir tner, or ins efer to Publ ons. cation Nur Number (Y (CE) credits. CE e a PTIN; howevertructor must sicilication 5362, Fa mber (PTIN) SIDN) Non-credential (Participating Program) Jolunteer Hours requiralifies for 14 CE	E credits we ver, they n ign and dated Sheet - CTEC ID A	rill not thus the characteristic Continumber number sturn Prenual Fil	pe issued eck with their form and send uing Education er (if applicable) eparer
nstructions: Complete th vithout a PTIN for Enrolle poverning board requirement completed form to the Credits or Publication 4396 First and last name on I Address (VITA/TCE Site of Professional Status (C Enrolled Agent (EA) Attorney (C) Advanced	is section when an unpaid Agents or Non-credenents for obtaining CE CresPEC Territory Office/Re6-A, Partner Resource GPTIN account or teaching location) wheck only one box) Certification Level	(to be comid certified with talled prepared to the selectionship I wide, for additional certified certifie	Signature uing Educ pleted by th rolunteer is ri rers. CPAs, ; tte coordina Manager for t dittional requi lunteer Pre	cation (le site coce equesting attorneys, tor, spons further pro rements a parer's Tales outlined a countant (le Planner (C	CE) Crec crdinator o Continuing or CFPs do coring par cessing. R nd instruct ax Identific ntification CPA) GFP) (Minimum curs volun	OR Sitts ONL r partner) Education o not requir tner, or insefer to Publ ons. cation Nur Number (Y (CE) credits. CE e a PTIN; hower structor must si ication 5362, Fa mber (PTIN) SIDN) Non-credential (Participating Program) /olunteer Hours require	E credits we ver, they n gn and datct Sheet CTEC ID A ed Tax Re in the An. Irs red to issue: credits)	rill not thus the characteristic Continumber number sturn Prenual Fil	pe issued eck with their form and send uing Education er (if applicable) eparer
nstructions: Complete th without a PTIN for Enrolle governing board requireme he completed form to the Credits or Publication 4396 First and last name on I Address (VITA/TCE Site of Professional Status (C Enrolled Agent (EA) Attorney (Co Advanced	is section when an unpaid Agents or Non-credents for obtaining CE Crespec Territory Office/Rispec Terr	(to be comid certified vitaled prepared its. The signature is a constant of the signature is	Signature uing Educ pleted by the rers. CPAs, a rers. CPAs, a dite coordina Manager for t ditional requi lunteer Prepared and Public Acc and Financial	cation (in entertain size (electrose electrose) (electrose electrose) (electrose) (electro	CE) Crec rdinator o Continuing or CFPs de soring par cessing. R nd instructi ax Identific ax Identific cPA) (Minimum urs volun	OR dits ONL r partner) Education o not requir tner, or ins efer to Publ ons. cation Nur Number (of 10 volun teered (qu teered (qu	Y (CE) credits. CE e a PTIN; however tructor must sitication 5362, Famber (PTIN) SIDN) Non-credential (Participating Program) /olunteer House required in the control of the control o	E credits we ver, they n ign and dated Sheet - CTEC ID A ed Tax Re in the Animal street to issue it credits)	rill not to the nust chies ate this Continumber number turn Prenual File are CE C	pe issued eck with their form and send uing Education er (if applicable) eparer ling Season

Intake / Interview and Quality Review Test Questions

Directions

Review the Intake/Interview and Quality Review training and answer the following questions.

- All IRS-certified volunteer preparers participating in the VITA/TCE programs must use Form 13614-C along with an effective interview for every return prepared at the site.
 - a. True
 - b. False
- 2. What should the certified volunteer preparer do before starting the tax return?
 - a. Make sure all questions on Form 13614-C are answered.
 - b. Change "Unsure" answers to "Yes" or "No" based on a conversation with the taxpayer.
 - c. Complete all applicable Certified Volunteer Preparer shaded-area questions on Form 13614-C.
 - d. All of the above.
- **3.** When reviewing Form 13614-C, you see the "Interest" question is marked "Yes" and the taxpayer gives you a Form 1099-INT. You should ask the taxpayer if they had any other interest income.
 - a. True
 - b. False
- **4.** VITA/TCE sites are required to conduct Quality Reviews:
 - a. Of all the returns prepared by volunteers who have less than two years of experience preparing returns.
 - b. Of every return prepared at the site.
 - c. Only when there is a Quality Reviewer available.
 - d. Of all returns prepared by volunteers with certification levels below Advanced, Military, or International.
- **5.** You do **not** need to see proof of cash donations made by a taxpayer if you feel that the information is **not** unusual or questionable.
 - a. True
 - b. False
- **6.** In most cases a volunteer must review photo identification for every taxpayer(s) to deter the possibility of identity theft.
 - a. True
 - b. False

- 7. When does the taxpayer sign the tax return?
 - Before quality review and before being advised of their responsibility for the accuracy of the information on the return.
 - b. Before quality review and after being advised of their responsibility for the accuracy of the information on the return.
 - c. After quality review and before being advised of their responsibility for the accuracy of the information on the return.
 - d. After quality review and after being advised of their responsibility for the accuracy of the information on the return.
- **8.** The site is busy with many taxpayers waiting for assistance. All volunteers are busy preparing tax returns. Can you quality review the return you just prepared instead of waiting for someone else to quality review the return?
 - a. Yes, if it is a returning taxpayer.
 - b. Yes, with approval of the Site Coordinator.
 - c. No, self review is never an acceptable quality review method.
 - d. No, unless you are certified at the Advanced level.
- 9. Which of the following is true?
 - a. Quality review can be conducted by a volunteer preparer certified at Basic when the tax return required an Advanced certification to prepare.
 - b. Quality review is conducted after the taxpayer signs the tax return.
 - c. Quality review is an effective tool for preparing an accurate tax return.
 - d. Taxpayers do **not** need to be involved in the quality review process.
- 10. As part of the intake process, each site must:
 - Have a process to ensure a return is within the scope of the VITA/TCE Programs.
 - b. Identify the certification level needed to prepare a return.
 - Have a process to ensure volunteers have the certification needed for the returns they prepare.
 - d. All of the above.

Intake / Interview and Quality Review Retest Questions

Directions

Review the Intake/Interview and Quality Review training and answer the following questions.

- **1.** When should an IRS-certified volunteer preparer participating in the VITA/TCE Programs perform a complete interview of a taxpayer?
 - a. Only when the taxpayer has questions.
 - b. Only if the taxpayer has never visited your site.
 - c. Only when the site is **not** busy.
 - d. For every return prepared at the site.
- **2.** The certified volunteer preparer should verify the return is within their certification level as part of the Intake/Interview process.
 - a. True
 - b. False
- **3.** When reviewing Form 13614-C, you see the "Interest" question is marked "Yes" and the taxpayer gives you a Form 1099-INT. What should you do next?
 - a. Input Form 1099-INT into tax software.
 - b. Go to the next question on Form 13614-C.
 - c. Ask the taxpayer if they had any other interest income.
- **4.** VITA/TCE sites are required to conduct quality reviews of every return prepared at the site.
 - a. True
 - b. False
- **5.** A taxpayer tells you that they donated \$50 to their church but they did **not** bring proof of the donation. This information along with all other information gathered during your interview does **not** seem unusual or questionable.

As a tax preparer, you should:

- a. Send the taxpayer home to get proof of their donation.
- b. Prepare the return giving credit for the donation without seeing proof.
- c. Prepare their return without giving them credit for the donation.

- 6. What information must a volunteer review to deter the possibility of identity theft?
 - a. Form W-2
 - b. Photo identification
 - c. Last year's tax return
 - d. Medicaid card
- **7.** The taxpayer signs the tax return after quality review and after being advised of their responsibility for the accuracy of the information on the return.
 - a. True
 - b. False
- **8.** You can quality review a tax return you just prepared instead of waiting for someone else to quality review the return.
 - a. True
 - b. False
- **9.** Which of the following four critical processes for quality review is **not** correct:
 - a. Engaging the taxpayer in the review process.
 - b. Using Google as a main reference for tax law determinations.
 - c. Using the Quality Review Checklist located in Publication 4012 as a guide while conducting the quality review.
 - d. Comparing source documents provided by the taxpayer.
- **10.** Completing a thorough interview before entering taxpayer information into the software helps avoid which of the following potential problems?
 - a. The volunteer may **not** have the required certifications to prepare the return.
 - b. The return may be Out of Scope.
 - c. The taxpayer may **not** have all the information needed to prepare the return.
 - d. All of the above.

Site Coordinator Test Questions

Test Questions

- The Site Coordinator Test is optional for the designated coordinator and alternate coordinators.
 - a. True
 - b. False
- **2.** Which IRS publication includes the roles and responsibilities of the site coordinator?
 - a. Publication 5166, IRS Volunteer Quality Site Requirements
 - b. Publication 1084, VITA/TCE Volunteer Site Coordinator Handbook
 - c. Publication 4299, Privacy, Confidentiality and Civil Rights A Public Trust
 - d. Publication 4012, VITA/TCE Volunteer Resource Guide
- 3. Prior to signing and dating the Form 13615, Volunteer Standards of Conduct Agreement – VITA/TCE Programs, the sponsoring partner's approving official must confirm government-issued photo identification and the required certification level of the volunteer for the Form 13615 to be valid.
 - a. True
 - b. False
- **4.** If partner owned computers or IRS loaned computers or printers are lost or stolen, the partner is required to notify the local SPEC territory office _____.
 - a. Before May 15th
 - b. Within 30 days or as soon as possible
 - c. Immediately or by the next business day
 - d. Before the end of the calendar year
- 5. According to QSR #4 Reference Materials, all sites are required to have the following available for use at VITA/TCE sites in paper or electronic format: Publication 17, Your Federal Income Tax (For Individuals); Publication 4012, VITA/TCE Volunteer Resource Guide; Publication 4299, Privacy, Confidentiality and Civil Rights A Public Trust; Volunteer Tax Alerts (VTA); and Quality Site Requirement Alerts (QSRA). AARP Foundation Tax Aide uses CyberTax Alerts in lieu of VTAs and QSRAs.
 - a. True
 - b. False

- Coordinators are required to have a correct Quality Review process for 100% of the returns prepared at VITA/TCE sites. The two acceptable methods of quality review are
 - a. Self-Review and Peer to Peer Review
 - b. Peer to Peer Review and Designated Review
 - c. Designated Review and Self-Review
 - d. Taxpayer Review and Designated Review
- 7. For a correct Intake, Interview, and Quality Review process, all questions in Parts I-V of the Form 13614-C, Intake/Interview & Quality Review Sheet must be verified and all "Unsure" answers must be changed to "Yes" or "No".
 - a. True
 - b. False
- **8.** It is acceptable to use IRS loaned equipment (including laptops and printers) outside of the scope of the VITA/TCE program, such as for personal use after site hours.
 - a. True
 - b. False
- **9.** Which of the following is **not** a qualifying certification to earn Continuing Education Credits?
 - a. Military
 - b. Advanced
 - c. Qualified Experienced Volunteer
 - d. International
- **10.** Prior to opening, each site must have Form 15272, VITA/TCE Security Plan, approved ____ and a copy available at the site.
 - a. Annually
 - b. Monthly
 - c. Every other year
 - d. Before the end of the filing season
- **11.** Which consent form must every taxpayer sign prior to beginning a virtual tax preparation process?
 - a. No consent needed
 - b. Form 8879, IRS e-file Signature Authorization
 - c. Form 15272, VITA/TCE Security Plan
 - d. Form 14446, Virtual VITA/TCE Site Model Taxpayer Consent

- **12.** At a minimum, all Wi-Fi or wireless connections at a VITA/TCE tax preparation site must be password protected.
 - a. True
 - b. False
- **13.** When conducting taxpayer interviews in close proximity, it is important to limit unauthorized access to taxpayer information and ensure privacy (for example, positioning computer screens, protecting taxpayer documents and preventing others from hearing sensitive information).
 - a. True
 - b. False
- 14. If a volunteer is identified as violating one or more of the Volunteer Standards of Conduct, partners and coordinators must elevate the specifics to the local SPEC territory office for consideration to be added to the Volunteer Registry. Once a volunteer is added to the Volunteer Registry, how long are they removed from volunteering in VITA/TCE program?
 - a. For a month
 - b. Indefinitely
 - c. For a filing season
 - d. For a year
- **15.** A VITA/TCE data breach occurs when a taxpayer's personally identifiable information (PII) is shared, used or disclosed, whether physical or electronic, without taxpayer permission.
 - a. True
 - b. False

Site Coordinator Certification Retest Questions

- **1.** Coordinators and alternate coordinators are required to pass with a score of 80% or higher, which of the following:
 - a. Volunteer Standards of Conduct Test
 - b. Site Coordinator Test
 - c. Both a and b
 - d. None of the above
- **2.** Publication 5166, IRS Volunteer Quality Site Requirements, is the primary IRS resource for coordinator roles and responsibilities.
 - a. True
 - b. False
- 3. Form 13615, Volunteer Standards of Conduct Agreement VITA/TCE Programs is not valid until the sponsoring partner's approving official signs and dates the form after confirming the volunteer's______.
 - a. Government-issued photo identification
 - b. Certification levels on Form 13615, Volunteer Standards of Conduct Agreement- VITA/TCE Programs
 - c. Government-issued photo identification and certification levels on Form 13615, Volunteer Standards of Conduct Agreement VITA/TCE Programs
 - d. None of the above
- **4.** All partner-owned computers or loaned IRS computers and printers that are lost or stolen, must be reported to the local SPEC territory office before May 15th.
 - a. True
 - b. False
- **5.** According to QSR #4 Reference Materials, in addition to Volunteer Tax Alerts and Quality Site Requirement Alerts (AARP Foundation Tax Aide uses CyberTax Alerts), which reference materials are required to be available for use at each site?
 - a. Pub 4012, VITA/TCE Volunteer Resource Guide and Pub 17, Your Federal Income Tax (For Individuals)
 - b. Pub 1084, VITA/TCE Volunteer Site Coordinator Handbook and Pub 5166, IRS Volunteer Quality Site Requirements
 - c. Pub 4299, Privacy, Confidentiality and Civil Rights A Public Trust
 - d. Both a and c

- **6.** The three acceptable types of quality review at VITA/TCE sites are: Designated Review, Peer to Peer Review, and Self Review.
 - a. True
 - b. False
- **7.** During the Intake, Interview, and Quality Review process, all questions in Parts I-V of the Form 13614-C, Intake/Interview & Quality Review Sheet must be marked as:
 - a. Yes
 - b. No
 - c. Unsure
 - d. Either yes or no
- **8.** The use of IRS loaned equipment (including laptops and printers) is restricted to the preparation and filing of electronic tax returns and related program activities that support the VITA/TCE free tax preparation program. IRS loaned equipment may **not** be used for commercial purposes, games, or other personal use.
 - a. True
 - b. False
- **9.** The Qualified Experienced Volunteer Test is **not** a qualifying certification for receiving Continuing Education Credits.
 - a. True
 - b. False
- **10.** Form 15272, VITA/TCE Security Plan, must be approved annually by the local SPEC territory office.
 - a. True
 - b. False
- 11. Prior to beginning a virtual tax preparation process, the taxpayer(s) must agree to the virtual process by signing Form 14446, Virtual VITA/TCE Site Model Taxpayer Consent.
 - a. True
 - b. False

- **12.** IRS sponsored free tax preparation sites must use the following Wi-Fi or wireless connection:
 - a. Public access Wi-Fi or wireless connection
 - b. Password protected Wi-Fi or wireless connection
 - c. Unsecured wired internet connection
 - d. Unsecured volunteer Hotspot wireless connection
- **13.** Volunteers must ensure that taxpayer privacy is protected when sharing Personally Identifiable Information (PII). During conversations with taxpayers in close proximity,_____ should **not** be discussed out loud.
 - a. SSNs
 - b. Addresses
 - c. Bank account numbers
 - d. All of the above
- **14.** Volunteers who violate the Volunteer Standards of Conduct or commit certain unethical actions, must be reported to the local SPEC territory office for consideration to be added to the Volunteer Registry and removed from the VITA/TCE program for a period of one year.
 - a. True
 - b. False
- **15.** What are examples of potential security breaches that would need to be referred to the local SPEC territory office?
 - a. Loss of computer containing Personally Identifiable Information (PII)
 - b. Loss of computer bag containing tax returns
 - c. Loss of taxpayer information
 - d. All of the above

Basic Course Scenarios and Test Questions

Directions

The first six scenarios do not require you to prepare a tax return. Read the interview notes for each scenario carefully and use your training and resource materials to answer the questions after the scenarios.

Basic Scenario 1: Joe Wilson

Interview Notes

- Joe is 35 years old and has never been married.
- Suzanna, age 12, is Joe's niece who lived with him all year. Joe provided all of her support and provided over half the cost of keeping up the home.
- Joe elected not to receive advance child tax credit payments.
- Joe earned \$42,000 in wages.
- · Joe is blind and cannot be claimed as a dependent by another taxpayer.
- Joe and Suzanna are U.S. citizens, have valid Social Security numbers and lived in the U.S. the entire year.

Basic Scenario 1: Test Questions

- **1.** What is the most advantageous filing status allowable that Joe can claim on his tax return for 2021?
 - a. Single
 - b. Head of Household
 - c. Qualifying Widow(er)
 - d. Married Filing Separate
- 2. Joe can claim a higher standard deduction because he is blind.
 - a. True
 - b. False

Basic Scenario 2: Chris and Marcie Davis

Interview Notes

- Chris, age 22, and Marcie, age 24, are married and will file a joint return.
- They cannot be claimed as dependents by another taxpayer.
- Chris and Marcie have no children or other dependents.
- Both work and neither are full-time students. Chris earned wages of \$18,600 and Marcie earned wages of \$6,500.
- Chris and Marcie are U.S. citizens and have valid Social Security numbers.
- Chris and Marcie received an Economic Impact Payment (EIP3) of \$2,800 in March 2021.

Basic Scenario 2: Test Questions

- **3.** Chris and Marcie **cannot** claim the Earned Income Tax Credit (EITC) because they are too young and have no qualifying children.
 - a. True
 - b. False
- **4**. Chris and Marcie must claim the EIP3 of \$2,800 as taxable income on their 2021 tax return.
 - a. True
 - b. False

Basic Scenario 3: Archie and Tina Reynolds

Interview Notes

- Archie and Tina Reynolds are married and always file Married Filing Jointly.
- Archie earned \$32,000 in wages and Tina earned \$24,000 in wages.
- The Reynolds paid all the cost of keeping up a home and provided all the support for their two children, Laura and Timothy, who lived with them all year.
- Laura is 13 years old and Timothy turned 17 in November 2021.
- Archie and Tina elected not to receive the advance child tax credit payments.
- Archie and Tina did not have enough deductions to itemize, but contributed \$1,700 in 2021, to their church, a qualified charitable organization.
- Archie, Tina, Laura, and Timothy are all U.S. citizens with valid Social Security numbers and lived in the U.S. the entire year.

Basic Scenario 3: Test Questions

- 5. Which of the Reynolds children qualifies for the child tax credit (CTC)?
 - a. Laura
 - b. Timothy
 - c. Laura and Timothy
 - d. Not eligible for CTC
- **6.** Archie and Tina will **not** itemize deductions but can deduct the full amount of their charitable contribution.
 - a. True
 - b. False

Basic Scenario 4: Charles and Heather Brooks

Interview Notes

- Charles and Heather are married and will file a joint return.
- Heather is a U.S. citizen with a valid Social Security number. Charles is a resident alien with an Individual Taxpayer Identification Number (ITIN).
- Heather worked in 2021 and earned wages of \$31,000. Charles worked part-time and earned wages of \$12,000.
- The Brooks have three children: Emma, age 11, Liam, age 13, and Grace, age 18.
- Charles and Heather elected not to receive the advance child tax credit payments.
- The Brooks provided the total support for their three children, who lived with them
 in the U.S. all year. Emma, Liam, and Grace are U.S. citizens and have valid Social
 Security numbers.

Basic Scenario 4: Test Questions

- **7.** The Brooks qualify for the Credit for Other Dependents.
 - a. True
 - b. False
- **8.** The Brooks qualify for the Earned Income Tax Credit.
 - a. True
 - b. False

Basic Scenario 5: Alan Carmichael

Interview Notes

- Alan is single and 71 years old.
- Alan worked as a greeter at the local department store and earned wages of \$6,000.
 Alan also received Social Security benefits of \$14,500. He received a taxable pension of \$11,700.
- He retired from his previous job on October 30, 2019. During his career he contributed pretax dollars to a qualified 401(k) retirement plan through his employer.
- Alan cannot be claimed as a dependent by another taxpayer.
- Alan is a U.S. citizen with a valid Social Security number.

Basic Scenario 5: Test Questions

- **9.** Alan **cannot** claim the Earned Income Tax Credit because his age is more than the age limit.
 - a. True
 - b. False
- 10. Alan must take a required minimum distribution in 2021.
 - a. True
 - b. False

Interview Notes

- Bobbie Daniels was separated from his spouse for 10 months in 2021. Bobbie and his spouse have decided to file their tax returns as Married Filing Separately.
- Bobbie earned wages of \$11,000 during the first half of the year. Bobbie lost his job in July and received a total of \$7,500 in unemployment compensation.
- Bobbie is a chef and took a gourmet cooking class at the community college to improve his cooking skills. He paid the cost of tuition and a course-related book. His total education expenses were \$1,500.
- Bobbie also paid student loan interest for the courses he previously took to earn his Bachelor's degree. For 2021, he paid student loan interest of \$350.
- · Bobbie does not have any dependents.
- Bobbie is a U.S. citizen with a valid Social Security number.

Basic Scenario 6: Test Questions

- **11.** Bobbie can exclude his unemployment compensation on his 2021 tax return.
 - a. True
 - b. False
- **12.** Bobbie is eligible for the following credit:
 - a. Earned Income Credit
 - b. Lifetime Learning Credit
 - c. American Opportunity Credit
 - d. None of the above
- **13.** Bobbie can claim the student loan interest deduction on his tax return.
 - a. True
 - b. False

Basic Scenario 7: Fred and Wilma Jones

Using the tax software, complete the tax return, including Form 1040 and all appropriate forms, schedules, or worksheets. Answer the questions following the scenario.

Note: When entering Social Security numbers (SSNs) or Employer Identification Numbers (EINs), replace the Xs as directed, or with any four digits of your choice.

Interview Notes

- Fred, age 67 and Wilma, age 58, are married. They elect to file Married Filing Jointly.
- Fred is retired. He received Social Security benefits and a pension.
- Fred and Wilma have one son, Stephen, age 18. Stephen is a full-time college student in his second year of study. He is pursuing a degree in Music and does not have a felony drug conviction. He received a Form 1098-T for 2021. Box 2 was not filled in and Box 7 was not checked on his Form 1098-T for the previous tax year.
- Stephen spent the summer at home with his parents but lived in an apartment near campus during the school year.
- Stephen received a scholarship and the terms require that it be used to pay tuition.
 Fred and Wilma paid the cost of Stephen's tuition and course-related books in 2021 not covered by scholarship. They paid \$90 for a parking sticker, \$4,500 for a meal plan, \$500 for textbooks purchased at the college bookstore, and \$100 for access to an online textbook.
- Fred and Wilma paid more than half the cost of maintaining a home and support for Stephen.
- Fred and Wilma do not have enough deductions to itemize on their federal tax return.
- The Joneses made timely estimated tax payments of \$150 each quarter for tax year 2021.
- The Joneses received a \$4,200 Economic Impact Payment (EIP3) in 2021.
- Fred, Wilma, and Stephen are U.S. citizens and have valid Social Security numbers. They all lived in the United States for the entire year.
- If Fred and Wilma receive a refund, they would like to deposit it into their checking account. Documents from County Bank show that the routing number is 111000025. Their checking account number is 11337890.





Department of the Treasury - Internal Revenue Service Form 13614-C OMB Number Intake/Interview & Quality Review Sheet (October 2021) You will need: Please complete pages 1-4 of this form. You are responsible for the information on your return. Please provide Tax Information such as Forms W-2, 1099, 1098, 1095. Social security cards or ITIN letters for all persons on your tax return. complete and accurate information. · If you have questions, please ask the IRS-certified volunteer preparer. Picture ID (such as valid driver's license) for you and your spouse. Volunteers are trained to provide high quality service and uphold the highest ethical standards. To report unethical behavior to the IRS, email us at wi.voltax@irs.gov Part I – Your Personal Information (If you are filing a joint return, enter your names in the same order as last year's return) 1. Your first name Last name Best contact number Are you a U.S. citizen? X Yes **JONES** YOUR PHONE # **FRED** 2. Your spouse's first name M.I. Last name Best contact number Is your spouse a U.S. citizen? WILMA JONES YOUR PHONE # x Yes 3. Mailing address Apt# Citv State **100 STONE STREET** YOUR CITY YS a. Full-time student 4. Your Date of Birth 5. Your job title 6. Last vear. were vou: ☐ Yes 🕱 No 7/15/1954 RETIRED b. Totally and permanently disabled c. Legally blind X No Yes 7. Your spouse's Date of Birth 8. Your spouse's job title a. Full-time student ☐ Yes 9. Last year, was your spouse: **CLERK** 1/30/1963 b. Totally and permanently disabled ☐ Yes 🕱 No c. Legally blind 10. Can anyone claim you or your spouse as a dependent? ☐ Yes 🕱 No ☐ Unsure 11. Have you, your spouse, or dependents been a victim of tax related identity theft or been issued an Identity Protection PIN? 12. Provide an email address (optional) (this email address will not be used for contacts from the Internal Revenue Service) Part II - Marital Status and Household Information 1. As of December 31, 2021, what Never Married (This includes registered domestic partnerships, civil unions, or other formal relationships under state law) was your marital status? **X** Married ☐ Yes 🕱 No a. If Yes. Did you get married in 2021? b. Did you live with your spouse during any part of the last six months of 2021? 🕱 Yes 🗌 No □ Divorced Date of final decree Date of separate maintenance decree Legally Separated Widowed Year of spouse's death 2. List the names below of: If additional space is needed check here \square and list on page 3 • everyone who lived with you last year (other than your spouse) • anyone you supported but did not live with you last year To be completed by a Certified Volunteer Preparer

1545-1964

□ No

□ No

☐ Yes

☐ Yes

7IP code

YOUR ZIP

☐ Yes 🕱 No

X No

X No

X No

Name (first, last) Do not enter your Date of Birth Relationship Number of US Resident Single or Full-time Totally and Is this Did this Did this Did the Did the name or spouse's name below (mm/dd/yy) to you (for months Citizen of US. Married as Student Permanently person a person person taxpayer(s) taxpaver(s) example: lived in (yes/no) Canada, of 12/31/21 last year Disabled qualifying provide have less provide more pay more than vour home or Mexico (S/M) (ves/no) (ves/no) child/relative more than than \$4,300 than 50% of half the cost of son maintaining a daughter. last year last year of any other 50% of his/ of income? support for (yes/no) home for this parent, person? her own (yes,no,n/a) this person? none, etc) support? (yes/no/n/a) person? (yes/no) (a) (b) (d) (e) (f) (g) (h) (i) (yes,no,n/a) (yes/no) (c) STEPHEN JONES SON YES YES YES 9/3/2003 12 S NO

Yes	No	Unsure	Part III - Income - Last Year, Did You (or Your Spouse) Receive
X			1. (B) Wages or Salary? (Form W-2) If yes, how many jobs did you have last year? 1
	X		2. (A) Tip Income?
X			3. (B) Scholarships? (Forms W-2, 1098-T)
X			4. (B) Interest/Dividends from: checking/savings accounts, bonds, CDs, brokerage? (Forms 1099-INT, 1099-DIV)
	X		5. (B) Refund of state/local income taxes? (Form 1099-G)
	X		6. (B) Alimony income or separate maintenance payments?
	X		7. (A) Self-Employment income? (Form 1099-MISC, 1099-NEC, cash, virtual currency, or other property or services)
	X		8. (A) Cash/check/virtual currency payments, or other property or services for any work performed not reported on Forms W-2 or 1099?
	X		9. (A) Income (or loss) from the sale or exchange of Stocks, Bonds, Virtual Currency or Real Estate? (including your home) (Forms 1099-S,1099-B)
	X		10. (B) Disability income? (such as payments from insurance, or workers compensation) (Forms 1099-R, W-2)
X			11. (A) Retirement income or payments from Pensions. Annuities, and or IRA? (Form 1099-R)
	X		12. (B) Unemployment Compensation? (Form 1099G)
X			13. (B) Social Security or Railroad Retirement Benefits? (Forms SSA-1099, RRB-1099)
	X		14. (M) Income (or loss) from Rental Property?
	X		15. (B) Other income? (gambling, lottery, prizes, awards, jury duty, virtual currency, Sch K-1, royalties, foreign income, etc.)
Yes	No	Unsure	Part IV - Expenses - Last Year, Did You (or Your Spouse) Pay
	x		1. (B) Alimony or separate maintenance payments? If yes, do you have the recipient's SSN? ☐ Yes ☐ No
	X		2. Contributions or repayments to a retirement account? IRA (A) 401K (B) Roth IRA (B) Other
X			3. (B) College or post secondary educational expenses for yourself, spouse or dependents? (Form 1098-T)
	X		4. Any of the following? (A) Medical & Dental (including insurance premiums) (A) Mortgage Interest (Form 1098)
			☐ (A) Taxes (State, Real Estate, Personal Property, Sales)☐ (B) Charitable Contributions
	X		5. (B) Child or dependent care expenses such as daycare?
	X		6. (B) For supplies used as an eligible educator such as a teacher, teacher's aide, counselor, etc.?
	X		7. (A) Expenses related to self-employment income or any other income you received?
	X		8. (B) Student loan interest? (Form 1098-E)
Yes	No	Unsure	Part V – Life Events – Last Year, Did You (or Your Spouse)
	X		1. (A) Have a Health Savings Account? (Forms 5498-SA, 1099-SA, W-2 with code W in box 12)
	X		2. (A) Have credit card, student loan or mortgage debt cancelled/forgiven by a lender or have a home foreclosure? (Forms 1099-C, 1099-A)
	X		3. (A) Adopt a child?
	×		4. (B) Have Earned Income Credit, Child Tax Credit or American Opportunity Credit disallowed in a prior year? If yes, for which tax year?
	X		5. (A) Purchase and install energy-efficient home items? (such as windows, furnace, insulation, etc.)
	X		6. (A) Receive the First Time Homebuyers Credit in 2008?
X			7. (B) Make estimated tax payments or apply last year's refund to this year's tax? If so how much? \$600
	X		8. (A) File a federal return last year containing a "capital loss carryover" on Form 1040 Schedule D?
		_	9. (A) Have health coverage through the Marketplace (Exchange)? [Provide Form 1095-A]
П	X		3. (A) Have health coverage through the Marketplace (Exchange): [Flovide Follo 1030-A]
X	X		10. (B) Receive an Economic Impact Payment (stimulus) in 2021?

Additional Information and Question	•					
1. Would you like to receive written cor	_	-	-	☐ No If yes, v	vhich language?	
2. Presidential Election Campaign Fun						
	filing jointly, want \$3 to go to this fund		☐ Spo			
3. If you are due a refund, would you li	▼ Yes □ No	☐ Yes	🗷 No		plit your refund b Yes	etween different account No
 If you have a balance due, would yo 		-				
5. Did you live in an area that was dec			If yes, where?	·		
6. Did you, or your spouse if filing joint		☐ Yes	x No			
Many free tax preparation sites oper this site to apply for these grants or are optional.	rate by receiving grant money or ot to support continued receipt of fin	her federal finan ancial funding .	cial assistanc Your answer v	e. The data from t vill be used only f	he following que or statistical pu	estions may be used by rposes. These question
7. Would you say you can carry on a c	onversation in English, both understar	nding & speaking'	Y 🗷 Very wel	I □ Well □ Not	well 🗌 Not at a	II ☐ Prefer not to answe
8. Would you say you can read a news	paper or book in English?	Very well	☐ Well	□ Not well □	☐ Not at all	☐ Prefer not to answer
9. Do you or any member of your hous	ehold have a disability?	☐ Yes	🗷 No	☐ Prefer not to a	nswer	
10. Are you or your spouse a Veteran	from the U.S. Armed Forces?	☐ Yes	X No	☐ Prefer not to a	answer	
11. Your race?				D ::		
☐ American Indian or Alaska Native12. Your spouse's race?	☐ Asian ☐ Black or African Am	erican 🔝 Nativ	e Hawaiian or	other Pacific Island	ler White	▼ Prefer not to answer
☐ American Indian or Alaska Native☐ No spouse	☐ Asian ☐ Black or African Am	erican 🗌 Nativ	re Hawaiian or	other Pacific Island	ler White	▼ Prefer not to answer
13. Your ethnicity?	☐ Hispanic or Latino ☐ Not H	ispanic or Latino	🗴 Prefer no	ot to answer		
14. Your spouse's ethnicity?	☐ Hispanic or Latino ☐ Not H	ispanic or Latino	🗴 Prefer no	ot to answer	☐ No spouse	
The Privacy Act of 1974 requires that when we a do not receive it, and whether your response is you relative to your interest and/or participation i volunteer return preparation sites or outreach acd on to provide the requested information, the IR information requests. The OMB Control Number	ask for information we tell you our legal right to a voluntary, required to obtain a benefit, or manda in the IRS volunteer income tax preparation and stivities. The information may also be used to es S may not be able to use your assistance in the	atory. Our legal right to d outreach programs. stablish effective contr ese programs. The Pa	, why we are askir ask for informatio The information yo ols, send correspo perwork Reduction	ng for it, and how it will by in is 5 U.S.C. 301. We as u provide may be furnis ndence and recognize was the trequires that the IR	re asking for this info hed to others who co olunteers. Your resp S display an OMB co	rmation to assist us in contactir ordinate activities and staffing a onse is voluntary. However, if y ontrol number on all public
please write to the Internal Revenue Service, Ta	x Products Coordinating Committee, SE:W:CA	R:MP:T:T:SP, 1111 C	onstitution Ave. NV	W, Washington, DC 202		
Catalog Number 52121F		MANAY iro GOV				orm 13614-C (Pay 10.20

		e's social security number 128-00-XXXX	OMB No. 154	_		IRS	_		www.ir	e IRS website at s.gov/efile
b Employer identification numb	er (EIN)			1	Wages, tips, other co	•		Feder	al income t	ax withheld
35-600XXXX				_	<u> </u>	42,000.0	-			\$2,700.00
c Employer's name, address, a	nd ZIP code			3	Social security wag		-	Social	security to	ax withheld
				_		<u> 42,000.0</u>	-	N 41:-	are tax wit	\$2,604.00
STONE STREET MA	ARKET			5	Medicare wages an	•	-	iviedic	are tax wit	
500 PEBBLES				7	Social security tips	42,000.0		Allogo	ted tips	\$609.00
YOUR CITY, YOUR	STATE, ZIF			'	Social security tips		°	Alloca	ileu lips	
d Control number				9			10	Deper	ndent care	benefits
e Employee's first name and ini	tial Last	name	Suff.	11	Nonqualified plans		12	a See i	nstructions	for box 12
							d e	DD		\$2,300.00
WILMA JONES				13	Statutory Retirement plan	Third-party sick pay	12	b	l	
100 STONE STREE	T			44	Other X		120			
YOUR CITY, YOUR	STATE, ZI	P		14	Other		0 0	C	I	
·	•						120	d		
							G G			
f Employee's address and ZIP of	code						e			
15 State Employer's state ID nu	mber	16 State wages, tips, etc.	17 State incor	ne ta	x 18 Local wage	s, tips, etc.	19 Lo	ocal inc	ome tax	20 Locality name
YS 35	5-600XXXX	\$42,000.00								
				_						
W-2 Wage a	nd Tax Sta	atement	208		<u></u>	epartment o	f the T	reasury	/—Internal	Revenue Service
Copy B—To Be Filed With E	mnlovee's FF	DERAL Tay Return		_ `	_					
his information is being furni										

		CORRE	С	ΓED (if checked	d)	_				
PAYER'S name, street address country, ZIP or foreign postal c			1	Gross distribution			MB No. 1545-0	Р	Distributions From ensions, Annuities, Retirement or	
BRADFORD INC. 2605 STATE STREET			\$ 10,000.00 2a Taxable amount			1	20 21 Pr		rofit-Sharing Plans, IRAs, Insurance	
YOUR CITY, YOUR STA	TE, ZIP		\$	\$ 10,000.00		Form 1099-R		R	Contracts, etc.	
·			21	not determined	t	•	Total distribution		Copy B	
PAYER'S TIN	RECIPIENT'S TIN	3	Capital gain (inclubox 2a)	uded in		Federal incon withheld	ne tax	Report this income on your federal tax return. If this		
40-100XXXX	127-00-	XXXX	\$			\$		\$2,500.00		
RECIPIENT'S name FRED JONES				5 Employee contributions/ Designated Roth contributions or insurance premiums \$			6 Net unrealized appreciation in employer's secur		federal income tax withheld in box 4, attach this copy to	
Street address (including apt.	no.)		7	Distribution code(s)	IRA/ SEP/		Other		your return.	
100 STONE STREET				7	SIMPLE	\$		%	This information is being furnished to	
'	City or town, state or province, country, and ZIP or foreign postal code YOUR CITY, YOUR STATE, ZIP					9b Total employee contributions \$		contributions	the IRS.	
10 Amount allocable to IRR within 5 years	11 1st year of desig. Roth contrib.	12 FATCA filing requirement	14 \$	4 State tax withhel	d	15	State/Payer	's state no.	16 State distribution \$	
\$			\$			ļ			\$	
Account number (see instructions	Account number (see instructions) 13 Date of payment				17 Local tax withheld \$			cality	19 Local distribution \$	
			\$						\$	
Form 1099-R	www.i	rs.gov/Form1099F	?			[Department of	the Treasury -	- Internal Revenue Service	

/ /	OUR SOCIAL SECURITY BEN REVERSE FOR MORE INFORI		OWN IN BOX 5 MAY BE TAXABLE INCOME.				
Box 1. Name	FRED JONES	Box 2. Beneficiary's Social Security Number 127-00-XX					
30x 3. Benefits Paid in 2021 \$9,000.00	Box 4. Benefits Repaid to SSA	in 2021	Box 5. Net Benefits for 2021 (Box 3 minus Box 4) \$9,000.00				
DESCRIPTION OF AI			DESCRIPTION OF AMOUNT IN BOX 4				
			luntary Federal Income Tax Withholding				
			dress CONE STREET CITY, YOUR STATE, ZIP				
		Box 8. Cla	aim Number (Use this number if you need to contact SSA.)				

BANK OF BEDROCK 788 BAMBAM BLVD. YOUR CITY, YOUR STATE, ZIP Sample Sam	PAYER'S name, street address, city or foreign postal code, and telephone		CORREC			rdinary divide	nds	OMB No. 1545-0110				
This is important to information and being furnished for being furnished furnished being furnished being furnished furnished being furnished being furnished furnished being f		s 110.		\$ 2,200.00			9 0 94	Dividends and				
Sample S	788 BAMBAM BLVD.			1b G	Qualifie	ed dividends				Distributions		
PAYER'S TIN RECIPIENT'S TIN RECIPIENT'S TIN 39-400XXXX 127-00-XXXX 2c Section 1202 gain \$ \$ \$ Copy For Recipient 2c Section 897 ordinary dividends \$ 2f Section 897 capital gain \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$	YOUR CITY, YOUR STATE, ZIF	•										
RECIPIENT'S TIN RECIPIENT'S TIN 39-400XXXX 127-00-XXXX 2c Section 1202 gain \$ \$ \$ Section 897 ordinary dividends \$ \$ Section 897 capital gain \$ \$ \$ Section 1904 dividends \$ \$ Section 1994 dividends \$ Section 1994 dividends \$ Section 1994 dividends \$ Section 1				\$		2,20	00.00	Form 1099-DIV				
PAYER'S TIN RECIPIENT'S TIN 39-400XXXX 127-00-XXXX 2c Section 1202 gain \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$				l	otal c	apital gain dis	str.		250 gain	Сору В		
\$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$	DAVEDIO TIM	DECIDIENTIO TINI						· ·		For Recipient		
39-400XXXX 127-00-XXXX 2e Section 897 ordinary dividends \$ 2f Section 897 capital gain \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$	PAYER'S IIN	RECIPIENT'S TIN		l	Section	n 1202 gain		1	b) gain			
RECIPIENT'S name FRED JONES Street address (including apt. no.) Street address (including apt. no.) This is important to information and being furnished the IRS. If you a required to file return, a negligent penalty or of sanction may imposed on you. YOUR CITY, YOUR STATE, ZIP FATCA filing requirement FATCA filing requirement Account number (see instructions) S Nondividend distributions S Edition 199A dividends S Foreign country or U.S. possession Foreign country or U.S. possession FATCA filing requirement S Specified private activity bond interest dividends S State tax withheld This is important to information and being furnished the IRS. If you a required to file return, a negligent penalty or oft sanction may imposed on you. In Section 199A dividends S Foreign country or U.S. possession Possession FATCA filing requirement S Specified private activity bond interest dividends S Specified private activity bond interest dividends S State tax withheld	39_400XXXX	127-00-XX	ΧX		oction	907 ordinany div	idonde	·	al gain			
RECIPIENT'S name FRED JONES 3 Nondividend distributions \$ 522.00 5 Section 199A dividends \$ Investment expenses \$ length function and the IRS. If you a requirement requirement PATCA filing requirement RATCA filing requirement RATCA filing requirement Account number (see instructions) 3 Nondividend distributions \$ 522.00 5 Section 199A dividends \$ Investment expenses \$ Investment expense	00-400/00/0						, , ,					
FRED JONES Street address (including apt. no.) Street address (including apt. no.) 100 STONE STREET City or town, state or province, country, and ZIP or foreign postal code YOUR CITY, YOUR STATE, ZIP FATCA filing requirement FATCA filing requirement I Exempt-interest dividends \$ 10 Noncash liquidation distributions \$ 10	RECIPIENT'S name	_	londiv	ridend distribu	ıtions	<u>'</u>	x withheld					
Street address (including apt. no.) 100 STONE STREET City or town, state or province, country, and ZIP or foreign postal code YOUR CITY, YOUR STATE, ZIP FATCA filing requirement FATCA filing requirement Account number (see instructions) 5 Section 199A dividends \$ Investment expenses \$ being furnished the IRS. If you are required to file return, a negligence penalty or oth sanction may be imposed on you this income is taxal and the IR determines that it in not been reported. 5 Section 199A dividends \$ Foreign country or U.S. possession 9 Cash liquidation distributions \$ 10 Noncash liquidation distributions \$ 11 Exempt-interest dividends \$ 12 Specified private activity bond interest dividends \$ 13 State IA State identification no. IS State tax withheld	EDED JONES	\$				\$	522.00	This is important tax information and is				
Street address (including apt. no.) 100 STONE STREET City or town, state or province, country, and ZIP or foreign postal code YOUR CITY, YOUR STATE, ZIP FATCA filing requirement FATCA filing requirement In Exempt-interest dividends Account number (see instructions) S State tax withheld Fatch filing requirement state in the fetermine	FRED JUNES			5 S	Section	n 199A divide	nds	6 Investment exper	nses	being furnished to		
100 STONE STREET City or town, state or province, country, and ZIP or foreign postal code YOUR CITY, YOUR STATE, ZIP FATCA filing requirement FATCA filing requirement I1 Exempt-interest dividends \$ Account number (see instructions) Spenalty or oth sanction may limposed on you this income is taxat and the IF determines that it h not been reported in the province of the penalty or oth sanction may limposed on you this income is taxat and the IF determines that it h not been reported in the penalty or oth sanction may limposed on you this income is taxat and the IF determines that it h not been reported in the penalty or oth sanction may limposed on you this income is taxat and the IF determines that it h not been reported in the penalty or oth sanction may limposed on you this income is taxat and the IF determines that it h not been reported in the penalty or oth sanction may limposed on you this income is taxat and the IF determines that it h not been reported in the IF determines that it has the IF determines that the IF determines	Street address (including apt. no.)			\$				\$		required to file a		
City or town, state or province, country, and ZIP or foreign postal code YOUR CITY, YOUR STATE, ZIP FATCA filing requirement Account number (see instructions) \$ Cash liquidation distributions \$ 10 Noncash liqu	100 STONE STREET			\$ 9 Cash liquidation distributions				8 Foreign country or U.S	. possession	return, a negligence		
YOUR CITY, YOUR STATE, ZIP 9	011	1710 (;								sanction may be		
\$ \$ \$ determines that it is a determined by a series of the information of the informatio	City or town, state or province, coun	try, and ZIP or foreign pos	tai code					10 Nanaah limuidatian	this income is taxable			
FATCA filing requirement 11 Exempt-interest dividends 12 Specified private activity bond interest dividends 13 State 14 State identification no. 15 State tax withheld 15 State tax withheld 16 State tax withheld 17 State 18 State tax withheld 18 State tax withheld 19 State tax withheld 19 State tax withheld 19 State tax withheld 19 State tax withheld 10 State tax withheld	YOUR CITY, YOUR STATE, ZIP	•							and the IRS			
Account number (see instructions) \$ \$ \$ \$ Account number (see instructions) 13 State 14 State identification no. 15 State tax withheld				_	xemp	t-interest divi	dends	12 Specified private		not been reported.		
, , , , , , , , , , , , , , , , , , ,				\$					idendo			
	Account number (see instructions)			13 S	State	14 State identific	cation no.		d			
								 				
Form 1099-DIV (keep for your records) www.irs.gov/Form1099DIV Department of the Treasury - Internal Revenue Servi	orm 1099-DIV (ke	eep for your records))	wv	ww.irs	.gov/Form109	99DIV	Department of the	Treasury -	Internal Revenue Service		

		ECTED		
FILER'S name, street address, city or town foreign postal code, and telephone number		Payments received for qualified tuition and related expenses	OMB No. 1545-1574	
RUBBLE UNIVERSITY		\$ 8,700.00	2021	Tuition
900 COLLEGE BLVD		2		Statement
YOUR CITY, YOUR STATE, ZIP				
			Form 1098-T	
FILER'S employer identification no. ST	JDENT'S TIN	3	<u>'</u>	Copy B
89-700XXXX	129-00-XXXX			For Student
STUDENT'S name		4 Adjustments made for a	5 Scholarships or grants	
STEPHEN JONES		prior year		This is important tax information
STEPHEN JUNES		\$	\$ 6,8	00.00 and is being
Street address (including apt. no.)		6 Adjustments to	furnished to the IRS. This form	
100 STONE STREET		scholarships or grants for a prior year	in box 1 includes amounts for an	must be used to
City or town, state or province, country, ar	nd ZIP or foreign postal code	lor a prior year	academic period	complete Form 8863 to claim education
YOUR CITY, YOUR STATE, ZIP		\$	beginning January- March 2022	credits. Give it to the
Service Provider/Acct. No. (see instr.)	8 Checked if at least	9 Checked if a graduate	10 Ins. contract reimb./re	efund tax preparer or use it to prepare the tax return.
	half-time student ✓	student	\$	propare the tax return.
Form 1098-T (keep t	for your records)	www.irs.gov/Form1098T	Department of the Tre	asury - Internal Revenue Service



Buckeye College Meal Plan

Buckeye College Student Housing 575 College Blvd. Your City, State ZIP

> Received from: Stephen Jones \$4,500



College Books 580 College Blvd Your City, State ZIP

Receipt: 3 Textbooks: \$500 Parking Sticker: \$90

Payment for books is also on the college website.

lubble

#05684

Rubble University

900 College Blvd

Date August 18, 2021

To **Stephen Jones** 100 Stone Street Ship To

Same as recipient

nvoice

Quantity	Description	Unit Price	Total
	Online Textbook Fee	\$100	\$100
		Subtotal	\$100
		Sales Tax	
		Shipping & Handling	
		Total	\$100

Thank you for your business!

Basic Scenario 7: Test Questions

14.	Wh	at is the amount of Fred and Wilma's standard deduction? \$
15.		nat is Fred and Wilma's total qualified education expenses used to calculate the erican Opportunity Credit?
16.	Fre	ed and Wilma Jones can claim the Credit for Other Dependents.
	a.	True
	b.	False
17.		eat is the total amount of federal income tax withholding shown on the Fred les' Form(s) W-2 and 1099?
	a. \$	22,700
	b. \$	55,200
	c. \$	6,100
	d. \$	66,622
18.	The	e taxable amount of Fred's Social Security is \$7,650.00
	a.	True
	b.	False
19.	Wh	ich of the following statements are true?
	a.	Qualified dividends are part of the total ordinary dividends.
	b.	Qualified dividends qualify for lower, long-term capital gains tax rates.
	C.	Qualified dividends are reported on Form 1099-DIV.
	d.	All of the above.

Directions

Using the tax software, complete the tax return, including Form 1040 and all appropriate forms, schedules, or worksheets. Answer the questions following the scenario.

Note: When entering Social Security numbers (SSNs) or Employer Identification Numbers (EINs), replace the Xs as directed, or with any four digits of your choice.

Interview Notes

- Sheila is single and 45 years old.
- Sheila has two children. Rebecca, age 18, has a job and earned wages of \$4,900.
 John, age 25, also worked and earned wages of \$4,500. Both children lived with her all year.
- Sheila paid all the cost of keeping up the home and more than half the support for her children.
- Sheila received disability pension benefits, but she has not reached the minimum retirement age of her employer's plan.
- She does not have enough expenses to itemize for the 2021 tax year.
- Sheila received a \$2,800 Economic Impact Payment (EIP3) in 2021.
- Shelia, Rebecca, and John are U.S. citizens and have valid Social Security numbers. They all lived in the United States for the entire year.
- If she has any balance due or refund, she would like to use Branch Bank: Bank Routing number is 128760000, Checking Account number is 123456



Form 13614-C		1.4		•		sury - Internal			la a a 4			OMB N	
(October 2021)		Int	ake/in	terv	iew &	Qualit	y Re	view S	neet			1545-	1964
You will need: • Tax Information such as • Social security cards or • Picture ID (such as valid	ITIN letters f	or all perso	ns on vo	ur tax ur spot	return. use.	You ar comple	e respo	nsible for t accurate in	formation.	tion on yo		Please pro	
	Volunteer	rs are traine To repo						old the hig at <u>wi.voltax</u>		l standard	s.		
Part I – Your Personal Inform	ation (If you a	are filing a j	oint return	, enter	your name	es in the sa	ame orde	er as last ye	ear's return)				
Your first name SHEILA		M.I.	Last na						st contact n		Are yo	ou a U.S. citi s	izen?] No
2. Your spouse's first name M.I. Last name Best contact number							ls you □ Ye	Is your spouse a U.S. citizen? ☐ Yes ☐ No					
3. Mailing address 320 MAIN STREET		,	'				City YOUR CIT	TY			State YS	1-	IP code OUR ZIP
4. Your Date of Birth	5. Your job t	title		6.	Last year	, were you	:			a. Ful	I-time stud	lent 🗌 Y	es 🗶 No
08/23/1976	RETIRED			b.	Totally ar	nd perman	ently disa	abled 🗌	Yes X N	o c. Leg	gally blind	□ Y	es 🕱 No
7. Your spouse's Date of Birth	8. Your spor	use's job titl	е	9.	Last year	, was your	spouse:			a. Ful	I-time stud	lent 🗌 Y	es 🗌 No
				b.	Totally ar	nd perman	ently disa	abled 🗌	Yes □ N	lo c. Leg	gally blind		es 🗌 No
10. Can anyone claim you or yo	our spouse as	a depende	nt?	Yes	X No	☐ Unsu	re						
11. Have you, your spouse, or	dependents b	een a victim	of tax rel	ated id	entity thef	t or been is	ssued an	Identity Pr	otection PIN	1?		☐ Y	es 🕱 No
12. Provide an email address (optional) (this	email addre	ess will no	t be us	ed for con	tacts from	the Inter	rnal Revenu	ıe Service)				
Part II - Marital Status and	Household	Informati	on										
1. As of December 31, 2021, w	hat 🕱 Ne	ever Married	d (Th	is inclu	des regist	ered dome	estic part	tnerships, c	ivil unions, o	or other for	mal relatio	nships unde	r state law)
was your marital status?		arried	a. If `	Yes, Di	d you get	married in	2021?					Yes \square N	О
			b. Di	d you li	ve with yo	ur spouse	during a	any part of t	he last six n	nonths of 2	021?	Yes \square N	О
	☐ Di	vorced	Da	ate of fi	nal decree)							
	☐ Le	gally Separ	ated Da	ate of se	eparate m	aintenance	e decree			_			
	□ W	idowed	Ye	ear of s	pouse's de	eath				_			
2. List the names below of: • everyone who lived with yo	ou last vear (o	ther than vo	our spouse	۵)				If add	ditional spac	e is neede	d check he	ere 🗌 and li	st on page 3
• anyone you supported but				•)					To be co	mpleted b	v a Certifi	ied Volunte	er Preparer
	Date of Birth	Relationship	Number of	US	Resident	Single or	Full-time	Totally and	Is this	Did this	Did this	Did the	Did the
(, ,	(mm/dd/yy)	to you (for example: son, daughter, parent, none, etc)	months lived in your home last year	Citizen (yes/no)	of US,	Married as of 12/31/21	Student last year (yes/no)	Permanently Disabled (yes/no)		person provide	person have less than \$4,300 of income?	taxpayer(s) provide more than 50% of support for this person? (yes/no/n/a)	taxpayer(s)
REBECCA PARSONS	05/09/2003	DAUGHTER	12	YES	YES	S	YES	NO					
JOHN PARSONS	07/31/1996	SON	12	YES	YES	S	YES	NO					

Catalog Number 52121E www.irs.gov Form **13614-C** (Rev. 10-2021)

			Page 2
Checl	k appr	opriate be	ox for each question in each section
Yes	No	Unsure	Part III - Income - Last Year, Did You (or Your Spouse) Receive
	X		1. (B) Wages or Salary? (Form W-2) If yes, how many jobs did you have last year?
	X		2. (A) Tip Income?
	X		3. (B) Scholarships? (Forms W-2, 1098-T)
	X		4. (B) Interest/Dividends from: checking/savings accounts, bonds, CDs, brokerage? (Forms 1099-INT, 1099-DIV)
	X		5. (B) Refund of state/local income taxes? (Form 1099-G)
	X		6. (B) Alimony income or separate maintenance payments?
	X		7. (A) Self-Employment income? (Form 1099-MISC, 1099-NEC, cash, virtual currency, or other property or services)
	X		8. (A) Cash/check/virtual currency payments, or other property or services for any work performed not reported on Forms W-2 or 1099?
	X		9. (A) Income (or loss) from the sale or exchange of Stocks, Bonds, Virtual Currency or Real Estate? (including your home) (Forms 1099-S,1099-B)
X			10. (B) Disability income? (such as payments from insurance, or workers compensation) (Forms 1099-R, W-2)
X			11. (A) Retirement income or payments from Pensions. Annuities, and or IRA? (Form 1099-R)
	X		12. (B) Unemployment Compensation? (Form 1099G)
	X		13. (B) Social Security or Railroad Retirement Benefits? (Forms SSA-1099, RRB-1099)
	X		14. (M) Income (or loss) from Rental Property?
	X		15. (B) Other income? (gambling, lottery, prizes, awards, jury duty, virtual currency, Sch K-1, royalties, foreign income, etc.)
Yes	No	Unsure	Part IV - Expenses - Last Year, Did You (or Your Spouse) Pay
	X		1. (B) Alimony or separate maintenance payments? If yes, do you have the recipient's SSN? Yes No
	X		2. Contributions or repayments to a retirement account? IRA (A) 401K (B) Roth IRA (B) Other
	X		3. (B) College or post secondary educational expenses for yourself, spouse or dependents? (Form 1098-T)
	X		4. Any of the following? (A) Medical & Dental (including insurance premiums) (B) Mortgage Interest (Form 1098)
			 ☐ (A) Taxes (State, Real Estate, Personal Property, Sales) ☐ (B) Charitable Contributions
	X		5. (B) Child or dependent care expenses such as daycare?
	X		6. (B) For supplies used as an eligible educator such as a teacher, teacher's aide, counselor, etc.?
	X		7. (A) Expenses related to self-employment income or any other income you received?
	X		8. (B) Student loan interest? (Form 1098-E)
Yes	No	Unsure	Part V – Life Events – Last Year, Did You (or Your Spouse)
	X		1. (A) Have a Health Savings Account? (Forms 5498-SA, 1099-SA, W-2 with code W in box 12)
	X		2. (A) Have credit card, student loan or mortgage debt cancelled/forgiven by a lender or have a home foreclosure? (Forms 1099-C, 1099-A)
	X		3. (A) Adopt a child?
	X		4. (B) Have Earned Income Credit, Child Tax Credit or American Opportunity Credit disallowed in a prior year? If yes, for which tax year?
	X		5. (A) Purchase and install energy-efficient home items? (such as windows, furnace, insulation, etc.)
	X		6. (A) Receive the First Time Homebuyers Credit in 2008?
	X		7. (B) Make estimated tax payments or apply last year's refund to this year's tax? If so how much?
	X		8. (A) File a federal return last year containing a "capital loss carryover" on Form 1040 Schedule D?
	X		9. (A) Have health coverage through the Marketplace (Exchange)? [Provide Form 1095-A]
X			10. (B) Receive an Economic Impact Payment (stimulus) in 2021?
	X		11. (B) Receive Advanced Child Tax Credit payments?
		ber 52121E	www.irs.gov Form 13614-C (Rev. 10-2021)

1. Would you like to receive written communications from the IRS in a language other than English?

Yes No If yes, which language?

Additional Information and Questions Related to the Preparation of Your Return

Page 3

PAYER'S name, street address, of country, ZIP or foreign postal coordelet CORPORATION 983 GREEN STREET	de, and telephone		\$	1 Gross distribution 39,500.00 2a Taxable amount			MB No. 1545-0	Pi	Distributions From ensions, Annuities, Retirement or ofit-Sharing Plans, IRAs, Insurance Contracts, etc.	
YOUR CITY, YOUR STAT	E, ZIP		\$ 21	b Taxable amoun not determined			Form 1099-l Total distribution	<u> </u>	Copy B	
PAYER'S TIN 56-700XXXX 127-00-XXXX RECIPIENT'S name SHEILA PARSONS			3	Capital gain (incli box 2a)	uded in	4	Federal incom withheld		Report this income on your federal tax return. If this	
			\$ 5 \$	Employee contributions/ Designated Roth contributions or insurance premiums			\$ \$100.00 6 Net unrealized appreciation in employer's securities \$		form shows federal income tax withheld in box 4, attach this copy to your return.	
Street address (including apt. no.) 320 MAIN STREET City or town, state or province, country, and ZIP or foreign postal code				Distribution code(s) 3 Your percentage	IRA/ SEP/ SIMPLE	\$	Other Total employee	% contributions	This information is	
YOUR CITY, YOUR STATE, ZIP 10 Amount allocable to IRR within 5 years	1 1st year of desig. Roth contrib.	12 FATCA filing requirement	14 \$ \$	distribution 4 State tax withhel	<u>%</u> d	·-	5 State/Payer	's state no.	16 State distribution \$	
Account number (see instructions)		13 Date of payment	1 \$ \$	7 Local tax withhel	ld 	18	Name of loc	ality	19 Local distribution \$	

Sheila Parsons 320 Main Street Your City, State Zip	20
PAY TO THE ORDER OF	\$
Branch Bank Anytown, State 00000 For	DOLLARS
: 128760000 : 123456	1234

Basic Scenario 8: Test Questions

	a. Single
	b. Married Filing Separately
	c. Head of Household
	d. Qualifying Widow(er)
22.	Which child qualifies Shelia for EITC?
	a. Rebecca
	b. John
	c. Both Rebecca and John
	d. Neither Rebecca nor John.
23.	Rebecca and John are dependents on Shelia's tax return.
	a. True
	b. False
24.	Sheila can prevent having a balance due next year by using the Tax Withholding Estimator at IRS.gov and then adjust her withholding.
	a. True
	b. False

20. What amount is required to be reported as wages on Sheila's tax return?

21. Sheila's most advantageous filing status allowable is

Directions

Using the tax software, complete the tax return, including Form 1040 and all appropriate forms, schedules, or worksheets. Answer the questions following the scenario.

Note: When entering Social Security numbers (SSNs) or Employer Identification Numbers (EINs), replace the Xs as directed, or with any four digits of your choice.

Interview Notes

- Mary is 30 years old and married to Mark, age 36. Mark passed away on January 30, 2021.
- Mark was unemployed and had no income in 2021 due to his illness.
- Mary's seven-year-old daughter, Jenny, lived with her the entire year.
- Mary paid more than half the cost of keeping up a home and support for Mark and Jenny.
- Mary received a distribution from her traditional IRA in January to pay for living expenses.
- Mary was a full-time high school teacher and earned \$35,000 in wages. Mary purchased supplies for her class out of her own pocket totaling \$320.
- Mary received a W-2G in the amount of \$8,200 from the local casino.
- Mary paid child and dependent care expenses for Jenny while she worked.
- Mary elected not to receive advance child tax credit payments.
- Mary and Mark received a \$4,200 Economic Impact Payment (EIP3) in 2021.
- Mary, Mark, and Jenny were not medically or financially affected by the COVID-19 pandemic.
- Mary, Mark, and Jenny are U.S. citizens and have valid Social Security numbers.
 They all lived in the United States for the entire year.
- If Mary is entitled to a refund, she would like to deposit half into her checking
 account and half into her savings account. Documents from Adelphi Bank and Trust
 show that the routing number for both accounts is 111000025. Her checking account
 number is 113355779 and her savings account number is 224466880.



Form 13614-C (October 2021)		Int		•		sury - Interna Qualit		Service view S	heet			OMB N 1545-	
You will need: Tax Information such as Social security cards of Picture ID (such as valid	r ITIN letters f	or all perso	ons on yo			You ar comple	e responente	nsible for t accurate it	nformation.	tion on yo		Please pro	
	Volunteer								hest ethica x <u>@irs.gov</u>	l standard	s.		
Part I – Your Personal Inform	nation (If you a	are filing a j	oint return	, enter y	our nam	es in the s	ame orde	er as last y	ear's return)				
Your first name MARY		M.I.	Last n						est contact n		Are yo	ou a U.S. citi s □	zen? No
Your spouse's first name MARK		M.I.	Last n						est contact n		Is you ▼ Ye	r spouse a l s $\ \square$	J.S. citizen? No
3. Mailing address 178 PACKER DRIVE		•	•				City YOUR CI	TY			State YS		P code OUR ZIP
4. Your Date of Birth	5. Your job t	title		6.	Last year	, were you	:			a. Ful	I-time stud	lent 🗌 Ye	es 🕱 No
02/14/1991	ADMINISTR	ATIVE ASSI	STANT	b.	Totally ar	nd perman	ently disa	abled 🗌	Yes 🗶 N	lo c. Leç	gally blind	□ Yee	es 🕱 No
7. Your spouse's Date of Birth	8. Your spor	use's job titl	le	9.	Last year	, was your	spouse:			a. Ful	I-time stud	lent 🗌 Ye	es 🕱 No
01/15/1985	UNEMPLOY	ΈD		b.	Totally ar	nd perman	ently disa	abled 🗌	Yes 🕱 N	lo c. Leç	gally blind	□ Yee	es 🗌 No
10. Can anyone claim you or y	our spouse as	a depende	ent? [Yes	X No	☐ Unsu	re						
11. Have you, your spouse, or	dependents b	een a victin	n of tax re	lated ide	entity thef	t or been is	ssued an	Identity Pi	rotection PIN	1?			es 🕱 No
12. Provide an email address (optional) (this	email addr	ess will no	t be use	ed for con	tacts from	the Inter	rnal Reveni	ue Service)	Sparson	s12@vita.	you	
Part II - Marital Status and	l Household	Informati	ion										
1. As of December 31, 2021, w	/hat □ Ne	ever Married	tT) b	nis inclu	des regist	tered dome	estic part	tnerships, d	civil unions, o	or other for	mal relatio	nships unde	r state law)
was your marital status?	🗶 Ma	arried	a. If	Yes, Did	d you get	married in	2021?					Yes 🗷 N	0
			b. Di	d you liv	ve with yo	ur spouse	during a	any part of t	the last six n	nonths of 2	021?	Yes 🗷 N	0
	☐ Di	vorced	Da	ate of fir	nal decree)							
	☐ Le	egally Separ	rated Da	ate of se	eparate m	aintenance	e decree	·					
	☐ W	idowed	Ye	ear of sp	ouse's d	eath		1	/30/2021	_			
List the names below of: everyone who lived with year.	ou last vear <i>(o</i>	ther than vo	our spouse	e)				If ad	ditional spac	e is neede	d check he	ere 🗌 and lis	st on page 3
 anyone you supported but 				,					To be co	mpleted b	y a Certifi	ed Volunte	er Preparer
Name (first, last) Do not enter your name or spouse's name below	Date of Birth (mm/dd/yy)	Relationship to you (for example: son, daughter, parent, none, etc)	Number of months lived in your home last year	US Citizen (yes/no)	Resident of US, Canada, or Mexico last year (yes/no)	Single or Married as of 12/31/21 (S/M)	Full-time Student last year (yes/no)	Permanently Disabled	Is this	Did this person provide more than 50% of his/ her own support?	Did this person have less than \$4,300 of income?	Did the taxpayer(s) provide more than 50% of support for this person? (yes/no/n/a)	Did the taxpayer(s) pay more than half the cost of maintaining a home for this person?
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	() () ()	(yes,no,n/a)		() John January	(yes/no)
JENNY RODGERS	01/21/2014	DAUGHTER	12	YES	YES	S	YES	NO					

Catalog Number 52121E www.irs.gov Form **13614-C** (Rev. 10-2021)

es	No	Unsure	Part III - Income - Last Year, Did You (or Your Spouse) Receive
x			1. (B) Wages or Salary? (Form W-2) If yes, how many jobs did you have last year? 1
=	x		2. (A) Tip Income?
=	x		3. (B) Scholarships? (Forms W-2, 1098-T)
╗╽	X		4. (B) Interest/Dividends from: checking/savings accounts, bonds, CDs, brokerage? (Forms 1099-INT, 1099-DIV)
	x		5. (B) Refund of state/local income taxes? (Form 1099-G)
$\Box \mid$	X		6. (B) Alimony income or separate maintenance payments?
┚┃	X		7. (A) Self-Employment income? (Form 1099-MISC, 1099-NEC, cash, virtual currency, or other property or services)
□	X		8. (A) Cash/check/virtual currency payments, or other property or services for any work performed not reported on Forms W-2 or 1099?
□	X		9. (A) Income (or loss) from the sale or exchange of Stocks, Bonds, Virtual Currency or Real Estate? (including your home) (Forms 1099-S,1099-B
┚┆	X		10. (B) Disability income? (such as payments from insurance, or workers compensation) (Forms 1099-R, W-2)
x			11. (A) Retirement income or payments from Pensions. Annuities, and or IRA? (Form 1099-R)
$\Box \mid$	X		12. (B) Unemployment Compensation? (Form 1099G)
┚┃	X		13. (B) Social Security or Railroad Retirement Benefits? (Forms SSA-1099, RRB-1099)
⊐ l	X		14. (M) Income (or loss) from Rental Property?
X			15. (B) Other income? (gambling, lottery, prizes, awards, jury duty, virtual currency, Sch K-1, royalties, foreign income, etc.)
es	No	Unsure	Part IV – Expenses – Last Year, Did You (or Your Spouse) Pay
ī	x		1. (B) Alimony or separate maintenance payments? If yes, do you have the recipient's SSN? Yes No
ו⊏	x		2. Contributions or repayments to a retirement account? IRA (A) Roth IRA (B) Other
╗╽	x		3. (B) College or post secondary educational expenses for yourself, spouse or dependents? (Form 1098-T)
⊐ İ	X		4. Any of the following? (A) Medical & Dental (including insurance premiums) (B) Mortgage Interest (Form 1098)
			☐ (A) Taxes (State, Real Estate, Personal Property, Sales)☐ (B) Charitable Contributions
K			5. (B) Child or dependent care expenses such as daycare?
ĸ │			6. (B) For supplies used as an eligible educator such as a teacher, teacher's aide, counselor, etc.?
╗╽			7. (A) Expenses related to self-employment income or any other income you received?
K			8. (B) Student loan interest? (Form 1098-E)
es	No	Unsure	Part V – Life Events – Last Year, Did You (or Your Spouse)
]	X		1. (A) Have a Health Savings Account? (Forms 5498-SA, 1099-SA, W-2 with code W in box 12)
	X		2. (A) Have credit card, student loan or mortgage debt cancelled/forgiven by a lender or have a home foreclosure? (Forms 1099-C, 1099-A)
⊒ İ	x		3. (A) Adopt a child?
ו⊏	x		4. (B) Have Earned Income Credit, Child Tax Credit or American Opportunity Credit disallowed in a prior year? If yes, for which tax year?
ו כ	x		5. (A) Purchase and install energy-efficient home items? (such as windows, furnace, insulation, etc.)
	X		6. (A) Receive the First Time Homebuyers Credit in 2008?
o l	X		7. (B) Make estimated tax payments or apply last year's refund to this year's tax? If so how much?
- 1			8. (A) File a federal return last year containing a "capital loss carryover" on Form 1040 Schedule D?
ן כ	X		6. (A) File a lederal return last year containing a capital loss carryover on Form 1040 Scriedule D?
	X	1	9. (A) Have health coverage through the Marketplace (Exchange)? [Provide Form 1095-A]
	1		· · · · · · · · · · · · · · · · · · ·

Page 3

Basic Scenarios

59

	a Employee	e's social security number 620-00-XXXX	OMB No. 154		Safe, accurate, FAST! Use	(RSP)	≁ file		e IRS website at s.gov/efile
b Employer identification nu	mber (EIN)			1 Wag	ges, tips, other con	pensation	2 Feder	al income t	ax withheld
38-500XXXX					\$3	5,000.00			\$2,150.00
c Employer's name, address, and ZIP code				3 Soc	cial security wage	S	4 Socia	security ta	x withheld
GREEN BAY SCHOOL DISTRICT					\$3	5,000.0	0		\$2,170.00
					dicare wages and	tips	6 Medic	are tax wit	hheld
1200 LOMBARDI		_			\$3	5,000.0	0		\$507.50
YOUR CITY, YOU	JR STATE, ZII	•		7 Soc	cial security tips		8 Alloca	ted tips	
d Control number				9			10 Depe	ndent care	benefits
e Employee's first name and	l initial Last r	ame	Suff.	11 No	nqualified plans		12a See i	nstructions	for box 12
MARY RODGERS 178 PACKER DRIVE YOUR CITY, YOUR STATE, ZIP				13 Stattemp	utory Retirement plan X eer	Third-party sick pay	12b		
f Employee's address and Z							12d C od e		
5 State Employer's state ID		16 State wages, tips, etc.			18 Local wages	, tips, etc.	19 Local inc	ome tax	20 Locality name
YS	38-500XXXX	\$35,000.00	\$7	50.00					
orm W-2 Wage			203	2 J	l De	partment o	of the Treasur	/—Internal	Revenue Service

PAYER'S name, street address, city o	r town, province or state, country,	1 Reportable winnings	2 Date won	OMB No. 1545-0238	
and ZIP or foreign postal code				Form W-2G	
RIDGETOP CASINO		\$ \$8,200.00	3/16/2021	Certain	
777 CREST ROAD		3 Type of wager	4 Federal income tax withheld	Gambling	
YOUR CITY, YOUR STATE, ZIP		Poker	\$ \$1,968.00	Winnings	
		5 Transaction	6 Race	(Rev. January 2021)	
				For calendar year	
		7 Winnings from identical wagers	8 Cashier	20 _21 _	
PAYER'S federal identification number	PAYER'S telephone number	\$	AR		
		9 Winner's taxpayer identification no.	10 Window		
38-600XXXX		620-00-XXX		This information is being furnished	
WINNER'S name MARY RODGERS		11 First identification	12 Second identification	to the Interna	
		YS987654	YS 31600XXX	Revenue Service.	
Street address (including apt. no.)		13 State/Payer's state identification no.	14 State winnings		
178 PACKER DRIVE			\$	Copy B	
City or town, province or state, country, and ZIP or foreign postal code		15 State income tax withheld	16 Local winnings	Report this income on your federal tax	

PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no. RILEY STATE BANK 123 SKIP WAY YOUR CITY, YOUR STATE, ZIP			\$	Taxable amount	000.00		MB No. 1545-0 2021 Form 1099-1	Pr	Distributions From ensions, Annuities, Retirement or rofit-Sharing Plans, IRAs, Insurance Contracts, etc.
,	,		21	Taxable amount not determined			Total distribution		Copy B Report this
PAYER'S TIN	RECIPIENT'S TIN	I	3	Capital gain (inclubox 2a)	ided in		Federal incom withheld	e tax	income on your federal tax return. If this
38-200XXXX	620-00-	xxxx	\$			\$		800.00	form shows
MARY RODGERS	MARY RODGERS			Employee contributions Designated Roth contributions or insurance premiun	าร		Net unrealize appreciation employer's s	in	federal income tax withheld in box 4, attach this copy to your return.
Street address (including apt. no	o.)		7	Distribution	IRA/ SEP/	8	Other		your return.
178 PACKER DRIVE				code(s)	SIMPLE	\$		%	This information is being furnished to
City or town, state or province, cou	intry, and ZIP or fore	eign postal code	98	Your percentage	of total	9b	Total employee	contributions	the IRS.
YOUR CITY, YOUR STATE, ZIP				distribution	%	\$			
within 5 years	1 1st year of desig. Roth contrib.	12 FATCA filing requirement	\$	State tax withheld	d 	15	State/Payer	's state no.	16 State distribution \$
Account number (see instructions) 13 Date of payment			1 \$	7 Local tax withheld	d	18	Name of loc	ality	19 Local distribution
Form 1099-R			\$						\$

	□ VOID □ CORRE	CTED			
RECIPIENT'S/LENDER'S name, stree province, country, ZIP or foreign post	address, city or town, state or	OTED	OMB No. 1545-1576		Student
MAGGIE MAE 854 LINCOLN RD			2021		Loan Interest Statement
YOUR CITY, YOUR STATE, ZIP			Form 1098-E		Statement
RECIPIENT'S TIN	BORROWER'S TIN	1 Student loan interest received	d by lender		
620-00-XXXX	127-00-XXXX	\$	\$7	750.00	Copy C
BORROWER'S name					For Recipient
MARY RODGERS					For Privacy Act and Paperwork
Street address (including apt. no.)					Reduction Act
178 PACKER DRIVE					Notice, see the 2021
City or town, state or province, country YOUR CITY, YOUR STATE, ZIP	ry, and ZIP or foreign postal code				General Instructions for Certain Information
Account number (see instructions)		2 Check if box 1 does not incluand/or capitalized interest, ar before September 1, 2004			Returns.
Form 1098-E	www.irs.gov/Form1098E		Department of the Tre	easury -	Internal Revenue Service

Make A Way Daycare

303 Twiggs Trail Your City, State Zip (XXX) 555-5555



Date: December 31, 2021

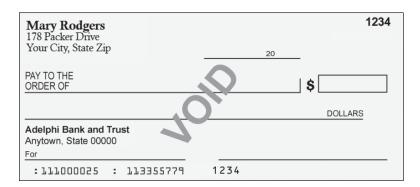
Received From:
Mary Rodgers
178 Packer Dr

EIN: 35-500XXXX **Provider:** Lynn Smith

Description	Price	Total
After-School Care for Jenny Rodgers	\$2,800	\$2,800

Total Amount Received for 2021 Childcare \$2,800

Thank you for your business!



Basic Scenario 9: Test Questions

- 25. Mary's gambling winnings do not have to be reported on her return.
 - a. True
 - b. False
- 26. Mary's most advantageous filing status is:
 - a. Head of Household
 - b. Married Filing Jointly
 - c. Married Filing Separately
 - d. Qualifying Widow(er)
- 27. Mary is subject to the additional 10% tax on early distributions.
 - a. True
 - b. False
- 28. Mary qualifies for which of the following credits?
 - a. Child Tax Credit and Earned Income Tax Credit
 - b. Child and Dependent Care Credit
 - c. Retirement Savings Contribution Credit
 - d. Both a and b
- **29.** Mary wants to split the refund between her savings and checking accounts. How is this accomplished, if possible?
 - a. Splitting a refund is **not** possible.
 - b. Mary does **not** have an overpayment on her return.
 - c. This can only be accomplished if filing a paper return.
 - d. Complete Form 8888, Allocation of Refund (Including Savings Bond Purchases).
- **30.** What amount can Mary claim as an adjustment for the supplies she purchased out of pocket?
 - a. \$0
 - b. \$250
 - c. \$300
 - d. \$320

Basic Course Retest Questions

Directions

The first five scenarios do not require you to prepare a tax return. Read the interview notes for each scenario carefully and use your training and resource materials to answer the questions after the scenarios.

Basic Scenario 1: Joe Wilson

Interview Notes

- Joe is 35 years old and has never been married.
- Suzanna, age 12, is Joe's niece who lived with him all year. Joe provided all of her support and provided over half the cost of keeping up the home.
- Joe elected not to receive advance child tax credit payments.
- Joe earned \$42,000 in wages.
- Joe is blind and cannot be claimed as a dependent by another taxpayer.
- Joe and Suzanna are U.S. citizens, have valid Social Security numbers and lived in the U.S. the entire year.

Basic Scenario 1: Retest Questions

- 1. Joe's most advantageous filing status for 2021 is Head of Household.
 - a. True
 - b. False
- 2. Joe is blind and can claim a standard deduction amount of:
 - a. \$18,800
 - b. \$20,150
 - c. \$20,500
 - d. \$22,200

Basic Scenario 2: Chris and Marcie Davis

Interview Notes

- Chris, age 22, and Marcie, age 24, are married and will file a joint return.
- They cannot be claimed as dependents by another taxpayer.
- Chris and Marcie have no children or other dependents.
- Both work and neither are full-time students. Chris earned wages of \$18,600 and Marcie earned wages of \$6,500.
- Chris and Marcie are U.S. citizens and have valid Social Security numbers.
- Chris and Marcie received an Economic Impact Payment (EIP3) of \$2,800 in March 2021.

Basic Scenario 2: Retest Questions

3. Chris and Marcie are eligible to claim the EITC without a qualifying child.	
a. True	
b. False	

4. What is the amount of the EIP3 that Chris and Marcie must include in their taxable income for 2021? \$______

Basic Scenario 3: Archie and Tina Reynolds

Interview Notes

- Archie and Tina Reynolds are married and always file Married Filing Jointly.
- Archie earned \$32,000 in wages and Tina earned \$24,000 in wages.
- The Reynolds paid all the cost of keeping up a home and provided all the support for their two children, Laura and Timothy, who lived with them all year.
- Laura is 13 years old and Timothy turned 17 in November 2021.
- · Archie and Tina elected not to receive the advance child tax credit payments.
- Archie and Tina did not have enough deductions to itemize, but contributed \$1,700 in 2021, to their church, a qualified charitable organization.
- Archie, Tina, Laura, and Timothy are all U.S. citizens with valid Social Security numbers and lived in the U.S. the entire year.

Basic Scenario 3: Retest Questions

- **5**. Timothy is **not** a qualifying child for the CTC.
 - a. True
 - b. False
- 6. What amount can Archie and Tina deduct as a charitable contribution?
 - a. \$0
 - b. \$600
 - c. \$1200
 - d. \$1700

Basic Scenario 4: Charles and Heather Brooks

Interview Notes

- Charles and Heather are married and will file a joint return.
- Heather is a U.S. citizen with a valid Social Security number. Charles is a resident alien with an Individual Taxpayer Identification Number (ITIN).
- Heather worked in 2021 and earned wages of \$31,000. Charles worked part-time and earned wages of \$12,000.
- The Brooks have three children: Emma, age 11; Liam, age 13; and Grace, age 18.
- · Charles and Heather elected not to receive the advance child tax credit payments.
- The Brooks provided the total support for their three children, who lived with them
 in the U.S. all year. Emma, Liam and Grace are U.S. citizens and have valid Social
 Security numbers.

Basic Scenario 4: Retest Questions

- 7. Which child qualifies the Brooks for the Credit for Other Dependents?
 - a. Emma
 - b. Liam
 - c. Grace
 - d. None of the above
- 8. The Brooks do not qualify for the Earned Income Credit.
 - a. True
 - b. False

Interview Notes

- · Alan is single and 71 years old.
- Alan worked as a greeter at the local department store and earned wages of \$6,000.
 Alan also received Social Security benefits of \$14,500. He received a taxable pension of \$11,700.
- He retired from his previous job on October 30, 2019. During his career he contributed pretax dollars to a qualified 401(k) retirement plan through his employer.
- Alan cannot be claimed as a dependent by another taxpayer.
- Alan is a U.S. citizen with a valid Social Security number.

Basic Scenario 5: Retest Questions

- 9. What credit(s) is Alan eligible to claim?
 - a. Credit for the Elderly or the Disabled
 - b. Earned Income Credit
 - c. Both the Credit for the Elderly or the Disabled and the Earned Income Tax Credit
 - d. Neither the Credit for the Elderly or the Disabled or the Earned Income Tax Credit
- **10.** When must Alan begin taking his required minimum distribution?.
 - a. April 1 of the calendar year following the year he reaches age 70 1/2.
 - b. April 1 of the calendar year following the year he reaches age 72.
 - c. April 1 of the calendar year following the year he retired.
 - d. Never. Required minimum distributions only apply to Roth IRAs.

Interview Notes

- Bobbie Daniels was separated from his spouse for 10 months in 2021. Bobbie and his spouse have decided to file their tax returns as Married Filing Separately.
- · Bobbie earned wages of \$11,000 during the first half of the year. Bobbie lost his job in July and received a total of \$7,500 in unemployment compensation.
- · Bobbie is a chef and took a gourmet cooking class at the community college to improve his cooking skills. He paid the cost of tuition and a course-related book. His total education expenses were \$1,500.
- · Bobbie also paid student loan interest for the courses he previously took to earn his Bachelor's degree. For 2021 he paid student loan interest of \$350.
- · Bobbie does not have any dependents.
- Bobbie is a U.S. citizen with a valid Social Security number.

Basic Scenario 6:

R	ete	st Questions
11.		v much of Bobbie's unemployment compensation must he report on his tax
	a.	\$0
	b.	\$2,500
	C.	\$5,000
	d.	\$7,500
12.	Bob	bbie is eligible to claim the American Opportunity Credit.
	a.	True
	b.	False
13.		obie can deduct \$ of student loan interest as an adjustment to his ome.

Directions

Read the scenario information for Fred and Wilma Jones beginning on page 40.
14. Fred and Wilma's standard deduction is:
a. \$24,800
b. \$25,100
c. \$26,450
d. \$27,800
15. What is Fred and Wilma's total qualified education expenses used to calculate the American Opportunity Credit?
a. \$0
b. \$2,500
c. \$7,000
d. \$8,700
16. Stephen qualifies Fred and Wilma to claim the Credit for Other Dependents.
a. True
b. False
17. The Jones' total amount of federal income tax withholding for 2021 is \$
18. How much of Fred's Social Security is taxable income?
a. \$0
b. \$4,500
c. \$7,650
d. \$9,000
19. Qualified dividends are reported on Form 1099-DIV.
a. True
b. False

Directions

Read the scenario information for Sheila Parsons beginning on page 50

- **20.** Sheila's disability pension is reported as wages.
 - a. True
 - b. False
- **21.** Head of household is the most advantageous filing status Sheila is eligible to claim on her tax return.
 - a. True
 - b. False
- 22. The amount of Sheila's EITC is \$_____.
- 23. Who qualifies as Sheila's dependent?
 - a. Rebecca
 - b. John
 - c. Both John and Rebecca
 - d. Neither John nor Rebecca
- **24.** What actions should Sheila take to prevent having a balance due next year? (Choose the best answer.)
 - a. Sheila should use the IRS Tax Withholding Estimator and adjust her withholding.
 - b. Sheila should decrease the amount of withholding on her form W-4P for next year.
 - c. Sheila should ask her brother who is taking an accounting class how to avoid having a balance due.
 - d. Sheila should **not** do anything to prevent having a balance next year.

Directions

Re	ad th	ne scenario information for Mary Rodgers beginning on page 56
25.	Mai	ry must report of her gambling winnings on her 2021 return.
	a.	\$1,200
	b.	\$3,200
	c. :	\$7,000
	d.	\$8,200
26.	Wh	ich of the following statements are true?
	a.	Mary should file Single
	b.	Mary should file Married Filing Separately
	C.	Mary should file Head of Household
	d.	Mary should file Married Filing Jointly
27.	Mai	ry must pay an additional tax on the early distribution from her IRA.
	a.	0%
	b.	5%
	C.	10%
	d.	15%
28.		ry is not eligible for the Earned Income Tax Credit because her filing status is rried Filing Separately.
	a.	True
	b.	False
29.		ry can split her refund using Form 8888, Allocation of Refund (Including Savings ands Purchases).
	a.	True
	b.	False
30.		ry can deduct \$250 of qualified educator expenses for the supplies she chased for her classroom.
	a.	True
	b.	False

Advanced Course Scenarios and Test Questions

Directions

The first six scenarios do not require you to prepare a tax return. Read the interview notes for each scenario carefully and use your training and resource materials to answer the questions after the scenarios.

Advanced Scenario 1: Karen White

Interview Notes

- Karen's husband, Fred, moved out of their family home in April of 2021. She has not heard from him since. Karen and Fred are not legally separated.
- Karen has two children, Avery, age 12, and George, age 15. She will claim them as her dependents on her 2021 tax return. Karen is 38 years old.
- Karen earned \$28,000 in wages. She also received \$175 of interest and \$12,500 of unemployment income.
- Karen made a cash contribution of \$650 to the Red Cross. She does not have enough deductions to itemize this year.
- · Karen paid all the cost to keep up her home and to support Avery and George.
- Karen received her third economic impact payment (EIP3) of \$5,600 based on her 2020 tax return filed jointly with her husband.
- They all are U.S. citizens and have valid social security numbers. Karen, George, and Avery lived in the U.S. all year.

Advanced Scenario 1: Test Questions

- 1. What is the most beneficial filing status that Karen is eligible to claim on her 2021 tax return?
 - a. Single
 - b. Married Filing Separately
 - c. Married Filing Jointly
 - d. Head of Household
- 2. Karen's Economic Impact Payment (EIP3) must be included in her total income.
 - a. True
 - b. False

- **3.** What amount may Karen deduct as a charitable contribution when filing her 2021 tax return?
 - a. \$650
 - b. \$600
 - c. \$300
 - d. \$0

Advanced Scenario 2: Paul and Maggie Thomas

Interview Notes

- Paul and Maggie are married and want to file a joint return.
- Maggie is a U.S. citizen and has a valid Social Security number. Paul is a resident alien and has an ITIN. They resided in the United States all year with their children.
- Paul and Maggie have two children, Cheryl, age 4, and Mike, age 15. Cheryl and Mike are U.S. citizens and have valid Social Security numbers.
- · Paul earned \$18,000 in wages.
- Maggie earned \$20,000 in wages.
- In order to work, the Thomases paid child and dependent care expenses of \$3,500 for their daughter Cheryl to attend Busy Bee Child Care.
- Paul and Maggie provided all of the support for their two children.
- Paul and Maggie declined to receive advance payments for the Child Tax Credit.

Advanced Scenario 2: Test Questions

- **4.** What is the maximum amount Paul and Maggie are eligible to claim for the child tax credit?
 - a. \$3,000
 - b. \$3,600
 - c. \$6,000
 - d. \$6,600
- 5. How much of the child care expenses can be used to claim the child and dependent care credit?
 - a. \$3,500
 - b. \$3,000
 - c. \$1,500
 - d. \$0

Interview Notes

- Carol Wheeler, age 56, is single.
- Carol earned wages of \$48,000 and was enrolled the entire year in a high deductible health plan (HDHP) with self-only coverage.
- During the year, Carol contributed \$3,000 to her Health Savings Account (HSA) and her cousin also contributed \$1,000 to Carol's HSA account.
- Carol's Form W-2 shows \$600 in Box 12 with code W. She has Form 5498-SA showing \$4,600 in Box 2.
- Carol took a distribution from her HSA to pay her unreimbursed expenses:
 - 2 visits to a physical therapist due to a car accident \$300
 - unreimbursed doctor bills for \$700
 - prescription medicine \$400
 - replacement of a crown \$1,500
 - over the counter sinus medication \$80
 - 10 Zumba classes for \$125
- · Carol is a U.S. citizen with a valid Social Security number.

Advanced Scenario 3: Test Questions

6.	Fo	rm 8889, Part 1 is used to report HSA contributions made by
	a.	Carol
	b.	Carol's employer
	C.	Carol's cousin
	d.	All the above
7.		rol is eligible to contribute an additional \$ to her HSA because she is e 55 or older.
8.		nat is the total unreimbursed qualified medical expenses reported on Form 8889, rt II?
	a.	\$2,600
	b.	\$2,900
	C.	\$2,980
	d.	\$3,105

Interview Notes

- Barbara is age 57 and was widowed in 2021. She owns her own home and provided all the cost of keeping up her home for the entire year. Her only income for 2021 was \$36,000 in W-2 wages.
- Jenny, age 24, and her daughter Marie, age 3, moved in with her mother, Barbara, after she separated from her spouse in April of 2021. Jenny's only income for 2021 was \$15,000 in wages. Jenny provided over half of her own support. Marie did not provide more than half of her own support.
- Jenny will not file a joint return with her spouse. She did not receive advance child tax credit payments for 2021.
- All individuals in the household are U.S. citizens with valid Social Security numbers.
 No one has a disability. They lived in the United States all year but not in a community property state.

Advanced Scenario 4: Test Questions

9.		r the purpose of determining dependency, Marie meets the conditions to be the alifying child of
	a.	Barbara
	b.	Jenny

- c. Both Barbara and Jenny
- d. Neither Barbara nor Jenny
- **10.** Jenny is **not** eligible to claim Marie for the earned income credit because her filing status is Married Filing Separate.
 - a. True
 - b. False

Interview Notes

- · Michael is 49 years old and files as single.
- His 2021 adjusted gross income (AGI) is \$49,500, which includes gambling winnings of \$1,000.
- · Michael would like to itemize his deductions this year.
- · Michael brings documentation for the following expenses:
 - \$8,200 Hospital and doctor bills
 - \$700 Contributions to Health Savings Account (HSA)
 - \$2,500 Long Term Care Insurance premiums before age limitation applied
 - \$3,400 State withholding (higher than Michael's calculated state sales tax deduction)
 - \$300 Personal property taxes based on value of vehicle
 - \$400 Friend's personal GoFundMe campaign
 - \$275 Cash contributions to the Red Cross
 - \$100 Fair market value of clothing in good condition donated to the Salvation Army (Michael purchased clothing for \$800)
 - \$7,500 Mortgage interest
 - \$820 Real estate tax
 - \$230 Mortgage Insurance Premiums (PMI) on a home he purchased in 2017.
 - \$150 Homeowners association fees
 - \$2,000 Gambling losses

Advanced Scenario 5: Test Questions

- **11.** Michael's mortgage insurance premium of \$230 can be claimed as an itemized deduction on his Schedule A.
 - a. True
 - b. False
- **12.** What amount of gambling losses is Michael eligible to claim as a deduction on his Schedule A?
 - a. \$0
 - b. \$500
 - c. \$1,000
 - d. \$2,000

Advanced Scenario 6: Sean Dennison

Interview Notes

- · Sean Dennison is 19 years old.
- He is not a full time student. Sean works at a grocery store and earned \$20,000 in wages. He had \$2,400 of withholding.
- He lives with a friend in a rented apartment. They each pay their own expenses. Sean provides all of his own support.
- Sean is a U.S. citizen and lived in the U.S. for the entire year. He has a valid Social Security number.

Advanced Scenario 6: Test Questions

- **13**. Sean is **not** required to file a tax return because he has enough tax withholding to cover his tax liability.
 - a. True
 - b. False
- **14.** Which of the following is **not** a requirement for Sean to claim the earned income credit as a single person with no qualifying children in 2021?
 - a. Sean must have a Social Security number valid for employment.
 - b. Sean must be at least age 25 but under age 65 on December 31.
 - c. Sean's adjusted gross income must be below \$21,430.
 - d. Sean **cannot** be the qualifying child of another taxpayer.

Advanced Scenario 7: Gilbert and Tara Washington

Directions

Using the tax software, complete the tax return, including Form 1040 and all appropriate forms, schedules, or worksheets. Answer the questions following the scenario.

Note: When entering Social Security numbers (SSNs) or Employer Identification Numbers (EINs), replace the Xs as directed, or with any four digits of your choice.

Interview Notes

- Gilbert is an elementary school teacher at a public school. Gilbert and Tara are married and choose to file Married Filing Jointly on their 2021 tax return.
- Gilbert worked a total of 1,280 hours in 2021. During the school year, he spent \$500 on unreimbursed classroom expenses.
- Tara retired in 2018 and began receiving her pension on October 1st of that year. She
 explains that this is a joint and survivor annuity. She has already recovered \$1,013 of
 the cost of the plan.
- Gilbert settled with his credit card company on an outstanding bill and brought the
 Form 1099-C to the site. They aren't sure how it will impact their tax return for tax
 year 2021. The Washingtons determined that they were solvent as of the date of the
 canceled debt.
- Tara won \$3,000 gambling at a casino and had additional lottery winnings of \$150. Tara has documented casino losses of \$1,500.
- Their son, Chandler, is in his second year of college pursuing a bachelor's degree in Logistics at a qualified educational institution. He received a scholarship and the terms require that it be used to pay tuition. Box 2 was not filled in and Box 7 was not checked on his Form 1098-T for the previous tax year. The Washingtons provided Form 1098-T and an account statement from the college that included additional expenses. The Washingtons paid \$450 for books required for Chandler's courses. This information is also included on the College statement of account.
- Chandler does not have a felony drug conviction.
- The Washington's received the third Economic Impact Payment (EIP3) in the amount of \$4,200 in 2021.
- They are all U.S. citizens with valid Social Security numbers.







ע
0
~
ã
_
=
•
o .
dvanced
Sce
×
OD .
≌
<u>a</u>
=
⇉.
narios
in
٠,

Catalog Number 52121E

Department of the Treasury - Internal Revenue Service

Form **13614-C** (October 2021)

Intake/Interview & Quality Review Sheet

OMB Number 1545-1964

You will need:

Please complete pages 1-4 of this form.

Volunteers are trained to provide high quality service and uphold the highest ethical standards. To report unrethical behavior to the IRS, email us at <u>vivoltax@irs.gov</u> Part I - Your Personal Information (If you are filling a joint return, enter your names in the same order as last year's return)	Tax Information such as Social security cards or Picture ID (such as valid)	ITIN letters fo	or all perso	ns on yo			You are complete.	re responete and a	nsible for accurate in	the informa nformation. lease ask th	tion on yo		•	
Part I - Your Personal Information (if you are filling a joint return, enter your names in the same order as last year's return) 1. Your first name		Volunteers									l standard:	S.		
Nour first name M.I. Last name Best contact number M.I. M.I. M. Last name M.I. Last name Best contact number M.I. M.I. M.I. Last name M.I. Last name Best contact number M.I. M.I	Part I – Your Personal Inform	ation (If you a												
Company Comp												Are vo	ou a U.S. citi	zen?
3. Mailing address 23 TAYLOR AVENUE 4. Your Date of Birth 5. Your job title 5. Your spouse's Date of Birth 7. Your spouse's Date of Birth 8. Your spouse's job title 9. Last year, were you: 0. Can anyone claim you or your spouse as a dependent? 1. Have you, your spouse or dependents been a victim of tax related identity that for been issued an Identity Protection PIN? 1. Have you, your spouse, or dependents been a victim of tax related identity that for been issued an Identity Protection PIN? 1. Have you, your spouse, or dependents been a victim of tax related identity that for been issued an Identity Protection PIN? 1. Have you, your spouse, or dependents been a victim of tax related identity that for been issued an Identity Protection PIN? 1. Have you, your spouse, or dependents been a victim of tax related identity that for been issued an Identity Protection PIN? 1. Have you, your spouse, or dependents been a victim of tax related identity that for been issued an Identity Protection PIN? 1. Have you, your spouse, or dependents been a victim of tax related identity that for been issued an Identity Protection PIN? 1. Have you, your spouse, or dependents been a victim of tax related identity that for been issued an Identity Protection PIN? 1. Have you, your spouse, or dependents been a victim of tax related identity that for been issued an Identity Protection PIN? 1. Have you, your spouse, or dependents been a victim of tax related identity that for been issued an Identity Protection PIN? 1. Have you, your spouse, or dependents been a victim of tax related identity that for been issued an Identity Protection PIN? 1. Have you, your spouse, or dependents been a victim of tax related identity that or been all dentity th	GILBERT			WASH	INGTON	ı			Y	OUR PHONE	#			
A Your Date of Birth 5. Your job title 5. You job title 5. Your job title 5.	TARA		M.I.			I			Ве	est contact n	umber			
Substitute Sub								,	ГҮ					
7. Your spouse's Date of Birth 03/11/1956 8. Your spouse's job title RETIRED 9. Last year, was your spouse: a. Full-time student Yes No No No No No No No N	4. Your Date of Birth	5. Your job ti	itle		6.	Last year	, were you	ı:			a. Ful	l-time stud	ent 🗌 Y	es 🕱 No
Divorced Divorced	5/05/1964	TEACHER			b.	Totally an	nd perman	ently disa	abled 🗌	Yes 🗶 N	lo c. Leg	ally blind	☐ Y	
10. Can anyone claim you or your spouse as a dependent?	7. Your spouse's Date of Birth		ıse's job title	е		•	•						_	
11. Have you, your spouse, or dependents been a victim of tax related identity theft or been issued an Identity Protection PIN? 12. Provide an email address (optional) (this email address will not be used for contacts from the Internal Revenue Service) Part II - Marital Status and Household Information 1. As of December 31, 2021, what was your marital status? Namried Namried Namried Never Married Namried Na									abled 🗌	Yes X N	lo c. Leg	ally blind	☐ Y	es 🕱 No
12. Provide an email address (optional) (this email address will not be used for contacts from the Internal Revenue Service) Part II - Marital Status and Household Information 1. As of December 31, 2021, what was your marital status? Married	•			_	_									
Part II - Marital Status and Household Information 1. As of December 31, 2021, what was your marital status? Married Single or samples of son, ame of spouse's name of spouse's name of spouse's name of spouse's name below (a) As of December 31, 2021, what was your marital status? Never Married was your get married in 2021? Yes No b. Did you get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes No get married in 2021? Yes		•									1 ?		☐ Y	es X No
As of December 31, 2021, what was your marital status?		, , ,			t be use	ed for con	tacts from	the Inter	nal Reven	ue Service)				
was your marital status? Married a. If Yes, Did you get married in 2021? Yes No					ta ta atao			4:			4l 			4-4- 1
b. Did you live with your spouse during any part of the last six months of 2021? Divorced				-					nersnips, d	civii unions, (or other ion			-
Divorced Legally Separated Date of separate maintenance decree Widowed Year of spouse's death 2. List the names below of: • everyone who lived with you last year (other than your spouse) • anyone you supported but did not live with you last year Name (first, last) Do not enter your name or spouse's name below Date of final decree Date of separate maintenance decree Year of spouse's death If additional space is needed check here and list on page 3 To be completed by a Certified Volunteer Preparer Name (first, last) Do not enter your nome of example: lived in your home daughter, parent, none, etc) (a) (b) (c) (d) Date of final decree Date of separate maintenance decree Year of spouse's death If additional space is needed check here and list on page 3 To be completed by a Certified Volunteer Preparer Namied as Student (yes/no) for Married as Of 12/31/27 (yes/no) (ges/no)	was your marker status.	X IVIA	imeu			, ,			ny part of	the last six n	aontha of 21	_	_	
Legally Separated Vidowed Year of spouse's death 2. List the names below of: • everyone who lived with you last year (other than your spouse) • anyone you supported but did not live with you last year Name (first, last) Do not enter your name or spouse's name below (a) (b) Legally Separated Date of separate maintenance decree Year of spouse's death To be completed by a Certified Volunteer Preparer Student (yes/no) (i) (b) (c) (d) (e) (f) (g) (h) (ii) If additional space is needed check here and list on page 3 To be completed by a Certified Volunteer Preparer Student of 12/31/21 (yes/no) (yes/no) (yes/no) (yes/no) (yes/no) (yes/no) (ii) If additional space is needed check here and list on page 3 To be completed by a Certified Volunteer Preparer Student of 12/31/21 (yes/no) (yes/no)		□ Div	orced		•	•	•	during a	illy part or	1116 1451 517 11	10111115 01 21	JZ1: A	163 🗆 10	J
2. List the names below of: • everyone who lived with you last year (other than your spouse) • anyone you supported but did not live with you last year Name (first, last) Do not enter your name or spouse's name below Date of Birth (mm/dd/yy) Date of Birth		_						e decree			_			
2. List the names below of: • everyone who lived with you last year (other than your spouse) • anyone you supported but did not live with you last year Name (first, last) Do not enter your name or spouse's name below Date of Birth (mm/dd/yy) Date of Birth (mm/dd/yy) Everyone (yes/no) Date of Birth (none, etc) Canada, or Mexico (last year parent, none, etc) (c) (d) (e) (f) (g) (h) (ii) (ii) (iii) (iii) (iii) (iii) (iii) (iii) (iii) (iii) (iiii) (iii) (iiii) (iii) (iiii) (iiii) (iiii) (iiii) (iiii) (iiii) (iiii)		_ `				•					_			
* everyone who lived with you last year (other than your spouse) * anyone you supported but did not live with you last year Name (first, last) Do not enter your name or spouse's name below Name (first, last) Do not enter your name or spouse's name below Date of Birth (mm/dd/yy) Ves/no) Ves/no Ves	2. List the names below of:										_			
Name (first, last) Do not enter your name or spouse's name below Date of Birth (mm/dd/yy)		u last year <i>(ot</i>	her than yo	ur spouse	e)				If ad	ditional spac	e is neede	d check he	ere 🗌 and li	st on page 3
name or spouse's name below (mm/dd/yy) to you (for example: son, daughter, parent, none, etc) (a) (b) (mm/dd/yy) to you (for example: son, daughter, parent, none, etc) (c) (d) (e) (d) (e) (iiizen (yes/no) (yes/no) (iiizen (yes/no) (yes/no) (iiizen (yes/no) (yes/no) (iiizen (yes/no) (iiiizen (yes/no) (iiiizen (yes/no) (iiiizen (yes/no) (iiiizen (yes/no) (iiiiiiiiiiiiiiiiiiiiiiiiiiiiiiiiiii	 anyone you supported but 	did not live wit	th you last y	ear ear	,					To be co	mpleted b	y a Certifi	ed Volunte	er Preparer
	name or spouse's name below	(mm/dd/yy)	to you (for example: son, daughter, parent,	months lived in your home	Citizen	of US, Canada, or Mexico last year	Married as of 12/31/21	Student last year (yes/no)	Permanently Disabled	person a qualifying child/relative of any other person?	person provide more than 50% of his/ her own	person have less than \$4,300 of income?	taxpayer(s) provide more than 50% of support for this person?	taxpayer(s) pay more than half the cost of maintaining a home for this person?
CHANDLER WASHINGTON 0/00/2002 SUN 12 1ES 1ES 5 1ES NO							 				(yes,no,n/a)			(yes/no)
	CHANDLER WASHINGTON	8/06/2002	SUN	12	1 = 5	TES	5	TES	NU					

			Page 2
Check	appr	opriate b	ox for each question in each section
Yes	No	Unsure	Part III – Income – Last Year, Did You (or Your Spouse) Receive
x			1. (B) Wages or Salary? (Form W-2) If yes, how many jobs did you have last year?
	x		2. (A) Tip Income?
x			3. (B) Scholarships? (Forms W-2, 1098-T)
	×		4. (B) Interest/Dividends from: checking/savings accounts, bonds, CDs, brokerage? (Forms 1099-INT, 1099-DIV)
	x		5. (B) Refund of state/local income taxes? (Form 1099-G)
	x		6. (B) Alimony income or separate maintenance payments?
	x		7. (A) Self-Employment income? (Form 1099-MISC, 1099-NEC, cash, virtual currency, or other property or services)
	x		8. (A) Cash/check/virtual currency payments, or other property or services for any work performed not reported on Forms W-2 or 1099?
	x		9. (A) Income (or loss) from the sale or exchange of Stocks, Bonds, Virtual Currency or Real Estate? (including your home) (Forms 1099-S,1099-B)
	x		10. (B) Disability income? (such as payments from insurance, or workers compensation) (Forms 1099-R, W-2)
×			11. (A) Retirement income or payments from Pensions. Annuities, and or IRA? (Form 1099-R)
	x		12. (B) Unemployment Compensation? (Form 1099G)
x			13. (B) Social Security or Railroad Retirement Benefits? (Forms SSA-1099, RRB-1099)
	x		14. (M) Income (or loss) from Rental Property?
x			15. (B) Other income? (gambling, lottery, prizes, awards, jury duty, virtual currency, Sch K-1, royalties, foreign income, etc.)
Yes	No	Unsure	Part IV – Expenses – Last Year, Did You (or Your Spouse) Pay
	x		1. (B) Alimony or separate maintenance payments? If yes, do you have the recipient's SSN?
x			2. Contributions or repayments to a retirement account? IRA (A) A01K (B) Roth IRA (B) Other
x			3. (B) College or post secondary educational expenses for yourself, spouse or dependents? (Form 1098-T)
	x		4. Any of the following? (A) Medical & Dental (including insurance premiums) (B) Mortgage Interest (Form 1098)
			☐ (A) Taxes (State, Real Estate, Personal Property, Sales) ☐ (B) Charitable Contributions
	x		5. (B) Child or dependent care expenses such as daycare?
x			6. (B) For supplies used as an eligible educator such as a teacher, teacher's aide, counselor, etc.?
	×		7. (A) Expenses related to self-employment income or any other income you received?
П	×		8. (B) Student loan interest? (Form 1098-E)
Yes	No	Unsure	Part V – Life Events – Last Year, Did You (or Your Spouse)
	x		1. (A) Have a Health Savings Account? (Forms 5498-SA, 1099-SA, W-2 with code W in box 12)
x	x		2. (A) Have credit card, student loan or mortgage debt cancelled/forgiven by a lender or have a home foreclosure? (Forms 1099-C, 1099-A)
	x		3. (A) Adopt a child?
	×		4. (B) Have Earned Income Credit, Child Tax Credit or American Opportunity Credit disallowed in a prior year? If yes, for which tax year?
	×		5. (A) Purchase and install energy-efficient home items? (such as windows, furnace, insulation, etc.)
	×		6. (A) Receive the First Time Homebuyers Credit in 2008?
	x		7. (B) Make estimated tax payments or apply last year's refund to this year's tax? If so how much?
	x		8. (A) File a federal return last year containing a "capital loss carryover" on Form 1040 Schedule D?
	X		9. (A) Have health coverage through the Marketplace (Exchange)? [Provide Form 1095-A]
×			10. (B) Receive an Economic Impact Payment (stimulus) in 2021?
	×		11. (B) Receive Advanced Child Tax Credit payments?
			11. (b) reconstructed only Tax Great payments:

Pag
Additional Information and Questions Related to the Preparation of Your Return
1. Would you like to receive written communications from the IRS in a language other than English? Yes No If yes, which language?
2. Presidential Election Campaign Fund (If you check a box, your tax or refund will not change)
Check here if you, or your spouse if filing jointly, want \$3 to go to this fund ☐ You ☐ Spouse
3. If you are due a refund, would you like: a. Direct deposit b. To purchase U.S. Savings Bonds c. To split your refund between different accour Yes No Yes No Yes No
4. If you have a balance due, would you like to make a payment directly from your bank account? Yes No
5. Did you live in an area that was declared a Federal disaster area? Yes No If yes, where?
6. Did you, or your spouse if filing jointly, receive a letter from the IRS?
Many free tax preparation sites operate by receiving grant money or other federal financial assistance. The data from the following questions may be used by this site to apply for these grants or to support continued receipt of financial funding. Your answer will be used only for statistical purposes. These question are optional.
7. Would you say you can carry on a conversation in English, both understanding & speaking? 🔲 Very well 🔲 Well 🔲 Not well 🔲 Not at all 🗷 Prefer not to answ
8. Would you say you can read a newspaper or book in English? 👚 Very well 🔲 Well 🔲 Not well 🔲 Not at all 🕱 Prefer not to answ
9. Do you or any member of your household have a disability?
10. Are you or your spouse a Veteran from the U.S. Armed Forces? ☐ Yes ☒ No ☐ Prefer not to answer 11. Your race?
☐ American Indian or Alaska Native ☐ Asian ☐ Black or African American ☐ Native Hawaiian or other Pacific Islander ☐ White 🕱 Prefer not to answer
12. Your spouse's race?
☐ American Indian or Alaska Native ☐ Asian ☐ Black or African American ☐ Native Hawaiian or other Pacific Islander ☐ White 🕱 Prefer not to answer
□ No spouse
☐ Not Species 13. Your ethnicity? ☐ Hispanic or Latino ☐ Not Hispanic or Latino ☒ Prefer not to answer
14. Your spouse's ethnicity? ☐ Hispanic or Latino ☐ Not Hispanic or Latino ☒ Prefer not to answer ☐ No spouse
Additional comments
Privacy Act and Paperwork Reduction Act Notice
The Privacy Act of 1974 requires that when we ask for information we tell you our legal right to ask for the information, why we are asking for it, and how it will be used. We must also tell you what could happen it do not receive it, and whether your response is voluntary, required to obtain a benefit, or mandatory. Our legal right to ask for information is 5 U.S.C. 301. We are asking for this information to assist us in contact you relative to your interest and/or participation in the IRS volunteer income tax preparation and outreach programs. The information you provide may be furnished to others who coordinate activities and staffing volunteer return preparation sites or outreach activities. The information may also be used to establish effective controls, send correspondence and recognize volunteers. Your response is voluntary. However, if do not provide the requested information, the IRS may not be able to use your assistance in these programs. The Paperwork Reduction Act requires that the IRS display an OMB control number on all public information requests. The OMB Control Number for this study is 1545-1964. Also, if you have any comments regarding the time estimates associated with this study or suggestion on making this process simpler please write to the Internal Revenue Service, Tax Products Coordinating Committee, SE:W:CAR:MP:TT:SP, 1111 Constitution Ave. NW, Washington, DC 20224
Catalog Number 52121E www.irs.gov Form 13614-C (Rev. 10-20

	a Employe	e's social security number 416-00-XXXX	OMB No. 1545		Safe, accurate, FAST! Use	r f	Visit th	ne IRS website at rs.gov/efile
b Employer ide	entification number (EIN)		'	1 Wag	ges, tips, other compensation	2	Federal income	tax withheld
35-700X	XX				\$35,502.0			\$2,800
c Employer's I	name, address, and ZIP code			3 Soc	cial security wages	4	Social security to	ax withheld
			ľ		\$36,502.00			\$2,263.12
COOLID	GE ELEMENTARY SCI	100L	ļ	5 Me	dicare wages and tips	6	Medicare tax wit	thheld
2565 DE/	ATON STREET				\$36,502.0	0		\$529.28
YOUR CI	TY, STATE ZIP			7 Soc	cial security tips	8	Allocated tips	
d Control num	ber			9		10	Dependent care	benefits
e Employee's	first name and initial Last	name	Suff.	11 Noi	nqualified plans	12	a See instructions	s for box 12
			1			od e	D	\$1.000.00
	YLOR AVENUE CITY, YOUR STATE, Z	IP		14 Oth	er	12 0 0 0 0 0 0		
f Employee's a	address and ZIP code		l			e		
	address and ZIP code	16 State wages, tips, etc.	17 State incom	ne tax	18 Local wages, tips, etc.	19 L	ocal income tax	20 Locality name
		16 State wages, tips, etc. \$35,502.00		ne tax 50.00	18 Local wages, tips, etc.	19 L	ocal income tax	20 Locality name
15 State Emplo	oyer's state ID number				18 Local wages, tips, etc.	19 L	ocal income tax	20 Locality name

		CORRE	C	ΓED (if checke	d)	_		
PAYER'S name, street address country, ZIP or foreign postal c			1	Gross distribution		OMB No. 1545-0	P	Distributions From ensions, Annuities, Retirement or
OAK ENTERPRISES 2250 DELTA AVENUE			\$ 2:	18,4 a Taxable amoun	85.00 t	2021	Pı	ofit-Sharing Plans, IRAs, Insurance
YOUR CITY, YOUR STA	TE, ZIP		\$	- II		Form 1099-	R	Contracts, etc.
PAYER'S TIN	RECIPIENT'S TIN	N		Taxable amoun not determined Capital gain (inclibox 2a)	✓	Total distribution 4 Federal incomwithheld	ne tax	Copy B Report this income on your
41-200XXXX	417-00-	-xxxx	\$,		\$	1,849.00	federal tax return. If this form shows federal income
RECIPIENT'S name TARA WASHINGTON			\$	Employee contributions or insurance premiur		6 Net unrealize appreciation employer's s	in	tax withheld in box 4, attach this copy to
Street address (including apt. 123 TAYLOR AVENUE	no.)		7	Distribution code(s)	IRA/ SEP/ SIMPLE	8 Other	%	your return. This information is being furnished to
City or town, state or province, c YOUR CITY, YOUR STATE, Z	• •	eign postal code	9	 Your percentage distribution 		9b Total employee \$ 1	contributions 3,500.00	the IRS.
10 Amount allocable to IRR within 5 years	11 1st year of desig. Roth contrib.	12 FATCA filing requirement	1. \$	State tax withhel	d	15 State/Payer	's state no.	16 State distribution \$
Account number (see instructions	<u> </u> 	13 Date of payment	φ 1: \$	7 Local tax withhel	d	18 Name of loc	ality	19 Local distribution \$
Form 1099-R	www.i	rs.gov/Form1099F	}			Department of	the Treasury -	Internal Revenue Service

FORM SSA	A-1099 – SOCIAL SEC	URITY	BENEFIT STATEMENT
	OUR SOCIAL SECURITY BEN REVERSE FOR MORE INFORI		DWN IN BOX 5 MAY BE TAXABLE INCOME.
Box 1. Name	TARA WASHINGTON	Box 2. Ber	neficiary's Social Security Number 417-00-XXXX
Box 3. Benefits Paid in 2021 \$21,102	Box 4. Benefits Repaid to SSA	in 2021	Box 5. Net Benefits for 2021 (Box 3 minus Box 4) \$21,102
DESCRIPTION OF AN		ι	DESCRIPTION OF AMOUNT IN BOX 4
Medicare Part B premiums your benefits \$1,802	deducted from		
Total additions:			
Benefits for 2021: \$21,102		Box 6. Vol	untary Federal Income Tax Withholding
			\$2,020
		Box 7. Add	dress
			AYLOR AVENUE CITY, STATE ZIP
		Box 8. Cla	im Number (Use this number if you need to contact SSA.)
Draft as of June 21,	2021 - Subject to Ch	ange	
Form SSA-1099-SM (6/2020)	DO NOT R	ETURN T	HIS FORM TO SSA OR IRS

	OMB No. 1545-1424	ate of identifiable event 09/03/2021	ity or town, state or province, country, one no.	CREDITOR'S name, street address, ci ZIP or foreign postal code, and teleph
Cancellation		nount of debt discharged		ADELPHI BANK
of Debt	2021	750.00		1454 SYCAMORE AVENUE
		terest, if included in box 2		YOUR CITY, YOUR STATE, ZIP
	Form 1099-C			
Copy B		ebt description	DEBTOR'S TIN	CREDITOR'S TIN
For Debtor		EDIT CARD	416-00-XXXX	31-700XXXX
This is important tax information and is being furnished to the IRS. If you are required to file a				DEBTOR'S name GILBERT WASHINGTON
sanction may be		checked, the debtor was pe payment of the debt .		Street address (including apt. no.) 123 TAYLOR AVENUE
imposed on you if taxable income results from this transaction and the IRS determines			y, and ZIP or foreign postal code	City or town, state or province, countr YOUR CITY, YOUR STATE, ZIP
	7 Fair market value of property	entifiable event code		Account number (see instructions)

TOTAL STATE ZIP CHEVY CASINO 1 WINNER CIRCLE YOUR CITY, STATE ZIP SLOT MACHINE 5 Transaction 6 Race (Rev. J For of PAYER'S federal identification number PAYER'S federal identification number 36-800XXXX WINNER'S name For of Sac	o. 1545-023 N W-20 Certair ambling innings anuary 2021 calendar yea
CHEVY CASINO 1 WINNER CIRCLE YOUR CITY, STATE ZIP SLOT MACHINE SLOT MACHINE STransaction 7 Winnings from identical wagers 8 Cashier PAYER'S federal identification number 36-800XXXX WINNER'S name TARA WASHINGTON STATE ZIP 3 Type of wager 4 Federal income tax withheld SLOT MACHINE S 4 Federal income tax withheld SLOT MACHINE S 4 Federal income tax withheld SAR Winnings from identical wagers S Cashier S PAYER'S telephone number S Winner's taxpayer identification no. S Winner's taxpayer identification no. S PAYER'S telephone number S PAYER'S telephone	Certair ambling /innings anuary 2021
WINNER CIRCLE 3 Type of wager 4 Federal income tax withheld SLOT MACHINE 5 Transaction 6 Race (Rev. J. For c. 2)	ambling /innings anuary 2021
YOUR CITY, STATE ZIP SLOT MACHINE 5 Transaction 7 Winnings from identical wagers PAYER'S federal identification number PAYER'S telephone number \$ AR 9 Winner's taxpayer identification no. 417-00-XXXX WINNER'S name TARA WASHINGTON SLOT MACHINE \$ (Rev. J (Rev. J) For c 2 2 This is bein to Reven	innings anuary 2021
5 Transaction 6 Race (Rev. J For C 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	anuary 202
7 Winnings from identical wagers 8 Cashier PAYER'S federal identification number PAYER'S telephone number 36-800XXXX 417-00-XXXX WINNER'S name ARA WASHINGTON 7 Winnings from identical wagers 8 Cashier ARA Washings from identical wagers 8 Cashier	alendar yea
PAYER'S federal identification number 36-800XXXX PAYER'S telephone number 9 Winner's taxpayer identification no. 10 Window 417-00-XXXX This is bein to Reven ARA WASHINGTON	20 24
36-800XXXX 417-00-XXXX This is bein to Reven	20 _21_
36-800XXXX 417-00-XXXX WINNER'S name ARA WASHINGTON This is bein to Reven	
//INNER'S name ARA WASHINGTON 11 First identification 12 Second identification to Reven	
ARA WASHINGTON	informatio g furnishe
ARA WASHINGTON	the Internation
treet address (including apt. no.) 13 State/Payer's state identification no. 14 State winnings	uc oci vioc
23 TAYLOR AVENUE	Copy I
Report ti	his incom
	federal ta
OUR CITY, STATE ZIP	If this for
17 Local income tax withheld 18 Name of locality	ncome ta
withhel	ld in box 4 h this cop
	our returi
□ CORRECTED	
CORRECTED ER'S name, street address, city or town, state or province, country, ZIP or eign postal code, and telephone number 1 Payments received for qualified tuition and related qualified tuition and related	
ER'S name, street address, city or town, state or province, country, ZIP or light postal code, and telephone number 1 Payments received for qualified tuition and related expenses 1 CMB No. 1545-1574	uition
ER'S name, street address, city or town, state or province, country, ZIP or pign postal code, and telephone number 1 Payments received for qualified tuition and related expenses 5,218.00 1 Payments received for qualified tuition and related expenses 5,218.00	uition ement
ER'S name, street address, city or town, state or province, country, ZIP or ligin postal code, and telephone number DRDON COLLEGE COLLEGE AVENUE DIUR CITY, YOUR STATE ZIP	uition ement
ER'S name, street address, city or town, state or province, country, ZIP or gign postal code, and telephone number ORDON COLLEGE COLLEGE AVENUE OUR CITY, YOUR STATE, ZIP T Payments received for qualified tuition and related expenses \$ 5,218.00 2 T State Form 1098-T	ement
ER'S name, street address, city or town, state or province, country, ZIP or qualified tuition and related expenses ORDON COLLEGE COLLEGE AVENUE DUR CITY, YOUR STATE, ZIP ER'S employer identification no. STUDENT'S TIN T Payments received for qualified tuition and related expenses \$ 5,218.00 2 T State Form 1098-T	
ER'S name, street address, city or town, state or province, country, ZIP or gign postal code, and telephone number ORDON COLLEGE COLLEGE AVENUE DUR CITY, YOUR STATE, ZIP ER'S employer identification no. 38-800XXXX 608-00-XXXX 1 Payments received for qualified tuition and related expenses \$ 5,218.00 2	Copy B Student
ER'S name, street address, city or town, state or province, country, ZIP or lign postal code, and telephone number DRDON COLLEGE COLLEGE AVENUE DUR CITY, YOUR STATE, ZIP ER'S employer identification no. 38-800XXXX GOB-00-XXXX JDENT'S name 4 Adjustments made for a prior year This is tax is tax is a support of the prior year This is tax is tax is a support of the prior year in the prior year This is tax is	Copy B Student s important nformation
ER'S name, street address, city or town, state or province, country, ZIP or glaiffied tuition and related expenses ORDON COLLEGE COLLEGE AVENUE DUR CITY, YOUR STATE, ZIP ER'S employer identification no. 38-800XXXX 608-00-XXXX For ANDLER WASHINGTON Set address (including apt. no.) 6 Adjustments to 1 Payments received for qualified tuition and related expenses 5,218.00 2 2 1 State T State A Adjustments made for a prior year This is tax is a furnical form to the amount of the amount of the amount in the prior of the	Copy B Student s important information ind is being shed to the
ER'S name, street address, city or town, state or province, country, ZIP or qualified tuition and related expenses ORDON COLLEGE COLLEGE AVENUE DUR CITY, YOUR STATE, ZIP ER'S employer identification no. 38-800XXXX 608-00-XXXX JDENT'S name IANDLER WASHINGTON STUDENT'S name 4 Adjustments made for a prior year 4 Adjustments to scholarships or grants for a prior year 6 Adjustments to scholarships or grants for a prior year 7 Checked if the amount in box 1 includes amounts for an must not a prior year 8 THE STATE OF THE STATE	Copy B Student s important information ind is being shed to the i. This form be used to
ER'S name, street address, city or town, state or province, country, ZIP or qualified tuition and related expenses DRDON COLLEGE COLLEGE AVENUE DUR CITY, YOUR STATE, ZIP ER'S employer identification no. 38-800XXXX GO8-00-XXXX JDENT'S name 4 Adjustments made for a prior year 4 Adjustments to scholarships or grants for a prior year 5 Scholarships or grants for a prior year 7 Checked if the amount in box 1 includes amounts for an academic period beginning January— 3 TO Checked if the amount in box 1 includes amounts for an academic period beginning January— 3 TO Checked if the amount in box 1 includes amounts for an academic period beginning January— 4 Description of the prior	Copy B Student s important information and is being shed to the the tree to the the tree to the the tree to the the tree to the the tree tree to the the tree tree tree tree tree tree the tree tree tree tree tree tree tree t
ER'S name, street address, city or town, state or province, country, ZIP or qualified futition and related expenses DRDON COLLEGE COLLEGE AVENUE DUR CITY, YOUR STATE, ZIP ER'S employer identification no. 38-800XXXX GO8-00-XXXX 38-800XXXX GO8-00-XXXX 4 Adjustments made for a prior year 4 Adjustments to scholarships or grants for a prior year 5 Scholarships or grants for a prior year This is an academic period beginning January— Includes amounts for an academic period beginning January— Includes amounts for an academic period beginning January— Includes amounts for a prior year Surger (Apt. N. Cap. jart.) Su	Copy B Student s important nformation nd is being shed to the . This form be used to Form 8863 education we it to the or use it to
ER'S name, street address, city or town, state or province, country, ZIP or gign postal code, and telephone number ORDON COLLEGE COLLEGE AVENUE DUR CITY, YOUR STATE, ZIP ER'S employer identification no. 38-800XXXX 608-00-XXXX JDENT'S name HANDLER WASHINGTON STUDENT'S name HANDLER WASHINGTON STAYLOR AVENUE O'C Town, state or province, country, and ZIP or foreign postal code OUR CITY, YOUR STATE, ZIP 1 Payments received for qualified utition and related expenses 5,218.00 2	Copy B Student s important nformation nd is being shed to the . This form be used to Form 8863 education we it to the or use it to



Statement of Account

December 31, 2021

CHANDLER WASHINGTON

STUDENT ID: 608-00-XXXX

Date	Transaction	Amount Billed	Amount Paid
08/30/2021	Tuition – Fall Semester 2021	+\$5,218.00	
08/30/2021	Scholarship		\$2,013.00
09/03/2021	Parking pass	+\$125.00	·
09/04/2021	Campus Bookstore charge to student account for course-related books	+\$450.00	
09/05/2021	Payment – check #4321		-\$3,780.00

12/31/2021 Account Balance.....\$0.00

Gilbert and Tara Washington 123 TAYLOR AVENUE YOUR CITY, STATE, ZIP	1234
PAY TO THE ORDER OF	\$
Adelphi Bank and Trust Anytown, State 00000 For	DOLLARS

Advanced Scenario 7: Test Questions

15.		nat is the taxable portion of Tara's pension from Oak Enterprises using the applified method?
	a.	\$0
	b.	\$17,862
	C.	\$18,035
	d.	\$18,485
16.	No	ne of Tara's social security income is taxable.
	a.	True
	b.	False
17.		nat is the total amount of other income reported on the Washington's Form 1040, nedule 1?
	a.	\$3,900
	b.	\$3,150
	C.	\$2,400
	d.	\$750
18.		bert is eligible to deduct \$500 as an adjustment to income on Form 1040, hedule 1 for qualified educator expenses.
	a.	True
	b.	False
19.	The	e Washington's standard deduction on their 2021 tax return is \$
20.	The	e total qualified expenses for the American Opportunity Credit are \$
21.		nich of the following credits are the Washingtons' eligible to claim on their tax
	a.	Child tax credit
	b.	Credit for other dependents
	C.	Child and dependent care credit
	d.	None of the above
22.	Wh	nat is the Washington's total federal income tax withholding? \$

Directions

Using the tax software, complete the tax return, including Form 1040 and all appropriate forms, schedules, or worksheets Answer the questions following the scenario

Note: When entering Social Security numbers (SSNs) or Employer Identification Numbers (EINs), replace the Xs as directed, or with any four digits of your choice.

Interview Notes

- Cynthia is an electrician, age 29, and single.
- Cynthia has investment income and has a consolidated broker's statement.
- Cynthia began a cleaning service business in 2020. She was paid on Form 1099-NEC for 2021. She also received additional cash receipts of \$400 not reported on the Form 1099-NEC.
- Cynthia uses the cash method of accounting. She uses business code 561720.
- · Cynthia has receipts for the following expenses:
 - \$350 for cleaning supplies
 - \$225 for business cards
 - \$450 for a mop, broom, and vacuum cleaner
 - \$150 for work gloves
 - \$125 for lunches
 - \$175 for work clothes suitable for everyday use
- Cynthia has a detailed mileage log reporting for 2021:
 - Mileage from her home to her first client's home and mileage from her last client's home to her home 750 miles
 - In addition, on the days Cynthia worked for multiple clients, she kept track of the mileage from the first client's home to the second client's home in case that mileage was also deductible. She logged 450 miles (not included in the 750 miles).
 - The total mileage on her car for tax year 2021 was 11,200 miles. Of that, 10,000 were personal miles. She placed her only vehicle, a pick-up truck, in service on 3/15/2020. Cynthia will take the standard mileage rate.
- Cynthia took an early distribution from her IRA in April to pay off her educational expenses.
- Cynthia is paying off her student loan from 2018.
- Cynthia is working towards her Master of Business Administration (MBA) degree.
 She took a few college courses this year at an accredited college.

- Cynthia purchased insurance for herself through the marketplace and has a Form 1095-A.
- If Cynthia has a refund, she would like it deposited into her checking account.
- Cynthia received the third Economic Impact Payment (EIP3) in the amount of \$1,400 in 2021.



Form 13614-C (October 2021)		Int			t of the Treas	-			She	et				3 Num 45-196	
You will need: Tax Information such a Social security cards o Picture ID (such as vali	r ITIN letters fo	r all perso	ns on yo			You a compl	re respo	accurate	r the in	nformat nation.	orm. tion on yo e IRS-cert				
	Volunteers		•		gh quality havior to t		•		-		standard	S.			
Part I - Your Personal Inforr	nation (If you ar	re filing a jo	oint return	, enter	your name	es in the s	ame ord	er as last	year's	return)					
Your first name CYNTHIA		M.I.	Last na							ontact n PHONE		X Ye			10
2. Your spouse's first name		M.I.	Last na	ame					Best co	ontact n	umber	ls you □ Ye		a U.S	5. citizen? Io
3. Mailing address 159 ARCHER AVENUE							City YOUR CI	TY				State YS		1	code JR ZIP
4. Your Date of Birth	5. Your job tit	tle		6.	. Last year	, were you	ı:				a. Fu	I-time stud	dent 🗌	Yes	X No
02/24/1992	ELECTRICIA	N		b.	. Totally ar	ıd permar	ently dis	abled [Yes	X N	o c. Le	gally blind		Yes	🗷 No
7. Your spouse's Date of Birth	8. Your spous	se's job titl	е	9.	. Last year	, was you	r spouse:	•			a. Fu	I-time stud	dent 🗌	Yes	☐ No
				b.	. Totally ar			abled [☐ Yes	□ N	o c. Le	gally blind		Yes	☐ No
10. Can anyone claim you or y	•			Yes		☐ Unsi									
11. Have you, your spouse, or											l?			Yes	X No
12. Provide an email address	, , , ,			t be us	sed for con	tacts from	the Inte	rnal Reve	nue Se	ervice)					
Part II - Marital Status and															
1. As of December 31, 2021, v		ver Married	-		udes regist			tnerships	, civil u	nions, c	or other for				tate law)
was your marital status?	☐ Mar	rried			id you get							_	_	No	
	_ 5			•	ive with yo		e during a	any part o	f the la	ıst six m	onths of 2	021? 📙	Yes 📙	No	
	_	orced			inal decree						_				
		ally Separ			eparate m		e aecree				_				
	☐ Wid	dowed	Ye	ear or s	spouse's de	eain									
2. List the names below of:everyone who lived with y	ou last vear <i>(oth</i>	her than vo	ur spouse	e)				If a	ddition	al spac	e is neede	d check he	ere 🗌 an	d list o	on page 3
anyone you supported but				,					To	o be co	mpleted b	y a Certif	ied Volur	nteer	Preparer
Name (first, last) Do not enter your name or spouse's name below	(mm/dd/yy) t	Relationship to you (for example: son, daughter, parent, none, etc)	Number of months lived in your home last year	US Citizen (yes/no		Single or Married as of 12/31/21 (S/M)		Permaner	ntly personal qualichild	son a lifying d/relative ny other son?	Did this person provide more than 50% of his/ her own support?	Did this person have less than \$4,300 of income? (yes,no,n/a)	support fo	ore parts of harman?	id the expayer(s) ay more than alf the cost of aintaining a come for this erson?
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	() 30/	···· - /	(yes,no,n/a)		() 555/1//	/ '	res/no)
Catalog Number 52121E					wv	w.irs.gov						Fo	rm 13614	1-C (I	Rev. 10-2021)

			Page 2
Check	appr	opriate be	ox for each question in each section
Yes	No	Unsure	Part III - Income - Last Year, Did You (or Your Spouse) Receive
x			1. (B) Wages or Salary? (Form W-2) If yes, how many jobs did you have last year?
	x		2. (A) Tip Income?
	X		3. (B) Scholarships? (Forms W-2, 1098-T)
x			4. (B) Interest/Dividends from: checking/savings accounts, bonds, CDs, brokerage? (Forms 1099-INT, 1099-DIV)
	X		5. (B) Refund of state/local income taxes? (Form 1099-G)
	X		6. (B) Alimony income or separate maintenance payments?
x			7. (A) Self-Employment income? (Form 1099-MISC, 1099-NEC, cash, virtual currency, or other property or services)
x			8. (A) Cash/check/virtual currency payments, or other property or services for any work performed not reported on Forms W-2 or 1099?
x			9. (A) Income (or loss) from the sale or exchange of Stocks, Bonds, Virtual Currency or Real Estate? (including your home) (Forms 1099-S,1099-B)
	X		10. (B) Disability income? (such as payments from insurance, or workers compensation) (Forms 1099-R, W-2)
x			11. (A) Retirement income or payments from Pensions. Annuities, and or IRA? (Form 1099-R)
	X		12. (B) Unemployment Compensation? (Form 1099G)
	X		13. (B) Social Security or Railroad Retirement Benefits? (Forms SSA-1099, RRB-1099)
	x		14. (M) Income (or loss) from Rental Property?
	x		15. (B) Other income? (gambling, lottery, prizes, awards, jury duty, virtual currency, Sch K-1, royalties, foreign income, etc.)
Yes	No	Unsure	Part IV – Expenses – Last Year, Did You (or Your Spouse) Pay
	x		1. (B) Alimony or separate maintenance payments? If yes, do you have the recipient's SSN? Yes No
	X		2. Contributions or repayments to a retirement account? IRA (A) 401K (B) Roth IRA (B) Other
x			3. (B) College or post secondary educational expenses for yourself, spouse or dependents? (Form 1098-T)
	x		4. Any of the following? (A) Medical & Dental (including insurance premiums) (A) Mortgage Interest (Form 1098)
			☐ (A) Taxes (State, Real Estate, Personal Property, Sales) ☐ (B) Charitable Contributions
	x		5. (B) Child or dependent care expenses such as daycare?
	x		6. (B) For supplies used as an eligible educator such as a teacher, teacher's aide, counselor, etc.?
×			7. (A) Expenses related to self-employment income or any other income you received?
x			8. (B) Student loan interest? (Form 1098-E)
Yes	No		Part V – Life Events – Last Year, Did You (or Your Spouse)
	x		1. (A) Have a Health Savings Account? (Forms 5498-SA, 1099-SA, W-2 with code W in box 12)
	x		2. (A) Have credit card, student loan or mortgage debt cancelled/forgiven by a lender or have a home foreclosure? (Forms 1099-C, 1099-A)
	x		3. (A) Adopt a child?
	×		4. (B) Have Earned Income Credit, Child Tax Credit or American Opportunity Credit disallowed in a prior year? If yes, for which tax year?
$\overline{\Box}$	x		5. (A) Purchase and install energy-efficient home items? (such as windows, furnace, insulation, etc.)
	X		6. (A) Receive the First Time Homebuyers Credit in 2008?
	X		7. (B) Make estimated tax payments or apply last year's refund to this year's tax? If so how much?
	X		8. (A) File a federal return last year containing a "capital loss carryover" on Form 1040 Schedule D?
x			9. (A) Have health coverage through the Marketplace (Exchange)? [Provide Form 1095-A]
X		1	10. (B) Receive an Economic Impact Payment (stimulus) in 2021?
<u> </u>			
	x		11. (B) Receive Advanced Child Tax Credit payments?
Catalog	Numb	ber 52121E	www.irs.gov Form 13614-C (Rev. 10-2021)

please write to the Internal Revenue Service, Tax Products Coordinating Committee, SE:W:CAR:MP:T:T:SP, 1111 Constitution Ave, NW, Washington, DC 20224

PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no. ESSEX BANK, CUSTODIAN FOR TRADITIONAL IRA OF CYNTHIA SIMON 300 MARIN STREET				Gross distribution 2,000.0 a Taxable amount 2,000.0		1 2021		Distributions From Pensions, Annuities, Retirement or Profit-Sharing Plans, IRAs, Insurance Contracts, etc.		
YOUR CITY, YOUR STATE, ZIP			2	b Taxable amount not determined		Total distribution		Сору В		
PAYER'S TIN	RECIPIENT'S TIN	I	3	Capital gain (included i box 2a)	n	4 Federal income withheld	tax	Report this income on your federal tax return. If this		
48-200XXXX	419-00-	xxxx	\$			\$	200.00	form shows		
RECIPIENT'S name CYNTHIA SIMON Street address (including apt. no.)		\$		Employee contributions/ Designated Roth contributions or insurance premiums		6 Net unrealized appreciation in employer's securities \$ Other		federal income tax withheld in box 4, attack this copy to your return		
159 ARCHER AVENUE	·			code(s) SEP/ SIMPl	.E	\$	%	This information is being furnished to		
City or town, state or province, or YOUR CITY, YOUR STATE, Z	**	eign postal code	9	a Your percentage of total distribution	ıl %	9b Total employee o	contributions	the IRS.		
10 Amount allocable to IRR within 5 years	11 1st year of desig. Roth contrib.	12 FATCA filing requirement	1 \$ \$	4 State tax withheld		15 State/Payer's	state no.	16 State distribution \$		
Account number (see instruction	s)	13 Date of payment	1 \$ \$	7 Local tax withheld		18 Name of loca	llity	19 Local distribution \$		
orm 1099-R	www.i	rs.gov/Form1099F	3		_	Department of th	e Treasury -	Internal Revenue Service		

	a Employe	ee's social security number 419-00-XXXX	OMB No. 1545		Safe, accurate, FAST! Use	IRSE	rfile	Visit the www.ir.	e IRS website at s.gov/efile
b Employer ide	ntification number (EIN)			1 Wag	jes, tips, other com	pensation	2 Fede	eral income t	ax withheld
57-200XX	ΚX				\$3	5,000.00	1		\$2,000.00
Employer's n	ame, address, and ZIP code			3 Soc	ial security wage	s	4 Soci	al security ta	ax withheld
					\$3	5,000.00)		\$2,170.00
ELECTRI	CCOMPANY			5 Med	dicare wages and	tips	6 Med	icare tax wit	hheld
389 DAIL	Y DRIVE				\$3	5,000.0	0		\$507.50
YOUR CIT	TY, STATE, ZIP			7 Soc	cial security tips		8 Alloc	ated tips	
d Control numb	per			9			10 Dep	endent care	benefits
e Employee's f	rst name and initial Last	name	Suff.	11 Nor	nqualified plans		12a See	instructions	for box 12
CYNTHIA	SIMON			13 Statu		Third-party sick pay	12b		
159 ARCH	ER AVENUE				X		o d e		
YOUR CIT	Y, YOUR STATE, ZIP			14 Oth	er		12c		
							12d	1	
f Employee's a	ddress and ZIP code						e		
5 State Emplo	yer's state ID number	16 State wages, tips, etc.	17 State incom	e tax	18 Local wages	, tips, etc.	19 Local in	come tax	20 Locality name
YS	57-200XXX	\$35,000.00	\$7	50.00					
W-2	Wage and Tax St	atement	202	27	De	partment o	f the Treasu	ry-Internal	Revenue Servic
	e Filed With Employee's Fi								
is initorrialitor	i is being fulfillstied to the III	nemai nevenue service.							

	CORRI	ECTED (if checked)			
PAYER'S name, street address, city or foreign postal code, and telephone	or town, state or province, country, ZIP e no.		OMB No. 1545-0116			
HOUSEKEEPERS HELPERS 123 TIDY WAY				Nonemployee Compensation		
YOUR CITY, YOUR STATE, ZIP			Form 1099-NEC			
PAYER'S TIN	RECIPIENT'S TIN	1 Nonemployee compe	nsation		Copy B	
63-400XXXX	419-00-XXXX	\$		4,000	For Recipient	
RECIPIENT'S name CYNTHIA SIMON		consumer products t	ales totaling \$5,000 or more of to recipient for resale		This is important tax information and is being furnished to the IRS. If you are required to file a return, a	
Street address (including apt. no.)		3			negligence penalty or other sanction may be imposed on	
159 ARCHER AVENUE City or town, state or province, count	ry, and ZIP or foreign postal code	4 Federal income tax \$	withheld		you if this income is taxable and the IRS determines that it has not been reported.	
YOUR CITY, YOUR STATE, ZIP Account number (see instructions)		5 State tax withheld	6 State/Payer's state no.		7 State income	
Account number (see instructions)		\$	1		\$ \$	
Form 1099-NEC (keep	for your records) w	ww.irs.gov/Form1099NEC	Department of the Tr	reasury -	Internal Revenue Service	

ABC INVESTMENTS

2021 TAX REPORTING STATEMENT

456 Pima Plaza Your City, YS ZIP Cynthia Simon 159 Archer Avenue Your City, YS ZIP Account No. 111-222 Recipient ID No. 419-00-XXXX Payer's Fed ID Number: 40-200XXXX

Form 1099-DIV* 2021 Dividends and Distributions Copy B for Recipient (OMB NO. 1545-0110)	
1aTotal Ordinary Dividends 1b Qualified Dividends 2a Total Capital Gain Distributions (Includes 2b- 2d) 2b Capital Gains that represent Unrecaptured 1250 Gain 2c Capital Gains that represent Section 1202 Gain 2d Capital Gains that represent Collectibles (28%) Gain 2 Nondividend Distributions 4 Federal Income Tax Withheld 5 Investment Expenses 6 Foreign Country or U.S. Possession 7 Cash Liquidation Distributions 8 Non-Cash Liquidation Distributions 9 Exempt Interest Dividends 10 Specified Private Activity Bond Interest Dividends 11 State 12 State Identification No. 13 State Tax Withheld	
Form 1099-MISC* 2021 Miscellaneous Income Copy B for Recipient (OMB NO. 1545-0115)	
2 Royalties 4 Federal Income Tax Withheld 8 Substitute Payments in Lieu of Dividends or Interest 16 State Tax Withheld 17 State/ Payer's State No 18 State Income.	
Form 1099-INT* 2021 Interest Income Copy B for Recipient (OMB NO. 1545-0112)	
1 Interest Income. 2 Early Withdrawal Penalty. 3 Interest on U.S. Savings Bonds and Treas. Obligations. 4 Federal Income Tax Withheld. 5 Investment Expenses. 6 Foreign Tax Paid. 7 Foreign Country or U.S. Possession. 8 Tax-Exempt Interest. 9 Specified Private Activity Bond Interest. 14 Tax-Exempt Bond CUSIP No.	
Summary of 2021 Proceeds From Broker and Barter Exchange Transactions	
Sales Price of Stocks, Bonds, etc	6,150.00

Gross Proceeds from each of your security transactions are reported individually to the IRS. Refer to the Form 1099-B section of this statement. Report gross proceeds individually for each security on the appropriate IRS tax return. Do not report gross proceeds in aggregate.

Page 1 of 2

ABC INVESTMENTS

2021 TAX REPORTING STATEMENT

456 Pima Plaza Your City, YS ZIP Cynthia Simon 159 Archer Avenue Your City, YS ZIP Account No. 111-222 Recipient ID No. 419-00-XXXX Payer's Fed ID Number: 40-200XXXX

FORM 1099-B* 2021 Proceeds from Broker and Barter Exchange Transactions

Copy B for Recipient OMB NO. 1545-0715

Short-term transactions for which basis $\underline{\text{is reported}}$ to the IRS

Report on Form 8949 with Box A checked and/or Schedule D, Part I (This Label is a Substitute for Boxes 1c $\&\,6)$

8 Description, 1d Stock or Other Symbol, CUSIP

(IRS Form 1099-B box numbers are shown below in bold type)

Action	1b Date Acquired	1c Date sold disposed	1a Quantity Sold	1d Proceeds	1e Cost or Other Basis	Gain / Loss (-)	•	4 Federal Income Tax Withheld	14 State	15 State Tax Withheld
lowa	Co. Commo	n Stock								
Sale	01/08/2021	10/30/2021	200.000	2,650.00	2,000.00	650.00				
TOTAL	.S			2,650.00	2,000.00					

FORM 1099-B* 2021 Proceeds from Broker and Barter Exchange Transactions

Copy B for Recipient OMB NO. 1545-0715

Long-term transactions for which basis is not reported to the IRS

Report on Form 8949 with Box E checked and/or Schedule D, Part II (This Label is a Substitute for Boxes 1c $\&\,6)$

8 Description, 1d Stock or Other Symbol, CUSIP

(IRS Form 1099-B box numbers are shown below in bold type)

						•				
Action	1b Date Acquired	1c Date sold disposed	1a Quantity Sold	1d Proceeds	1e Cost or Other Basis	Gain / Loss (-)	1g Wash Sale Loss Disallowed	4 Federal Income Tax Withheld	14 State	15 State Tax Withheld
lowa (Co. Commo	n Stock								
Sale	10/12/2008	11/01/2021	200.000	3,500.00	2,100.00	1,400.00				
TOTAL	.S			3,500.00	2,100.00		'			

This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

Page 2 of 2

	street address, city or town, state or postal code, and telephone number	OMB No. 1545-1576	Student		
FINANCIAL AID PARTNERS	3	2021	Loan Interest		
305 WASHINGTON DR YOUR CITY, YOUR STATE,	ZIP		Statement		
		Form 1098-E			
RECIPIENT'S TIN	BORROWER'S TIN	1 Student loan interest received by lender			
38-0800XXXX	419-00-XXXX	\$ 3,5	70.00 Copy C		
BORROWER'S name			For Recipient		
CYNTHIA SIMON			For Privacy Act and		
Street address (including apt. no.	.)		Paperwork Reduction Act		
159 ARCHER AVENUE			Notice, see the 2021		
City or town, state or province, c	ountry, and ZIP or foreign postal code		General		
YOUR CITY, YOUR STATE,	ZIP		Instructions for Certain Information		
Account number (see instructions	s)	Check if box 1 does not include loan origination fees and/or capitalized interest, and the loan was made before September 1, 2004	Returns.		
Form 1098-E	www.irs.gov/Form1098E	Department of the Tre	easury - Internal Revenue Service		

FILER'S name, street address, city or foreign postal code, and telephone nu		P or 1 Payments received for qualified tuition and related expenses	OMB No. 1545-1574				
SUFFOLK COLLEGE		\$ 2,000.00	2021	Tuition Statement			
10 COLLEGE AVENUE YOUR CITY, YOUR STATE, I	ZIP		Form 1098-T	<u> </u>			
FILER'S employer identification no.	STUDENT'S TIN	3		Copy B			
37-700XXXX	419-00-XXXX						
STUDENT'S name CYNTHIA SIMON		Adjustments made for a prior year	5 Scholarships or grants	This is important tax information and is being furnished to the			
Street address (including apt. no.)		6 Adjustments to	7 Checked if the amount in box 1 includes	IRS. This form			
159 ARCHER AVENUE		for a prior year	for a prior year amounts for an				
City or town, state or province, countr	y, and ZIP or foreign postal code		academic period beginning January-	complete Form 8863 to claim education			
YOUR CITY, YOUR STATE,		\$	March 2022	credits. Give it to the			
Service Provider/Acct. No. (see instr.)	8 Checked if at least	9 Checked if a graduate	10 Ins. contract reimb./refund	tax preparer or use it to prepare the tax return.			
	half-time student	student 🗸] \$	·			
orm 1098-T (ki	eep for your records)	www.irs.gov/Form1098T	Department of the Treasury -	Internal Revenue Service			

Form 1095-A

Health Insurance Marketplace Statement

ີ ∨c	OIC
------	-----

OMB No. 1545-2232

Department of the Treasury Internal Revenue Service

▶ Do not attach to your tax return. Keep for your records.

CORRECTED ▶ Go to www.irs.gov/Form1095A for instructions and the latest information.

Part I	Recipient	Information
--------	-----------	-------------

1 Marketplace identifier		2 Marketplace-assigned policy number	3 Policy issuer's name				
	12-3456789	987654					
4 Recipient's name			5 Recipient's SSN	6 Recipient's date of birth			
	CYNTHIA SI	MON	419-00-XXXX	2/24/1992			
7 Recipient's spouse's name			8 Recipient's spouse's SSN 9 Recipient's spouse's date				
10 Policy start date		11 Policy termination date	12 Street address (including apartment	nt no.)			
	01/01/2021	12/31/2021	, , ,				
13 City or town		14 State or province	15 Country and ZIP or foreign postal of	code			
	YOUR CITY	YOUR STATE	ZIP				

Part II Covered Individuals

	A. Covered individual name	B. Covered individual SSN	C. Covered individual date of birth	D. Coverage start date	E. Coverage termination date
16	CYNTHIA SIMON	419-00-XXXX	2/24/1992	01/01/2021	12/31/2021
17					
18					
19					
20					

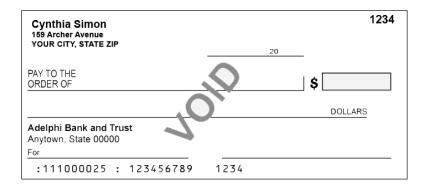
Part III Coverage Information

Month	A. Monthly enrollment premiums	B. Monthly second lowest cost silver plan (SLCSP) premium	C. Monthly advance payment of premium tax credit		
21 January	\$200	\$330	\$150		
22 February	\$200	\$330	\$150		
23 March	\$200	\$330	\$150		
24 April	\$200	\$330	\$150		
25 May	\$200	\$330	\$150		
26 June	\$200	\$330	\$150		
27 July	\$200	\$330	\$150		
28 August	\$200	\$330	\$150		
29 September	\$200	\$330	\$150		
30 October	\$200	\$330	\$150		
31 November	\$200	\$330	\$150		
32 December	\$200	\$330	\$150		
33 Annual Totals	\$2,400	\$3,960	\$1,800		

For Privacy Act and Paperwork Reduction Act Notice, see separate instructions.

Cat. No. 60703Q

Form **1095-A** (2021)



Advanced Scenario 8: Test Questions

Directions

Using the tax software, complete the tax return, including Form 1040 and all appropriate forms, schedules, or worksheets. Answer the questions following the scenario.

Note: When entering Social Security numbers (SSNs) or Employer Identification Numbers (EINs), replace the Xs as directed, or with any four digits of your choice.

Nu	mbe	rs (EINs), replace the Xs as directed, or with any four digits of your choice.
23.	W	hat is the net short term capital gain reported on Cynthia's Schedule D?
	a.	\$2,350
	b.	\$1,400
	C.	\$650
	d.	\$300
24.		nich of the following cannot be claimed as a business expense on Cynthia's nedule C?
	a.	Cleaning supplies
	b.	Business cards
	C.	Lunches
	d.	Work gloves
25.		nat is the amount Cynthia can take as a student loan interest deduction on her m 1040, Schedule 1? \$
26.		nat is the total amount of advanced premium tax credit that Cynthia received in 21?
	a.	\$3,960
	b.	\$2,400
	C.	\$1,800
	d.	\$150
27.	Wh	nat is the amount of Cynthia's lifetime learning credit? \$
28.	-	nthia will have to pay \$200 additional tax because she received the early distri- ion from her IRA.
	a.	True
	b.	False
29.	Но	w can Cynthia prevent having a balance due next year?
	a.	She can increase the withholding on her Form W-4
	b.	She can make estimated tax payments
	C.	She can use the IRS withholding calculator to estimate her withholding for next year.
	d.	All of the above

Directions

Using the tax software, complete the tax return, including Form 1040 and all appropriate forms, schedules, or worksheets. Answer the questions following the scenario.

Note: When entering Social Security numbers (SSNs) or Employer Identification Numbers (EINs), replace the Xs as directed, or with any four digits of your choice.

Interview Notes

- Richard is age 39 and was widowed in 2017. He has a daughter, Isabella, age 5.
- Richard provided the entire cost of maintaining the household and over half of the support for Isabella. In order to work, he pays childcare expenses to Busy Bee Daycare.
- Richard declined to receive advance child tax credit payments in 2021.
- Richard's earned income in 2019 was \$19,000.
- Richard and Isabella are U.S. citizens and lived in the United States all year in 2021.
- Richard received the third Economic Impact Payment (EIP3) in the amount of \$2,800 in 2021.



▻	
2	
<	
מ	
3	
D	
vanced	
'n	
S	
ĸ	
2	
<u> </u>	
=	
₹.	
rios	
,,	

105

ISABELLA COOK

9/25/2016 Daughter

Form 13614-C (October 2021)	Department of the Treasury - Internal Revenue Service Intake/Interview & Quality Review Sheet								OMB N 1545-				
You will need: • Tax Information such as • Social security cards or • Picture ID (such as valid	ITIN letters f	or all perso	ns on yo			You ar comple	e responence responence to	nsible for t accurate in	formation.	tion on yo		Please pro	
	Volunteer	s are traine To repo						old the hig at <u>wi.voltax</u>		l standard	s.		
Part I – Your Personal Inform	ation (If you a	are filing a jo	oint return	, enter y	our name	es in the s	ame ord	er as last ye	ear's return)				
Your first name RICHARD		M.I.	Last n						st contact n		Are yo	Are you a U.S. citizen? ▼ Yes	
2. Your spouse's first name		M.I.	Last n	ame				Ве	st contact n	umber	ls you ☐ Ye		J.S. citizen? No
3. Mailing address 195 BROOKS DRIVE		1	1				City YOUR CI	TY			State YS		IP code 'OUR ZIP
4. Your Date of Birth	5. Your job t	title		6.	Last year	, were you	:			a. Ful	II-time stud	ent 🗌 Y	es 🗷 No
4/01/1982	STORE MAN	NAGER		b.	Totally ar	nd perman	ently disa	abled 🗌	Yes 🕱 N	lo c. Leç	gally blind	□ Y	es 🗷 No
7. Your spouse's Date of Birth	8. Your spor	use's job title	е		,	, was your	•		Yes □ N		ll-time stud	lent □ Y	
10. Can anyone claim you or y	our spouse as	a depende	nt?	Yes		 □ Unsu					, ,		
11. Have you, your spouse, or	<u> </u>	<u> </u>						ldentity Pr	otection PIN	1?		Y	es 🕱 No
12. Provide an email address (
Part II – Marital Status and	, , ,								,				
1. As of December 31, 2021, w	_	ever Married	`		•		•	tnerships, c	ivil unions,	or other for		•	er state law)
was your marital status?	∐ Ma	arried		-	, ,	married in					_	Yes N	
				-	-		during a	any part of t	he last six n	nonths of 2	021? 📙	Yes \square N	0
		vorced			al decree					_			
		gally Separ			•	aintenance	e decree			_			
	X W	idowed	Ye	ear of sp	ouse's de	eath			2017	_			
2. List the names below of: • everyone who lived with yo	ou last year <i>(o</i>	ther than yo	ur spouse	e)				If add	ditional spac	e is neede	d check he	ere 🗌 and li	st on page 3
• anyone you supported but	did not live wi	th you last y	ear .	•					To be co	mpleted b	y a Certifi	ed Volunte	er Preparer
Name (first, last) Do not enter your name or spouse's name below	Date of Birth (mm/dd/yy)	to you (for	Number of months lived in your home last year	US Citizen (yes/no)	of US, Canada, or Mexico last year (yes/no)		Student last year (yes/no)	Totally and Permanently Disabled (yes/no)	Is this	Did this person provide	Did this person have less than \$4,300 of income? (yes,no,n/a)	Did the taxpayer(s) provide more than 50% of support for	Did the taxpayer(s)
(a)	(b)	(c)	(d)	(e)	(f)	(a)	(h)	(i)		(ves.no.n/a)			(ves/no)

Catalog Number 52121E www.irs.gov Form **13614-C** (Rev. 10-2021)

S

NO

NO

YES

YES

			Page 2
Check	appr		ox for each question in each section
Yes	No	Unsure	Part III - Income - Last Year, Did You (or Your Spouse) Receive
X			1. (B) Wages or Salary? (Form W-2) If yes, how many jobs did you have last year? 1
	X		2. (A) Tip Income?
	X		3. (B) Scholarships? (Forms W-2, 1098-T)
X			4. (B) Interest/Dividends from: checking/savings accounts, bonds, CDs, brokerage? (Forms 1099-INT, 1099-DIV)
	X		5. (B) Refund of state/local income taxes? (Form 1099-G)
	X		6. (B) Alimony income or separate maintenance payments?
	X		7. (A) Self-Employment income? (Form 1099-MISC, 1099-NEC, cash, virtual currency, or other property or services)
	X		8. (A) Cash/check/virtual currency payments, or other property or services for any work performed not reported on Forms W-2 or 1099?
	X		9. (A) Income (or loss) from the sale or exchange of Stocks, Bonds, Virtual Currency or Real Estate? (including your home) (Forms 1099-S,1099-B)
	X		10. (B) Disability income? (such as payments from insurance, or workers compensation) (Forms 1099-R, W-2)
	X		11. (A) Retirement income or payments from Pensions. Annuities, and or IRA? (Form 1099-R)
	X		12. (B) Unemployment Compensation? (Form 1099G)
	X		13. (B) Social Security or Railroad Retirement Benefits? (Forms SSA-1099, RRB-1099)
	X		14. (M) Income (or loss) from Rental Property?
	X		15. (B) Other income? (gambling, lottery, prizes, awards, jury duty, virtual currency, Sch K-1, royalties, foreign income, etc.)
Yes	No	Unsure	Part IV – Expenses – Last Year, Did You (or Your Spouse) Pay
	X		1. (B) Alimony or separate maintenance payments? If yes, do you have the recipient's SSN? Yes No
X			2. Contributions or repayments to a retirement account? IRA (A) Roth IRA (B) Other
	X		3. (B) College or post secondary educational expenses for yourself, spouse or dependents? (Form 1098-T)
	X		4. Any of the following? (A) Medical & Dental (including insurance premiums) (B) Mortgage Interest (Form 1098)
			☐ (A) Taxes (State, Real Estate, Personal Property, Sales)☐ (B) Charitable Contributions
X			5. (B) Child or dependent care expenses such as daycare?
	X		6. (B) For supplies used as an eligible educator such as a teacher, teacher's aide, counselor, etc.?
	X		7. (A) Expenses related to self-employment income or any other income you received?
	X		8. (B) Student loan interest? (Form 1098-E)
Yes	No	Unsure	Part V – Life Events – Last Year, Did You (or Your Spouse)
	X		1. (A) Have a Health Savings Account? (Forms 5498-SA, 1099-SA, W-2 with code W in box 12)
	X		2. (A) Have credit card, student loan or mortgage debt cancelled/forgiven by a lender or have a home foreclosure? (Forms 1099-C, 1099-A)
	X		3. (A) Adopt a child?
	X		4. (B) Have Earned Income Credit, Child Tax Credit or American Opportunity Credit disallowed in a prior year? If yes, for which tax year?
	X		5. (A) Purchase and install energy-efficient home items? (such as windows, furnace, insulation, etc.)
	X		6. (A) Receive the First Time Homebuyers Credit in 2008?
	X		7. (B) Make estimated tax payments or apply last year's refund to this year's tax? If so how much?
	X		8. (A) File a federal return last year containing a "capital loss carryover" on Form 1040 Schedule D?
	X		9. (A) Have health coverage through the Marketplace (Exchange)? [Provide Form 1095-A]
X			10. (B) Receive an Economic Impact Payment (stimulus) in 2021?
	X		11. (B) Receive Advanced Child Tax Credit payments?
	_		11. (b) Neceive Advanced Child Tax Credit payments:

				Page 3
Additional Information and Question	is Related to the Preparation of Your	Return		
1. Would you like to receive written con	nmunications from the IRS in a languaç	ge other than English? 🔲 Yes	s ☐ No If yes, which language	e?
2. Presidential Election Campaign Fund	d (If you check a box, your tax or refund	d will not change)		
Check here if you, or your spouse if f	filing jointly, want \$3 to go to this fund	☐ You ☐ Spo	ouse	
3. If you are due a refund, would you like	ke: a. Direct deposit ☐ Yes 🗷 No	b. To purchase U.S. Savi ☐ Yes 🕱 No	ngs Bonds c. To split your refun Yes	d between different accounts No
4. If you have a balance due, would you	u like to make a payment directly from	your bank account?	s 🗷 No	
5. Did you live in an area that was declar	ared a Federal disaster area? ☐ Yes	▼ No If yes, where	?	
6. Did you, or your spouse if filing jointly	y, receive a letter from the IRS?	☐ Yes 🕱 No		
Many free tax preparation sites oper this site to apply for these grants or are optional.	rate by receiving grant money or othe			
7. Would you say you can carry on a co	onversation in English, both understand	ding & speaking? 🕱 Very we	II ☐ Well ☐ Not well ☐ Not a	t all 🔲 Prefer not to answer
8. Would you say you can read a news	paper or book in English?	▼ Very well	□ Not well □ Not at all	Prefer not to answer
9. Do you or any member of your house	ehold have a disability?	☐ Yes 🕱 No	☐ Prefer not to answer	
10. Are you or your spouse a Veteran f	rom the U.S. Armed Forces?	☐ Yes 🕱 No	☐ Prefer not to answer	
11. Your race?				
☐ American Indian or Alaska Native12. Your spouse's race?	☐ Asian ☐ Black or African Amer	rican 🗌 Native Hawaiian or	other Pacific Islander	Prefer not to answer
☐ American Indian or Alaska Native	☐ Asian ☐ Black or African Amer	rican 🔲 Native Hawaiian or	other Pacific Islander 🔲 White	Prefer not to answer
▼ No spouse				
13. Your ethnicity?	☐ Hispanic or Latino ☐ Not His	panic or Latino 🕱 Prefer n	ot to answer	
14. Your spouse's ethnicity?	☐ Hispanic or Latino ☐ Not His	panic or Latino □ Prefer n	ot to answer 🕱 No spouse	
Additional comments		<u> </u>		
, , , , , , , , , , , , , , , , , , , ,				
	Privacy Act and	Paperwork Reduction Act Notic	ce	
The Privacy Act of 1974 requires that when we as do not receive it, and whether your response is veryou relative to your interest and/or participation in volunteer return preparation sites or outreach act do not provide the requested information, the IRS information requests. The OMB Control Number please write to the Internal Revenue Service, Tax	voluntary, required to obtain a benefit, or mandato n the IRS volunteer income tax preparation and c tivities. The information may also be used to esta S may not be able to use your assistance in these for this study is 1545-1964. Also, if you have any	ory. Our legal right to ask for informatioutreach programs. The information you blish effective controls, send corresponder or sponder or sponder or the programs. The Paperwork Reduction or comments regarding the time estima	on is 5 U.S.C. 301. We are asking for this pu provide may be furnished to others who ondence and recognize volunteers. Your re on Act requires that the IRS display an OMM tes associated with this study or suggestic	nformation to assist us in contacting coordinate activities and staffing at esponse is voluntary. However, if you control number on all public
Catalog Number 52121E		www.irs.gov		Form 13614-C (Rev. 10-2021)

		ee's social security number 328-00-XXXX	OMB No. 154		Safe, accurate, FAST! Use	≁ file	www.ir	e IRS website a rs.gov/efile
b Empl	oyer identification number (EIN)	34-	-800XXXX	1 Wag	ges, tips, other compensation \$41,500.00		ral income t	tax withheld
c Empl	oyer's name, address, and ZIP code			3 Soc	cial security wages		I security to	\$1,850.0 ax withheld
DAK	TO DADTO INO				\$42,500.00)		\$2,635.00
	ER PARTS INC.			5 Me	dicare wages and tips	6 Medi	care tax wit	hheld
	PIKE CIRCLE				\$42,500.0	00		\$616.2
YOU	R CITY, YOUR STATE, ZIP			7 Soc	cial security tips	8 Alloc	ated tips	
d Cont	rol number			9		10 Depe	ndent care	benefits
e Empl	oyee's first name and initial Last	name	Suff.	11 No	nqualified plans	12a See	instructions	s for box 12
						i D		\$1,000.00
RICH	ARD COOK			13 State	loyee plan sick pay	12b		
195 E	BROOKS DRIVE			L	X	d		
YOU	R CITY, YOUR STATE, ZIP			14 Oth	er	12c	I	
						12d		
						C G	1	
f Emple	oyee's address and ZIP code					e		
15 State	Employer's state ID number	16 State wages, tips, etc.	17 State incor	ne tax	18 Local wages, tips, etc.	19 Local inc	come tax	20 Locality nan
YS	34-800XXXX	\$41,500.00	\$8	300.00				
l ı								
		1			_			
Eorm V	1–2 Wage and Tax St	atement	207	٦ ١ ,	Department of	of the Treasur	y-Internal	Revenue Servi

PAYER'S name, street address, or foreign postal code, and teleph		country, ZIP	Payer's RTN (optional)	OMB No. 1545-0112	Interes		
PAYER ADELPHI BANK 8020 YONKERS BLVD	AND TRUST		1 Interest income	Interest income 2021			
YOUR CITY, YOUR STAT	E, ZIP		\$ 100.00	Form 1099-INT			
			2 Early withdrawal penalty	Copy 2			
PAYER'S TIN	RECIPIENT'S TIN		\$	20.00	<u>.</u>		
22-7XXXXXX	328-00-XXX	κx	3 Interest on U.S. Savings Bo	onds and Treas. obligations			
RECIPIENT'S name	!		4 Federal income tax withhele	5 Investment expenses	1		
RICHARD COOK			6 Foreign tax paid	7 Foreign country or U.S. possession	To be filed with recipient's state income tax return, when required.		
Street address (including apt. no. 195 BROOKS DRIVE			8 Tax-exempt interest	Specified private activity bond interest			
City or town, state or province, co	ountry, and ZIP or foreign post	al code	\$	\$	required		
YOUR CITY, YOUR STAT	E, ZIP		10 Market discount	11 Bond premium			
		FATCA filing requirement	7	\$			
	ı			\$ 13 Bond premium on tax-exempt bond	d		
Account number (see instructions)		14 Tax-exempt and tax credit bond CUSIP no.	15 State 16 State identification no	. 17 State tax withheld \$		
					\$		

Busy Bee Day Care

303 Twiggs Trail Your City, Your State Your Zip Ph: (555) 555-1234

December 31, 2021

Received from Richard Cook

\$1,500 for daycare services for Isabella

Total amount received for child care in 2021 - \$1,500

Ellen River

EIN: 35-900XXXX

Advanced Scenario 9: Test Questions

Directions

Using the tax software, complete the tax return, including Form 1040 and all appropriate forms, schedules, or worksheets. Answer the questions following the scenario.

		When entering Social Security numbers (SSNs) or Employer Identification rs (EINs), replace the Xs as directed, or with any four digits of your choice.
30.	WI	hat is Richard's most advantageous filing status?
	a.	Single
	b.	Married Filing Separately
	C.	Head of Household
	d.	Qualifying Widower
31.	Ric	chard's adjusted gross income on his Form 1040 is \$?
32.	Ric	hard can claim the following credits on his tax return.
	a.	Child Tax Credit
	b.	Child and Dependent Care Credit
	C.	Both a and b
	d.	Neither a nor b
33.	Ric	hard's Retirement Savings Contributions Credit on Form 8800 is \$
34.	cal	chard will use his 2019 earned income rather than his 2021 earned income to culate the earned income tax credit on his 2021 tax return because his 2019 red income is higher than his 2021 earned income.
	a.	True
	b.	False
35.		hard's child and dependent care credit from Form 2441 is reported as a non- undable credit on Form 1040, Schedule 3.
	a.	True
	h	False

Advanced Course Retest Questions

Directions

The first five scenarios do not require you to prepare a tax return. Read the interview notes for each scenario carefully and use your training and resource materials to answer the questions after the scenarios.

Advanced Scenario 1: Karen White

Interview Notes

- Karen's husband Fred moved out of their family home in April of 2021. She has not seen
 or heard from him since.
- Karen has two children, Avery, age 12 and George, age 15. She will claim them as her dependents on her 2021 tax return. Karen is 38 years old.
- Karen earned \$28,000 in wages. She also received \$175 of interest and \$12,500 of unemployment income.
- Karen made a cash contribution of \$650 to the Red Cross. She does not have enough deductions to itemize this year.
- Karen paid all the cost to keep up her home to support Avery and George.
- Karen received her third economic impact payment (EIP 3) of \$5,600 based on her 2020 tax return filed jointly with her husband.
- Karen, George, and Avery lived in the U.S. all year. They all are U.S. citizens and have valid Social Security numbers.

Advanced Scenario 1: Retest Questions

- 1. Karen's most beneficial allowable filing status is Married Filing Separate.
 - a. True
 - b. False
- 2. Which of the following are **not** reported as income on Karen's 2021 tax return?
 - a. Unemployment
 - b. Wages
 - c. Interest
 - d. Economic Impact Payment (EIP 3)
- **3.** Karen's deductible charitable contribution for 2021 does **not** reduce her adjusted gross income.
 - a. True
 - b. False

Advanced Scenario 2: Paul and Maggie Thomas

Interview Notes

- Paul and Maggie are married and want to file a joint return.
- Maggie is a U.S. citizen and has a valid Social Security number. Paul is a resident alien and has an ITIN. They resided in the United States all year with their children.
- Paul and Maggie have two children, Cheryl, age 4, and Mike, age 15. Cheryl and Mike are U.S. citizens and have valid Social Security numbers.
- Paul earned \$18,000 in wages.
- Maggie earned \$20,000 in wages.
- In order to work, the Thomases paid child and dependent care expenses of \$3,500 for their daughter Cheryl to attend Busy Bee Child Care.
- · Paul and Maggie provided all of the support for their two children.
- Paul and Maggie declined to receive advance payments for the Child Tax Credit.

Advanced Scenario 2: Retest Questions

4.	The maximum amount Paul and Maggie are eligible to claim for the Child Tax
	Credit is \$6,000.

- a. True
- b. False
- 5. How much of the child care expenses paid to Busy Bee Day Care are used to calculate the refundable child and dependent care credit? \$______

Interview Notes

- Carol Wheeler, age 56, is single.
- Carol earned wages of \$48,000 and was enrolled the entire year in a high deductible health plan (HDHP) with self-only coverage.
- During the year Carol contributed \$3,000 to her Health Savings Account (HSA) and her cousin also contributed \$1,000 to Carol's HSA account.
- Carol's Form W-2 shows \$600 in Box 12 with code W. She has Form 5498-SA showing \$4,600 in Box 2.
- Carol took a distribution from her HSA to pay her unreimbursed expenses:
 - 2 visits to a physical therapist due to a car accident \$300
 - unreimbursed doctor bills for \$700
 - prescription medicine: \$400
 - replacement of a crown \$1,500
 - over the counter sinus medication \$80
 - 10 Zumba classes for \$125
- Carol is a U.S. citizen with a valid Social Security number.

Advanced Scenario 3: Retest Questions

6	Carol can claim 9	3	s her HSA	contribution	on Form	2220	Part 1	
О.	Carol Carl Claim) (15 HELLION	CONTINUUTOR		0009,	ган	

- **7.** Carol is eligible to contribute an additional \$1,000 to her HSA because she is age 55 or older.
 - a. True
 - b. False
- **8.** The over the counter sinus medication is a qualified medical expense for HSA purposes.
 - a. True
 - b. False

Interview Notes

- Barbara is age 57 and was widowed in 2021. She owns her own home and provided all the cost of keeping up her home for the entire year. Her only income for 2021 was \$36,000 in W-2 wages.
- Jenny, age 24, and her daughter Marie, age 3, moved in with her mother, Barbara, after Jenny separated from her spouse in April of 2021. Jenny's only income for 2021 was \$15,000 in wages. Jenny provided over half of her own support. Marie did not provide more than half of her own support.
- Jenny will not file a joint return with her spouse. She did not receive advance child tax credit payments for 2021.
- All individuals in the household are U.S. citizens with valid Social Security numbers.
 No one has a disability. They lived in the United States all year but not in a community property state.

Advanced Scenario 4: Retest Questions

- **9.** Barbara is the only person that qualifies to claim Marie as a dependent.
 - a. True
 - b. False
- **10**. Which of the following statements is true?
 - Jenny is eligible to claim Marie for the EIC even though her filing status is married filing separate
 - b. Jenny is **not** eligible to claim the EIC for Marie because she is under age 25
 - c. Jenny is **not** eligible to claim Marie for the EIC because her income is too high.
 - d. None of the above statements are true.

Interview Notes

- · Michael is 49 years old and files as single.
- His 2021 adjusted gross income (AGI) is \$49,500, which includes gambling winnings of \$1,000.
- · Michael would like to itemize his deductions this year.
- Michael brings documentation for the following expenses:
 - \$8,200 Hospital and doctor bills
 - \$700 Contributions to Health Savings Account (HSA)
 - \$2,500 Long Term Care Insurance premiums before age limitation applied
 - \$3,400 State withholding (higher than Michael's calculated state sales tax deduction)
 - \$300 Personal property taxes based on value of vehicle
 - \$400 Friend's personal GoFundMe campaign
 - \$275 Cash contributions to the Red Cross
 - \$100 Fair market value of clothing in good condition donated to the Salvation Army
 - \$7,500 Mortgage interest
 - \$820 Real estate tax
 - \$230 Mortgage Insurance Premiums (PMI) on a home he purchased in 2017.
 - \$150 Homeowners association fees
 - \$2,000 Gambling losses

Advanced Scenario 5: Retest Questions

- **11.** If Michael chooses to itemize, which of the following is he eligible to claim as a deduction on Schedule A?
 - a. \$400 Go Fund Me donation
 - b. \$700 Contributions to Health Savings Account (HSA)
 - c. \$150 Homeowner's Association fees
 - d. \$230 Mortgage Insurance Premiums (PMI)
- **12**. Michael is eligible to claim \$1,000 in gambling losses as a deduction on his Schedule A.
 - a. True
 - b. False

Advanced Scenario 6: Sean Dennison

Interview Notes

- Sean Dennison is 19 years old. He is not a full time student.
- Sean works at a grocery store and earned \$20,000 in wages. He had \$2,400 of with-holding.
- He lives with a friend in a rented apartment. They each pay their own expenses. Sean provides all of his own support.
- Sean is a U.S. citizen and lived in the U.S. for the entire year. He has a valid Social Security number.

Advanced Scenario 6: Retest Questions

- 13. Which of the following statements is true?
 - a. Sean is required to file a tax return because he is under 65 and his gross income was greater than \$12,550.
 - b. Sean is **not** required to file but should file a return to get back all of his withholding.
 - c. Sean is **not** required to file a tax return because he is under the age of 21.
 - d. Sean is **not** required to file a tax return because he has enough tax withholding to cover his tax liability.
- **14**. Sean is **not** eligible to claim the earned income credit on his 2021 tax return.
 - a. True
 - b. False

Advanced Scenario 7: Gilbert and Tara Washington

d. \$1,849

Directions

Refer to the scenario information for Gilbert and Tara Washington, beginning on page 80.

Advanced Scenario 7: Retest Questions

15.	The	e taxable portion of Tara's pension from Oak Enterprises is \$
16.	Tar	a's taxable social security income is \$
17.		mbling winnings and canceled debt are reported as other income on the shington's Form 1040, Schedule 1.
	a.	True
	b.	False
18.		bert is eligible to claim \$ as qualified educator expenses on Form 1040 nedule 1.
19.	Wh	at is the Washington's standard deduction on their 2021 tax return?
	a.	\$25,100
	b.	\$26,450
	C.	\$26,800
	d.	\$27,800
20.	Wh	ich of the following expenses qualify for the American opportunity credit?
	a.	Books
	b.	Tuition
	C.	Parking pass
	d.	Both a and b
21.	The	e Washingtons can claim the child tax credit for their son Chandler.
	a.	True
	b.	False
22.		w much federal income tax withholding is reported on the Washingtons's Form 40?
	a.	\$6,669
	b.	\$4,820
	C.	\$2,800

Directions

Refer to the scenario information for Cynthia Simon, beginning on page 90.

Advanced Scenario 8: Retest Questions

23.	Су	nthia's net short-term capital gain reported on Schedule D is \$
24.	Су	nthia cannot claim the work gloves as a business expense on Schedule C.
	a.	True
	b.	False
25.		nat is the amount Cynthia can take as a student loan interest deduction on her rm 1040, Schedule 1?
	a.	\$3,750
	b.	\$2,500
	C.	\$1,400
	d.	\$0
26.		nat is the total amount of advanced premium tax credit that Cynthia received in 21? \$
27 .	Су	nthia meets the qualifications to claim the Lifetime Learning Credit.
	a.	True
	b.	False
28.	Cy IR/	nthia will not have to pay an additional 10% tax on the early withdrawal from her A.
	a.	True
	b.	False
29.	Су	nthia can make estimated tax payments to avoiding owing tax next year.
	a.	True
	b.	False

Directions

Refer to the scenario information for Richard Cook, beginning on page 103

Advanced Scenario 9: Retest Questions

30.	Richard	is no	t eligible	to	claim	the	Qualify	ving	Widower	filing	status.

- a. True
- b. False
- 31. What is Richard's adjusted gross income on his Form 1040?
 - a. \$41,500
 - b. \$41,580
 - c. \$41,600
 - d. \$41,620
- **32**. Richard is eligible to claim the child tax credit and the child and dependent care credit in 2021.
 - a. True
 - b. False
- **33.** Richard does **not** qualify to claim a retirement savings contribution credit..
 - a. True
 - b. False
- **34**. Richard **will not** use his 2019 earnings of \$19,000 to calculate his earned income credit on his 2021 tax return because his 2019 earned income is lower than his 2021 earned income.
 - a. True
 - b. False
- 35. Richard's child and dependent care credit is refundable in 2021.
 - a. True
 - b. False

Qualified Experienced Volunteer Scenarios and Test Questions

Directions

The first four scenarios do not require you to prepare a tax return. Read the interview notes for each scenario carefully and use your training and resource materials to answer the questions after the scenarios.

Scenario 1: Donna and Becky Howard

Interview Notes

- Becky is 25 years old and unmarried. She has two children: Seth is 7 years old and Kathleen was born in 2021. They all lived with Donna, Becky's mother, in 2021.
- Seth and Kathleen's father do not live with them, and Becky has not signed a Form 8332.
- Becky works full-time and made \$30,000 in 2021. The children attended daycare
 while she worked. She received a statement from her childcare provider showing
 that she paid \$8,000 for the care of both children for the year.
- Donna is unmarried and earned \$25,000 in 2021. Donna paid over half the costs of keeping up the home for herself, Becky and Becky's children.
- In 2020, Donna's adjusted gross income (AGI) was higher than Becky's and Becky allowed Donna to claim Seth as a dependent. Donna received a \$2,800 third Economic Impact Payment (EIP 3) in 2021. Becky received an EIP 3 of \$1,400.
- Donna opted out of the advance payments of the Child Tax Credit. Becky did not receive any advance payments of the Child Tax Credit.
- Becky, Donna, Seth, and Kathleen are all U.S. citizens with valid Social Security numbers and lived in the United States all year.

Scenario 1: Test Questions

- 1. Which of the following statements is **true** for 2021?
 - a. Seth and Kathleen are Donna's qualifying children and Donna can claim them as dependents.
 - b. Seth and Kathleen are Becky's qualifying children and Becky can claim them as dependents.
 - c. Donna can claim the children as dependents if Becky agrees.
 - d. Donna and Becky can each claim one child as a dependent.

- 2. Which of the following statements is true?
 - a. Donna may file as Head of Household and Becky must file as Single.
 - b. Donna and Becky can both file as Head of Household.
 - c. Donna and Becky must both file as Single.
 - d. Donna must file as Single and Becky may file as Head of Household.
- 3. The person who can claim the children as dependents for 2021 is eligible to claim:
 - a. Zero in child tax credit and zero in child and dependent care eligible expenses
 - b. A child tax credit of \$4,000 and can use \$6,000 in child and dependent care eligible **expenses**
 - c. A child tax credit of \$6,600 and can use \$6,000 in child and dependent care eligible **expenses**
 - d. A child tax credit of \$6,600 and can use \$8,000 in child and dependent care eligible **expenses**
 - e. A child tax credit of \$7,200 and can use \$8,000 in child and dependent care eligible **expenses**
- 4. Which of the following statements regarding the EIP 3/Recovery Rebate Credit is true?
 - a. Becky is eligible to claim a \$2,800 Recovery Rebate Credit for Kathleen and Seth.
 - b. Donna must repay the \$1,400 EIP 3 she received for Seth.
 - c. Donna is eligible to claim a \$1,400 Recovery Rebate Credit for Kathleen.
 - d. Becky is not eligible to claim a Recovery Rebate Credit.

Scenario 2: David Newberry and His Parents

Directions

This scenario does not require you to prepare a tax return. Refer to the interview notes here and the accompanying Form 1098-T on the next page for the information needed to answer the questions that follow.

Interview Notes

- David is 19 years old and a full-time college sophomore majoring in physics. The
 college is an eligible educational institution. He resides on campus during the school
 year and lives with his parents during the summer.
- David spent \$1,500 on books in 2021.
- David's parents provided more than half of his support.
- · David has never been convicted of a felony.
- David received Form 1098-T as shown on the following page. The Box 5 amount is an **unrestricted** scholarship. David received no other income in 2021.
- David and his parents are U.S. citizens with valid Social Security numbers.
- David and his parents came to the site to have their returns prepared. They want to maximize the tax benefits for the family.

	OMB No. 1545-1574	Payments received for qualified tuition and related expenses		FILER'S name, street address, city or foreign postal code, and telephone nu				
Tuitio	2021	\$ 20,000.00	UMA COLLEGE					
Stateme		2		1000 COLLEGE AVENUE				
	Form 1098-T		IP	YOUR CITY, YOUR STATE,				
Сору		3	STUDENT'S TIN	FILER'S employer identification no.				
For Stude			37-700XXXX 654-00-XXXX					
	5 Scholarships or grants	4 Adjustments made for a		STUDENT'S name				
This is import tax informat and is be	\$ 25,000.00	prior year		DAVID NEWBERRY				
furnished to IRS. This fo	7 Checked if the amount	6 Adjustments to		Street address (including apt. no.)				
must be used	in box 1 includes amounts for an	scholarships or grants for a prior year		1234 ROCKMOUNT STREET				
complete Form 88	academic period	lor a prior year	and ZIP or foreign postal code	City or town, state or province, country				
credits. Give it to	beginning January- March 2022	\$	IP	YOUR CITY, YOUR STATE,				
fund tax preparer or use i	10 Ins. contract reimb./refund	9 Checked if a graduate	Service Provider/Acct. No. (see instr.) 8 Checked if at least					
propare the tax rete	s	student	half-time student ✓					

Scenario 2: Test Questions

- 5. David's parents would like to claim the American opportunity credit on their tax return. What treatment would provide David and his parents the most favorable outcome?
 - a. David's parents can claim only \$1,500 as qualified education expenses.
 - b. Neither David nor his parents can claim the credit because the scholarship income was more than education expenses.
 - c. David includes \$3,500 as taxable scholarship income and his parents claim \$4,000 in qualified education expenses.
 - d. David includes \$7,500 as taxable scholarship income and his parents claim \$4,000 in qualified education expenses.
- **6.** For the purpose of determining if David has a **filing requirement**, taxable scholar-ship and fellowship grants are considered:
 - a. Earned income
 - b. Unearned income
 - c. His parents' income
 - d. Scholarship and fellowship grant income is never considered taxable

Directions

This scenario does not require you to prepare a tax return. Refer to the interview notes here and the brokerage statement on the next page for the information needed to answer the questions that follow.

Interview Notes

- Sophia is 20 years old, unmarried, and graduated from junior college in December 2020.
- In 2021, she worked as a care provider for her disabled sister, Savannah, and received \$15,200 in Medicaid waiver payments reported on Form W-2 Box 1.
- In June, Sophia sold some stock she inherited. She provided the brokerage statement showing all her stock sales for 2021.
- Sophia is a U.S. citizen, has a Social Security number, and lived with Savannah in the U.S. all year.
- · Sophia provides all of her own support.

ABC INVESTMENTS 456 Pima Plaza Your City, YS ZIP

2021 Tax Reporting Statement Sophia Woodruff 890 Alma Avenue Your City, YS ZIP Account No. 1111-2222 Recipient ID 655-00-XXXX Payer's Fed ID: 25-800XXXX

Long-Term Transactions for Which Basis is Reported to the IRS; Report on Form 8949, Part II, with Box D checked.

Description of Property (Box 1a) / CUSIP / SYMBOL												
Activity Type	Quantity Sold	Date Acquired	Date Sold or	Proceeds (Box 1d)	Cost or Other	Unadjusted	Accrued Market	Wash Sale Loss	Federal Income	Loss Not		
	(Box 1a)	(Box 1b)	Disposed	Gross Proceeds	Basis	Gain/Loss	Discount	Disallowed	Tax Withheld	Allowed Based		
		- 1	(Box 1c)	Reported to the IRS	(Box 1e)		(Box 1f)	(Box 1g)	(Box 4)	on Amount in		
				(Box 6) (X)						Box 1d (Box 7)		
Wash Sale Example Company / 656435200 / WASHX												
Sale	10.000000	3/17/2020	12/28/2021	200.00	500.00	-300.00		300.00	0.00			
Long Term Ga	in Example C	ompany / 7564	35200 / LONG									
Sale	25.000000	1/3/2012	1/31/2021	1,000.00	700.00	300.00			0.00			
Sale	40.000000	2/11/2012	12/31/2021	2,000.00	1,600.00	400.00			0.00			
Subtotal	65.000000			3,200.00	2,800.00	400.00	0.00	300.00	0.00			

Long-Term T	ong-Term Transactions for Which Basis was not Reported to the IRS; Report on Form 8949, Part II, with Box E checked.												
Description of	Description of Property (Box 1a) / CUSIP / SYMBOL												
Activity Type	Quantity Sold	Date Acquired	Date Sold or	Proceeds (Box 1d)	Cost or Other	Unadjusted	Accrued Market	Wash Sale Loss	Federal Income	Loss Not			
	(Box 1a)	(Box 1b)	Disposed	Gross Proceeds	Basis	Gain/Loss	Discount	Disallowed	Tax Withheld	Allowed Based			
			(Box 1c)	Reported to the IRS	(Box 1e)		(Box 1f)	(Box 1g)	(Box 4)	on Amount in			
				(Box 6) (X)						Box 1d (Box 7)			
Inherited Exar	nple Company	/ 556435200 /	INHER										
Sale	20.000000	6/26/2021	8/1/2021	8,400.00	5,000.00	3,400.00			0.00				
Subtotal	20.000000			8,400.00	5,000.00	3,400.00	0.00	0.00	0.00				
Totals				11,600.00	7,800.00	3,800.00	0.00	300.00	0.00				

Scenario 3: Test Questions

7.	Sophia's inherited stock sale is treated as a long-term transaction
	a. True
	b. False
8.	What is Sophia's total capital gain or loss?
9.	Which of the following are true?
	 a. Sophia is not eligible for the Earned Income Credit because her investment income is too high.
	b. Sophia is not eligible for the Earned Income Credit because her earned income is too high.
	c. Sophia is not eligible for the Earned Income Credit because she is too young to claim the credit without a qualifying child.
	d. Sophia is eligible for the Earned Income Credit.
10	 Sophia may exclude the qualified Medicaid waiver payments from gross income and include those payments in earned income.
	a. True
	b. False

Directions

This scenario does not require you to prepare a tax return. Refer to the interview notes and accompanying Forms 1099-NEC and 1099-K for the information needed to answer the questions that follow.

Interview Notes

- Keisha and Jay are married and file a joint return.
- Jay is an employee and received a Form W-2 showing \$30,000 in wages for the year. Keisha is a self-employed driver for Delicious Deliveries.
- Keisha and Jay had health insurance subsidized by Jay's employer. They paid \$3,600 pre-tax in premiums for the year.
- Keisha provided a statement from the food delivery service that indicated the amount of mileage driven and fees paid for the year. These fees are considered ordinary and necessary for the food delivery business:
 - o 7,200 miles driven while delivering food
 - o Insulated box rental: \$300
 - Vehicle safety inspection (required by Delicious Deliveries): \$50
 - o GPS device fee: \$120
- Keisha also kept receipts for the following out-of-pocket expenses:
 - o \$100 for tolls
 - o \$120 for car washes
 - \$48 for parking tickets
 - o \$75 for Personal Protective Equipment (PPE) used during deliveries
 - \$150 for snacks and lunches Keisha consumed while working
- Keisha's record keeping application shows she also drove 4,125 miles between deliveries and 4,200 miles driven between her home and her first and last delivery point of the day. Keisha has a separate car for personal use. She bought and started using her second car for business on September 1, 2020.
- Keisha provided the Form 1099-NEC and Form 1099-K that she received from Delicious Deliveries. See the next page.
- Keisha also received \$300 in cash tips that were not reported elsewhere.
- Keisha and Jay also paid the following this year:
 - Mortgage interest = \$5,000
 - Property tax = \$3,000
 - Donations of clothing in good used condition = \$350 (fair market value)
 - Cash donations to qualified charities = \$550
 - Tools for Jay's job = \$300
 - State income taxes withheld = \$4,000
- Keisha won \$10,000 on a scratch off lottery ticket. She has \$3,000 of losing tickets.

	CORRE	CTED (if checked)		
PAYER'S name, street address, or foreign postal code, and teleph	city or town, state or province, country, ZIP		OMB No. 1545-0116	
Delicious Deliveries 567 ALVIN AVENUE			2021	Nonemployee Compensation
YOUR CITY, YOUR STATE,	ZIP		Form 1099-NEC	
PAYER'S TIN	RECIPIENT'S TIN	1 Nonemployee compen	sation	Copy B
20-400XXXX	345-00-XXXX	\$	1,800	
RECIPIENT'S name		2 Payer made direct sal consumer products to	les totaling \$5,000 or more of precipient for resale	This is important tax information and is being furnished to the IRS. If you are
Keisha Johnson Street address (including apt. no.)	3		required to file a return, a negligence penalty or other sanction may be imposed on
789 DANA DRIVE	,	4 Federal income tax v	withheld	you if this income is taxable
1	ountry, and ZIP or foreign postal code	\$	and the IRS determines that it has not been reported.	
YOUR CITY, YOUR STATE,		5 State tax withheld	6 State/Payer's state no.	7 State income
Account number (see instructions	s)	\$ \$		\$ \$
Form 1099-NEC (k	eep for your records) wv	vw.irs.gov/Form1099NEC	Department of the Treas	ury - Internal Revenue Service

☐ CORRE	CTED (if checked)				
FILER'S name, street address, city or town, state or province, country, ZIP	FILER'S TIN	OMB No. 1545-2205			
or foreign postal code, and telephone no.	20-400XXXX		Payment Card and		
Delicious Deliveries	PAYEE'S TIN		Third Party		
567 ALVIN AVENUE	345-00-XXXX	2021	Network		
YOUR CITY, YOUR STATE, ZIP	1a Gross amount of payment card/third party network transactions		network Transactions		
	\$ 15,245.00	Form 1099-K			
	1b Card Not Present transactions	2 Merchant category	code Copy B		
Check to indicate if FILER is a (an): Check to indicate transactions reported are:	\$		For Payee		
Payment settlement entity (PSE) Payment card	3 Number of payment transactions	4 Federal income ta withheld	X This is important tax		
Electronic Payment Facilitator (EPF)/Other third party Third party network	3,300	\$	information and is being furnished to		
PAYEE'S name	5a January	5b February	the IRS. If you are		
Kalaba Jahuaan	\$ 1,270.00	\$ 1,2	required to file a return, a negligence		
Keisha Johnson	5c March	5d April	penalty or other		
Street address (including apt. no.)	\$ 1,340.00	\$ 1,2	sanction may be imposed on you if		
	5e May	5f June	taxable income		
789 DANA DRIVE	\$ 1,290.00	\$ 1,3	results from this transaction and the		
	5g July	5h August	IRS determines that it		
City or town, state or province, country, and ZIP or foreign postal code	\$ 1,240.00	\$ 1,1	has not been reported.		
YOUR CITY, YOUR STATE, ZIP	5i September	5j October			
PSE'S name and telephone number	\$ 1,270.00	\$ 1,2	235.00		
	5k November	5I December			
	\$ 1,310.00	+ -,	100.00		
Account number (see instructions)	6 State	7 State identification	no. 8 State income tax withheld \$		
		†	·\$		

Scenario 4: Test Questions

11.	What is Keisha's Schedule C net profit ?
	a. \$8,006
	b. \$10,040
	c. \$10,358
	d. \$17,345
12.	How much of Keisha's gambling winnings must be included in adjusted gross income (AGI)? \$
13.	How much can Keisha and Jay claim as charitable contributions if they take the standard deduction?
	a. \$300
	b. \$550
	c. \$600
	d. \$900

- **14.** Which of the following statements is true:
 - a. Keisha can add the \$3,600 they paid for health insurance premiums to her selfemployment expenses on Schedule C.
 - b. Keisha can claim the \$3,600 they paid for health insurance premiums as a selfemployed health insurance deduction on Schedule 1.
 - c. Keisha can claim her portion of the health insurance premiums, \$1,800, as a self-employed health insurance deduction on Schedule 1.
 - d. Keisha can add her portion of the health insurance premiums, \$1,800, to her self-employment expenses on Schedule C.
 - e. Keisha is **not** eligible for a self-employed health insurance deduction.

Directions

Using the tax software, complete the tax return, including Form 1040 and all appropriate forms, schedules, or worksheets. Answer the questions following the scenario. To ensure the accuracy of the taxpayer's return the volunteer should review and complete the applicable sections of the Form 13614-C.

Note: When entering Social Security numbers (SSNs) or Employer Identification Numbers (EINs), replace the Xs as directed, or with any four digits of your choice.

Interview Notes

- Kenneth and Martha are married and would like to file a joint return.
- Kenneth applied for Social Security Disability benefits in July 2019, and he began
 receiving benefits in December 2021. The payment included a lump sum distribution for the time Kenneth's application was pending in 2019 and 2020. Kenneth and
 Martha filed a joint return each year. In 2019, their modified adjusted gross income
 was \$36,700, and in 2020 their modified adjusted gross income was \$27,835.
 Martha has never received Social Security benefits.
- · Kenneth and Martha have never itemized their deductions.
- Kenneth and Martha received a state income tax refund of \$230.
- Martha began receiving pension benefits on May 1, 2020. She chose a joint and survivor annuity. She also works part time.
- Kenneth and Martha purchased health care coverage through the Marketplace, which they had all year. At no time during the year were either Kenneth or Martha eligible for unemployment.
- The Kempers received an Economic Impact Payment (EIP 3) of \$2,800 in 2021.
- Kenneth and Martha are U.S. citizens, have valid Social Security numbers and lived in the lower 48 states for the entire year.
- If the Kempers are due a refund, they want it direct deposited to their checking account. Bank Routing is 111000022; Checking Account number is 1234567890. If they have a balance due, they will mail in the payment.



Qualifie	
≀ualified Experienced Volunteer	
olunteer	

3

 everyone who lived with you 	ou last year <i>(c</i>	ther than yo	our spouse	e)				ii add	ilionai spac	e is neede	а спеск пе	ere 🗀 and iis	st on page 3	
 anyone you supported but 	anyone you supported but did not live with you last year										To be completed by a Certified Volunteer Preparer			
Name (first, last) Do not enter your name or spouse's name below	Date of Birth (mm/dd/yy)	Relationship to you (for example: son, daughter, parent, none, etc)		Citizen (yes/no)	of US,	Single or Married as of 12/31/21 (S/M)		(yes/no)	person a qualifying child/relative of any other person?	person provide more than	person have less than \$4,300 of income? (yes,no,n/a)	taxpayer(s) provide more than 50% of support for this person?	Did the taxpayer(s) pay more than half the cost of maintaining a home for this person?	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	() /	(yes,no,n/a)			(yes/no)	
Catalog Number 52121E	talog Number 52121E www.irs.gov Form 13614-C (Rev. 10-2021)													

(This includes registered domestic partnerships, civil unions, or other formal relationships under state law)

b. Did you live with your spouse during any part of the last six months of 2021? ★ Yes □ No

Form 13614-C Department of the Treasury - Internal Revenue Service **OMB Number** Intake/Interview & Quality Review Sheet 1545-1964 (October 2021) · Please complete pages 1-4 of this form. You will need: • Tax Information such as Forms W-2, 1099, 1098, 1095. You are responsible for the information on your return. Please provide • Social security cards or ITIN letters for all persons on your tax return. complete and accurate information. · Picture ID (such as valid driver's license) for you and your spouse. If you have questions, please ask the IRS-certified volunteer preparer. Volunteers are trained to provide high quality service and uphold the highest ethical standards. To report unethical behavior to the IRS, email us at wi.voltax@irs.gov Part I – Your Personal Information (If you are filing a joint return, enter your names in the same order as last year's return) 1. Your first name Last name Best contact number Are you a U.S. citizen? X Yes KENNETH **KEMPER** R 212-555-1212 2. Your spouse's first name M.I. Is your spouse a U.S. citizen? Last name Best contact number Yes **MARTHA** В **KEMPER** 212-555-1212 3. Mailing address Apt# State City 8705 SKIDMORE WAY YOUR CITY YS 4. Your Date of Birth 5. Your job title 6. Last year, were you: a. Full-time student ☐ Yes 🕱 No 07/11/1963 **DISABLED** b. Totally and permanently disabled c. Legally blind X Yes No ☐ Yes 🕱 No 9. Last year, was your spouse: 7. Your spouse's Date of Birth 8. Your spouse's job title a. Full-time student ☐ Yes 05/24/1960 **CLIENT SERVICE SPECIALIS** b. Totally and permanently disabled c. Legally blind ☐ Yes 🕱 No ☐ Yes 🕱 No 10. Can anyone claim you or your spouse as a dependent? ☐ Yes 🕱 No ☐ Unsure 11. Have you, your spouse, or dependents been a victim of tax related identity theft or been issued an Identity Protection PIN? ☐ Yes 🕱 No

a. If Yes, Did you get married in 2021?

Date of separate maintenance decree

Date of final decree

Year of spouse's death

12. Provide an email address (optional) (this email address will not be used for contacts from the Internal Revenue Service)

Never Married

Legally Separated

X Married

Divorced

Part II - Marital Status and Household Information

1. As of December 31, 2021, what

was your marital status?

2. List the names below of:

□ No

□ No

☐ Yes 🕱 No

If additional space is needed check here

and list on page 3

ZIP code

YOUR ZIP

X No

132

			Page 2
Checl	k appr	ropriate b	ox for each question in each section
Yes	No	Unsure	Part III - Income - Last Year, Did You (or Your Spouse) Receive
X			1. (B) Wages or Salary? (Form W-2) If yes, how many jobs did you have last year? 1
	X		2. (A) Tip Income?
	X		3. (B) Scholarships? (Forms W-2, 1098-T)
	X		4. (B) Interest/Dividends from: checking/savings accounts, bonds, CDs, brokerage? (Forms 1099-INT, 1099-DIV)
X			5. (B) Refund of state/local income taxes? (Form 1099-G)
	X		6. (B) Alimony income or separate maintenance payments?
	X		7. (A) Self-Employment income? (Form 1099-MISC, 1099-NEC, cash, virtual currency, or other property or services)
	X		8. (A) Cash/check/virtual currency payments, or other property or services for any work performed not reported on Forms W-2 or 1099?
	X		9. (A) Income (or loss) from the sale or exchange of Stocks, Bonds, Virtual Currency or Real Estate? (including your home) (Forms 1099-S,1099-B)
X			10. (B) Disability income? (such as payments from insurance, or workers compensation) (Forms 1099-R, W-2)
X			11. (A) Retirement income or payments from Pensions. Annuities, and or IRA? (Form 1099-R)
	X		12. (B) Unemployment Compensation? (Form 1099G)
X			13. (B) Social Security or Railroad Retirement Benefits? (Forms SSA-1099, RRB-1099)
	X		14. (M) Income (or loss) from Rental Property?
	X		15. (B) Other income? (gambling, lottery, prizes, awards, jury duty, virtual currency, Sch K-1, royalties, foreign income, etc.)
Yes	No	Unsure	
	X		1. (B) Alimony or separate maintenance payments? If yes, do you have the recipient's SSN? ☐ Yes ☐ No
	X		2. Contributions or repayments to a retirement account? IRA (A) 401K (B) Roth IRA (B) Other
	X		3. (B) College or post secondary educational expenses for yourself, spouse or dependents? (Form 1098-T)
	X		4. Any of the following? (A) Medical & Dental (including insurance premiums) (B) Mortgage Interest (Form 1098)
			☐ (A) Taxes (State, Real Estate, Personal Property, Sales)☐ (B) Charitable Contributions
	X		5. (B) Child or dependent care expenses such as daycare?
	X		6. (B) For supplies used as an eligible educator such as a teacher, teacher's aide, counselor, etc.?
	X		7. (A) Expenses related to self-employment income or any other income you received?
	X		8. (B) Student loan interest? (Form 1098-E)
Yes	No	Unsure	Part V – Life Events – Last Year, Did You (or Your Spouse)
	X		1. (A) Have a Health Savings Account? (Forms 5498-SA, 1099-SA, W-2 with code W in box 12)
	X		2. (A) Have credit card, student loan or mortgage debt cancelled/forgiven by a lender or have a home foreclosure? (Forms 1099-C, 1099-A)
	X		3. (A) Adopt a child?
	X		4. (B) Have Earned Income Credit, Child Tax Credit or American Opportunity Credit disallowed in a prior year? If yes, for which tax year?
	X		5. (A) Purchase and install energy-efficient home items? (such as windows, furnace, insulation, etc.)
	X		6. (A) Receive the First Time Homebuyers Credit in 2008?
	X		7. (B) Make estimated tax payments or apply last year's refund to this year's tax? If so how much?
	X		8. (A) File a federal return last year containing a "capital loss carryover" on Form 1040 Schedule D?
X			9. (A) Have health coverage through the Marketplace (Exchange)? [Provide Form 1095-A]
X			10. (B) Receive an Economic Impact Payment (stimulus) in 2021?
	X		11. (B) Receive Advanced Child Tax Credit payments?
Catalo	a Numl	ber 52121E	www.irs.gov Form 13614-C (Rev. 10-2021)

			Page 3
Additional Information and Question	•		
1. Would you like to receive written con		•	s No If yes, which language?
Presidential Election Campaign Fund	• •	• ,	
	filing jointly, want \$3 to go to this fund	🗷 You 🗌 Sp	
3. If you are due a refund, would you like	▼ Yes □ No	☐ Yes 🕱 No	ings Bonds c. To split your refund between different accounts ☐ Yes ☒ No
4. If you have a balance due, would you	u like to make a payment directly from	your bank account? 🗌 Ye	s 🗷 No
5. Did you live in an area that was declar	ared a Federal disaster area? Yes	No If yes, where	9?
6. Did you, or your spouse if filing jointly	y, receive a letter from the IRS?	☐ Yes 🕱 No	
			ce. The data from the following questions may be used by will be used only for statistical purposes. These questions
7. Would you say you can carry on a co	onversation in English, both understand	ding & speaking? 🗵 Very we	ell 🗌 Well 📋 Not well 🔲 Not at all 🗷 Prefer not to answer
8. Would you say you can read a news	paper or book in English?	▼ Very well	☐ Not well ☐ Not at all ☑ Prefer not to answer
9. Do you or any member of your house	ehold have a disability?	🗴 Yes 🗌 No	☐ Prefer not to answer
10. Are you or your spouse a Veteran f	rom the U.S. Armed Forces?	☐ Yes x No	☐ Prefer not to answer
11. Your race?			
☐ American Indian or Alaska Native12. Your spouse's race?	☐ Asian ☐ Black or African Ame	rican 🗌 Native Hawaiian c	or other Pacific Islander
☐ American Indian or Alaska Native	☐ Asian ☐ Black or African Ame	rican ☐ Native Hawaiian d	or other Pacific Islander
─ No spouse		_	
13. Your ethnicity?	☐ Hispanic or Latino ☐ Not His	panic or Latino 🕱 Prefer r	not to answer
14. Your spouse's ethnicity?	·	•	not to answer
Additional comments		<u> </u>	
Additional comments			
	Privacy Act and	Panarwork Poduction Act Not	ico
do not receive it, and whether your response is v you relative to your interest and/or participation in volunteer return preparation sites or outreach act do not provide the requested information, the IRS	isk for information we tell you our legal right to as roluntary, required to obtain a benefit, or mandaton the IRS volunteer income tax preparation and cotivities. The information may also be used to estas may not be able to use your assistance in these for this study is 1545-1964. Also, if you have any	ory. Our legal right to ask for informat putreach programs. The information y ablish effective controls, send corres; e programs. The Paperwork Reduction or comments regarding the time estim	king for it, and how it will be used. We must also tell you what could happen if we tion is 5 U.S.C. 301. We are asking for this information to assist us in contacting you provide may be furnished to others who coordinate activities and staffing at bondence and recognize volunteers. Your response is voluntary. However, if you on Act requires that the IRS display an OMB control number on all public ates associated with this study or suggestion on making this process simpler,
Catalog Number 52121E	-	www.irs.gov	Form 13614-C (Rev. 10-2021

	a Employe	ee's social security number 456-00-XXXX	OMB No. 154		Safe, accurate, FAST! Use	IRSE	√f	Visit the www.irs	e IRS website at s.gov/efile
b Employer identification number	(EIN)			1 Wag	ges, tips, other com			Federal income t	ax withheld
34-600XXXX					\$20	0,000.00	<u> </u>		\$2,000.00
c Employer's name, address, and	ZIP code			3 Soc	cial security wage	s	4	Social security ta	
SWIFT & ASSOCIAT	FS					0,000.00	_		\$1,240.00
12210 ROBINSON R				5 Med	dicare wages and	l tips	6	Medicare tax with	hheld
		ın.				0,000.00			\$290.00
YOUR CITY, YOUR S	OIAIE, Z	P		7 Soc	cial security tips		8	Allocated tips	
d Control number				9			10	Dependent care	benefits
e Employee's first name and initia	l Last	name	Suff.	11 Nor	nqualified plans		12a	See instructions	for box 12
MARTHA KEMPER				13 Statu	utory Retirement loyee plan	Third-party sick pay	12b	ı	
8705 SKIDMORE WA	Υ								
YOUR CITY, YOUR	STATE, Z	IP .		14 Oth	er		12c		
							12d		
f Employee's address and ZIP coo	de						0		
15 State Employer's state ID numb	per	16 State wages, tips, etc.	17 State incor	ne tax	18 Local wages	s, tips, etc.	19 Lo	cal income tax	20 Locality name
YS 12	23456-7	\$20,000.00	\$6	00.00					ļ
orm W-2 Wage an	d Tax St	atement	201	<u> </u>	De	epartment of	f the Ti	reasury-Internal	Revenue Service
Copy B—To Be Filed With Em This information is being furnish									

PAYER'S name, street address	1	Gross distribution	n	ON	1B No. 1545-0	119	Distributions From		
country, ZIP or foreign postal c						P	ensions, Annuities,		
SNEAD COMPANY PEN 456 MARTIN MILLS RO YOUR CITY, YS, YOUR	AD		\$ 2 \$	a Taxable amoun	,000.00 t ,000.00	4	20 21		Retirement or rofit-Sharing Plans, IRAs, Insurance Contracts, etc.
			21	b Taxable amoun	t \square		Total distribution		Сору В
PAYER'S TIN	RECIPIENT'S TII	N	3	Capital gain (incli box 2a)	uded in		Federal incomwithheld	e tax	Report this income on your federal tax return. If this
20-700XXXX	457-00	-XXXX	\$			\$		600.00	
RECIPIENT'S name KENNETH KEMPER			5	Employee contributions or insurance premiur			Net unrealize appreciation employer's s	in	federal income tax withheld in box 4, attach this copy to your return.
Street address (including apt. 8705 SKIDMORE WAY	10.)		7	Distribution code(s)	IRA/ SEP/ SIMPLE	\$	Other	%	This information is
City or town, state or province, co	• ,	eign postal code	9	Your percentage distribution	of total %	\$	Total employee		the IRS.
10 Amount allocable to IRR within 5 years	11 1st year of desig. Roth contrib.	12 FATCA filing requirement	\$	4 State tax withhel	d 	15	State/Payer	s state no.	16 State distribution \$
Account number (see instructions	s)	13 Date of payment	\$ \$	7 Local tax withhel	ld	18	Name of loc	ality	19 Local distribution \$
Form 1099-R	?				Department of	he Treasury -	Internal Revenue Service		

country, ZIP or foreign postal of	-			1 Gross distribution \$ 14,400 2a Taxable amount \$			MB No. 1545-0 2021 Form 1099-1	Pi	Distributions From ensions, Annuities, Retirement or rofit-Sharing Plans, IRAs, Insurance Contracts, etc.
PAYER'S TIN	RECIPIENT'S TIN	N	3	b Taxable amount not determined Capital gain (inclution 2a)	✓		Total distribution Federal incom withheld	ne tax	Copy B Report this income on your federal tax return. If this
40-000XXXX RECIPIENT'S name	456-00-	XXXX	\$	Employee contribu	utions/	\$ 6	Net unrealize	1,400	
Martha Kemper				Designated Roth contributions or insurance premiur			appreciation employer's s	in	tax withheld in box 4, attach this copy to your return.
Street address (including apt. 8705 SKIDMORE WAY	10.)		7	Distribution code(s)	IRA/ SEP/ SIMPLE	-	Other	%	This information is
City or town, state or province, c YOUR CITY, YOUR STATE, Z	•	eign postal code	9	Your percentage distribution	of total %	1	Total employee		being furnished to the IRS.
10 Amount allocable to IRR within 5 years	11 1st year of desig. Roth contrib.	12 FATCA filing requirement	\$	4 State tax withhel	d 	15	State/Payer	's state no.	\$ \$
Account number (see instructions) 13 Date of payment			\$	7 Local tax withhel	d	18	Name of loc	cality	19 Local distribution
Form 1099-R	www.i	 rs.gov/Form1099F	} Φ				Department of	the Treasury -	Φ - Internal Revenue Service

FORM SSA-1099 - SOCIAL SECURITY BENEFIT STATEMENT • PART OF YOUR SOCIAL SECURITY BENEFITS SHOWN IN BOX 5 MAY BE TAXABLE INCOME. • SEE THE REVERSE FOR MORE INFORMATION. Box 1. Name Box 2. Beneficiary's Social Security Number **KENNETH KEMPER** 457-00-XXXX Box 3. Benefits Paid in 2020 Box 4. Benefits Repaid to SSA in 2020 Box 5. Net Benefits for 2020 (Box 3 minus Box 4) \$34,968 \$34,968 **DESCRIPTION OF AMOUNT IN BOX 3 DESCRIPTION OF AMOUNT IN BOX 4** 2019: \$5,880 2020: \$14,400 2021: \$14,688 Box 6. Voluntary Federal Income Tax Withholding Box 7. Address 8705 SKIDMORE WAY YOUR CITY, STATE ZIP Box 8. Claim Number (Use this number if you need to contact SSA.) Draft as of June 21, 2020 - Subject to Change Form SSA-1099-SM (6/2020) DO NOT RETURN THIS FORM TO SSA OR IRS

Form **1095-A**

Health Insurance Marketplace Statement

VOID

OMB No. 1545-2232

Department of the Treasury Internal Revenue Service ► Do not attach to your tax return. Keep for your records.

► Go to www.irs.gov/Form1095A for instructions and the latest information.

CORRECTED

2021

Part I	Recipient Information
--------	-----------------------

1 Marketplace identifier	2 Marketplace-assigned policy number	3 Policy issuer's name	
12-3456789	00123456789	OAKWOOD HEALTHCARE	
4 Recipient's name		5 Recipient's SSN	6 Recipient's date of birth
KENNETH	KEMPER	457-00-XXXX	07/11/1963
7 Recipient's spouse's name		8 Recipient's spouse's SSN	9 Recipient's spouse's date of birth
MARTHA	KEMPER	456-00-XXXX	05/24/1960
10 Policy start date	11 Policy termination date	12 Street address (including apartment	nt no.)
01/01/202	12/31/2021	8705 SKIDMORE WAY	•
13 City or town	14 State or province	15 Country and ZIP or foreign postal	code
YOUR CITY	YOUR STATE	ZIP	

Part II Covered Individuals

	A. Covered individual name	B. Covered individual SSN	C. Covered individual date of birth	D. Coverage start date	E. Coverage termination date
16	KENNETH KEMPER	457-00-XXXX	07/11/1963	01/01/2021	12/31/2021
17	MARTHA KEMPER	456-00-XXXX	05/24/1960	01/01/2021	12/31/2021
18					
19					
20					

Part III Coverage Information

Month	A. Monthly enrollment premiums	B. Monthly second lowest cost silver plan (SLCSP) premium	C. Monthly advance payment of premium tax credit
21 January	\$1,839.06	\$1,889.06	\$1,801.07
22 February	\$1,839.06	\$1,889.06	\$1,801.07
23 March	\$1,839.06	\$1,889.06	\$1,801.07
24 April	\$1,839.06	\$1,889.06	\$1,801.07
25 May	\$1,839.06	\$1,889.06	\$1,801.07
26 June	\$1,839.06	\$1,889.06	\$1,801.07
27 July	\$1,839.06	\$1,889.06	\$1,801.07
28 August	\$1,839.06	\$1,889.06	\$1,801.07
29 September	\$1,839.06	\$1,889.06	\$1,801.07
30 October	\$1,839.06	\$1,889.06	\$1,801.07
31 November	\$1,839.06	\$1,889.06	\$1,801.07
32 December	\$1,839.06	\$1,889.06	\$1,801.07
33 Annual Totals	\$22,068.72	\$22,668.72	\$21,612.84

For Privacy Act and Paperwork Reduction Act Notice, see separate instructions.

Cat. No. 60703Q

Form **1095-A** (2021)

Scenario 5: Test Questions

138	Qualified Experienced Volunteer
	d. \$300
	c. \$200
	b. \$25
	a. \$0
	20. How much should be entered as the amount previously recovered in the simplified method worksheet?
	d. \$21,613
	c. \$5,325
	b. \$2,700
	a. 0
	19. How much of Kenneth and Martha's Advance Premium Tax Credit must be repaid?
	d. 117
	c. 116
	b. 115
	a. 60
	Simplified Method?
	18. What age is used to compute the taxable amount of the pension using the
	d. \$29,723
	c. \$17,546
	b. \$13,385
	a. \$8,927
	portion of his Social Security benefits?
	17. If Kenneth uses the lump-sum Social Security worksheet, what is the taxable
	d. Both a and b
	c. There is no benefit to completing the worksheet.
	b. It reduces the amount of premium tax credit that must be repaid.
	a. It reduces the taxable portion of Social Security benefits.
	16. What are the advantages of completing the lump-sum Social Security worksheet for Kenneth?
	d. \$230
	c. \$115
	b. \$23
	a. \$0

15. How much of Kenneth and Martha's state income tax refund is taxable?

Qualified Experienced Volunteer Retest

Directions

Read each question carefully and use your training and resource materials to answer the questions. All questions are based on calendar-year taxpayers.

Scenario 1: Donna and Becky Howard

Interview Notes

- Becky is 25 years old and unmarried. She has two children: Seth is 7 years old and Kathleen was born in 2021. They all lived with Donna, Becky's mother, in 2021.
- Seth and Kathleen's father do not live with them, and Becky has not signed a Form 8332.
- Becky works full-time and made \$30,000 in 2021. The children attended daycare
 while she worked. She received a statement from her childcare provider showing
 that she paid \$8,000 for the care of both children for the year.
- Donna is unmarried and earned \$25,000 in 2021. Donna paid over half the costs of keeping up the home for herself, Becky and Becky's children.
- In 2020, Donna's adjusted gross income (AGI) was higher than Becky's and Becky allowed Donna to claim Seth as a dependent. Donna received a \$2,800 third Economic Impact Payment (EIP 3) in 2021. Becky received an EIP 3 of \$1,400.
- Donna opted out of the advance payments of the Child Tax Credit. Becky did not receive any advance payments of the Child Tax Credit.
- Becky, Donna, Seth, and Kathleen are all U.S. citizens with valid Social Security numbers and lived in the United States all year.

Scenario 1: Retest Questions

- 1. Seth and Kathleen are the qualifying children of more than one person and are subject to the tiebreaker rules. Donna **cannot** claim them as dependents for 2021.
 - a. True
 - b. False
- 2. Donna must file as Single and Becky may file as Head of Household.
 - a. True, because Donna does not have a qualifying person for Head of Household
 - b. True, because Becky has a qualifying person for Head of Household
 - c. False, because Donna has a qualifying person for Head of Household
 - d. False, Becky cannot claim Head of Household because she doesn't pay more than half the cost of keeping up the home and Donna doesn't have a qualifying person

3.	For 2021, what is the maximum refundable Child Tax Credit for a qualifying child
	under the age of six?

- **4**. No one is eligible to claim a Recovery Rebate Credit for Seth because Donna received the EIP 3 for Seth in 2021.
 - a. True
 - b. False

Scenario 2: David Newberry and His Parents

Directions

This scenario does not require you to prepare a tax return. Refer to the interview notes here and the accompanying Form 1098-T on page 122 for the information needed to answer the questions that follow.

Interview Notes

- David is 19 years old and a full-time college sophomore majoring in physics. The
 college is an eligible educational institution. He resides on campus during the school
 year and lives with his parents during the summer.
- David spent \$1,500 on books in 2021.
- · David's parents provided more than half of his support.
- · David has never been convicted of a felony.
- David received Form 1098-T as shown on the following page. The Box 5 amount is an **unrestricted** scholarship. David received no other income in 2021.
- David and his parents are U.S. citizens with valid Social Security numbers.
- David and his parents came to the site to have their returns prepared. They want to maximize the tax benefits for the family.

Scenario 2: Retest Questions

- **5.** If his parents optimize use of the American opportunity credit, David will include \$7,500 of his scholarship as taxable income.
 - a. True
 - b. False
- **6.** For the purpose of determining if David has a **filing requirement**, taxable scholar-ship and fellowship grants are considered earned income.
 - a. True
 - b. False

Directions

This scenario does not require you to prepare a tax return. Refer to the interview notes here and the accompanying brokerage statement on page 125 for the information needed to answer the questions that follow.

Interview Notes

- Sophia is 20 years old, unmarried, and graduated from junior college in December 2020.
- In 2021, she worked as a care provider for her disabled sister, Savannah, and received \$15,200 in Medicaid waiver payments reported on Form W-2 Box 1.
- In June, Sophia sold some stock she inherited. She provided the brokerage statement showing all her stock sales for 2021.
- Sophia is a U.S. citizen, has a Social Security number, and lived with Savannah in the U.S. all year.
- · Sophia provides all of her own support.

Scenario 3: Retest Questions

7. Sophia's inherited stock sale is tre	eated as a short-term transaction
---	-----------------------------------

- a. True
- b. False
- 8. What is Sophia's total capital gain or loss?
 - a. \$400
 - b. \$3,800
 - c. \$4,100
 - d. \$4,400
- 9. Sophia is eligible for the earned income credit.
 - a. True
 - b. False
- **10.** Sophia must include the qualified Medicaid waiver payments in **both** gross income and earned income if she wishes to claim the Earned Income Credit.
 - a. True
 - b. False

Directions

This scenario does not require you to prepare a tax return. Refer to the interview notes here and accompanying Forms 1099-NEC and 1099-K on page 128 for the information needed to answer the questions that follow.

Interview Notes

- · Keisha and Jay are married and file a joint return.
- Jay is an employee and received a Form W-2 showing \$30,000 in wages for the year. Keisha is a self-employed driver for Delicious Deliveries.
- Keisha and Jay had health insurance subsidized by Jay's employer. They paid \$3,600 in premiums for the year.
- Keisha provided a statement from the food delivery service that indicated the amount of mileage driven and fees paid for the year. These fees are considered ordinary and necessary for the food delivery business:
 - o 7,200 miles driven while delivering food
 - o Insulated box rental: \$300
 - Vehicle safety inspection (required by Delicious Deliveries): \$50
 - o GPS device fee: \$120
- Keisha also kept receipts for the following out-of-pocket expenses:
 - \$100 for tolls
 - \$120 for car washes
 - \$48 for parking tickets
 - \$75 for Personal Protective Equipment (PPE) used during deliveries
 - \$150 for snacks and lunches Keisha consumed while working
- Keisha's record keeping application shows she also drove 4,125 miles between deliveries and 4,200 miles driven between her home and her first and last delivery point of the day. Keisha has a separate car for personal use. She bought and started using her second car for business on September 1, 2020.
- Keisha provided the Form 1099-NEC and Form 1099-K that she received from Delicious Deliveries. See the next page.
- Keisha also received \$300 in cash tips that were not reported elsewhere.
- Keisha and Jay also paid the following this year:
 - Mortgage interest = \$5,000
 - Property tax = \$3,000
 - Donations of clothing in good used condition = \$350 (fair market value)
 - Cash donations to qualified charities = \$550
 - Tools for Jay's job = \$300
 - State income taxes withheld = \$4,000
- Keisha won \$10,000 on a scratch off lottery ticket. She has \$3,000 of losing tickets.

Scenario 4: Retest Questions

a. Trueb. False

a. True
b. False
13. The maximum amount Keisha and Jay can claim as a charitable contribution if they take the standard deduction is \$300.
a. True
b. False
14. Keisha is not eligible for a self-employed health insurance deduction.
a. True
b. False

11. Keisha's net Schedule C income is \$10,040.

gambling winnings and report \$7,000 in gross income.

12. Because Keisha and Jay aren't itemizing, Keisha can subtract her losses from her

Directions

Refer to the scenario information for Kenneth and Martha Kemper, beginning on page 130.

page 130.	
15. The taxable amount of Kenneth and Martha's state income tax refund is \$230.	
a. True	
b. False	
16. If Kenneth uses the lump-sum benefits worksheet to calculate the tax on his prio years' Social Security benefits, they are still taxed in the current year and no amended returns need to be filed.	r
a. True	
b. False	
17. If Kenneth uses the lump-sum benefits worksheet, the taxable portion of his Society is \$17,546.	cia
a. True	
b. False	
18. What age is used to compute the taxable amount of the pension using the Simplified Method?	
19. Kenneth and Martha must repay \$21,613 of the Advance Premium Tax Credit.	
a. True	
b. False	
20. How much should be entered as the amount previously recovered in the simplific method worksheet? \$	ed

Military Course Scenarios and Test Questions

Directions

The first four scenarios do not require you to prepare a tax return. Read the interview notes for the scenario carefully and use your training and resource materials to answer the questions.

Military Scenario 1: Todd Long

Interview Notes

- · Todd Long is single.
- Todd is a tank driver in the Army Reserve. He attended training drills one weekend a month for 12 months in 2021.
- Todd only owns one vehicle. He placed his vehicle in service on February 28, 2020.
- Todd's total mileage in 2021 was 35,700 miles.
- Todd's duty station is 150 miles away from his residence. He drove 3,600 miles to and from his duty station based on his travel log.
- Todd paid \$696 for meals while attending training drills. Lodging was provided for free on the base since he is enlisted.
- · Meals were within federal per diem rates for the area.
- Todd paid \$150 for the cost and upkeep of his uniforms. He is permitted to wear his uniform for off duty purposes.
- Todd did not receive reimbursement for any of his out-of-pocket expenses.

Military Scenario 1: Test Questions

- **1.** Todd is **not** able to take an adjustment to income for:
 - a. Travel to and from duty station
 - b. Meals
 - c. Both a and b
 - d. Uniforms
- 2. What is the amount of the deductible mileage expense? \$_____

Military Scenario 2: Dave and Sandra Blackburn

Interview Notes

- Dave and Sandra lived in Phoenix, AZ where Dave was stationed in the Navy for four years. He received new orders to move to Charleston, SC air station. This is a permanent change of station (PCS).
- They decided to make a Personally Procured Move (PPM).
- Sandra traveled to Charleston in May to find a house to rent. She wanted a home close to the beach. She spent \$950 on round-trip airfare, hotel, food, and rental car.
- Dave and Sandra spent \$200 on boxes, tape, bubble wrap, and mattress bags. They
 paid \$625 for the rental truck.
- On July 18, 2021, Dave and Sandra packed up their belongings and began driving from Phoenix to Charleston. Along the way, they stopped in Oklahoma City, OK to visit their cousins. Their trip took a total of nine days and eight nights instead of the authorized 4 nights for travel.
- The Blackburns drove their rental truck a total of 2,378 miles. The shortest, most direct route calculated by the Navy was 2,163 miles.
- They spent a total of \$215 on basketball tickets while on Oklahoma City. The allowable lodging per diem was \$79 per night.
- Dave and Sandra spent \$450 for food and \$75 on sport shirts.
- They paid \$25 in highway tolls and \$15 for parking as part of the expected move.
- Their move was estimated to cost \$3,200 and the Navy provided \$2,880 in advance.
- Dave and Sandra are U.S. citizens and have valid Social Security numbers.

Military Scenario 2: Test Questions

3.	Th	eir net financial profit from the move will be reported on:
	a.	Form 1099-INT, Interest Income
	b.	Form W-2, Wage and Tax Statement
	C.	Form 1040 Schedule A, Itemized Deductions
	d.	None of the above. It doesn't need to be reported.
4.		e Blackburns can deduct the cost of their side trip and house hunting trip as alified moving expenses.
	a.	True
	b.	False
5.		w much can Dave and Sandra claim for the mileage \$ (Round to near dollar.
	a. \$	\$346
	b. \$	\$380
	с. 8	\$1,211
	d. \$	\$1,332
6.	Но	w much can Dave and Sandra claim as their total qualified lodging expenses?
	a. \$	\$0
	b. \$	\$79
	с. 8	\$316
	d. \$	\$362

Interview Notes

- · Lisa Wagner is a retired member of the U.S. Army.
- She received Form 1099-R for retirement payement pay from the Defense Finance and Accounting Service.
- Form 1099-R indicates \$28,500 in Box 1 and Box 2a.
- Lisa is considered 20% disabled and received a letter of determination from the Department of Veterans Affairs (VA).
- She received a payment in the amount of \$2,950 from the VA for disability.

Military Scenario 3: Test Questions

- 7. Which of the following documents are issued by the VA for disability payments?
 - a. Form W-2, Wage and Tax Statement
 - b. Forms W-2 or 1099-R, depending on type of disability.
 - c. No tax form is required to be issued; however, Lisa may receive a statement.
 - d. Form 1099-R, Distributions From Pensions, Annuities, Retirement or Profit Sharing Plans, Insurance Contracts, etc.
- 8. The disability payment of \$2,950 that Lisa received from the VA is non-taxable.
 - a. True
 - b. False

Military Scenario 4: Robert and Shirley Myers

Interview Notes

- Robert and Shirley Myers are married and have a 13 year old daughter who lived with Shirley all year.
- Robert was deployed to Afghanistan on June 1, 2021. His last day in the combat zone is scheduled for May 3, 2022.
- · Robert's Form W-2 shows:
 - Box 1 = \$15,000
 - · Box 12a = \$20,000, Code Q
- Shirley's Form W-2 shows \$34,000 in Box 1. This is her only income.
- Robert, Shirley, and their daughter are all U.S. citizens and have valid Social Security numbers. The entire family lives in the U.S.

Military Scenario 4: Test Questions

9.		bert and Shirley cannot choose to exclude their combat pay for the purposes c culating the earned income credit.
	a.	True
	b.	False
10.		bert and Shirley have days to file their 2021 tax return after he returns m the combat zone.
	a.	105
	b.	180
	C.	285
	d.	365

Military Scenario 5: Daniel and Betty Simmons

Interview Notes

- Daniel and Betty are married and want to file a joint return.
- · Daniel and Betty have an 18 year old son, Brian, who lived with them the entire year.
- Daniel was deployed to Iraq and entered a combat zone on April 1, 2021. He returned to the U.S. on February 15, 2022.
- Betty has rental property, which she placed into service in 2017.
- · Rental property:
 - Betty is an active participant.
 - Single family residence at 1285 West Indian Ave, Your City, Your State, Your Zip.
 - Purchased property: 07/21/2011.
 - Rented: 1/1/2021 to 12/31/2021
 - Annual rental income: \$18,600
 - Insurance: \$1,900
 - Management fees: \$1,045
 - Betty paid \$1,373 to fix a broken window, fill a pothole in the driveway, and repair a broken pipe. She did the pothole repair herself and feels her time completing the repair was worth \$675 compared to the estimate from the asphalt contractor.
 - Real estate property tax: \$2,114.
 - Mortgage Interest: \$4,750.
 - Depreciation: \$3,300 (annual amount previously calculated by Betty's accountant).
 - Betty did not make any payments that require her to file Form 1099.
- Daniel and Betty received \$4,200 as an Economic Impact Payment (EIP 3) in March 2021.
- The Simmons did not itemize last year and do not have enough deductions to itemize this year.







Form 13614-C (October 2021)		Inta		•		sury - Interna Qualit			Sheet			OMB N 1545-	
You will need: • Tax Information such as Forms W-2, 1099, 1098, 1095. • Social security cards or ITIN letters for all persons on your tax return. • Picture ID (such as valid driver's license) for you and your spouse. • Please complete pages 1-4 of this form. • You are responsible for the information on your return. Please provide complete and accurate information. • If you have questions, please ask the IRS-certified volunteer preparer. Volunteers are trained to provide high quality service and uphold the highest ethical standards.													
	Volunteer								ighest ethica ax@irs.gov	l standards	-		
Part I – Your Personal Inform	nation (If you a	are filing a jo	int return	, enter	your name	es in the s	ame ord	er as last	year's return)				
Your first name DANIEL		M.I.	Last na					I	Best contact n 212-555-1212	umber	X Ye] No
Your spouse's first name BETTY		M.I.	Last na					I	Best contact n 212-555-1212	umber	Is you X Ye		J.S. citizen?] No
3. Mailing address 4525 BOARDWALK WAY Apt # City YOUR CITY YS YOUR ZIP													
4. Your Date of Birth	5. Your job t	itle		6.	Last year	, were you	1:			a. Full-	time stud	ent 🗌 Y	es 🕱 No
03/20/1978	SOLDIER			b.	Totally ar	nd perman	ently disa	abled [Yes 🕱 N	lo c. Lega	ally blind	□ Y	es 🕱 No
											es 🕱 No		
											es 🕱 No		
10. Can anyone claim you or y	our spouse as	a depender	nt?	Yes	X No	☐ Unsu	ıre						
11. Have you, your spouse, or dependents been a victim of tax related identity theft or been issued an Identity Protection PIN?													
12. Provide an email address (optional) (this email address will not be used for contacts from the Internal Revenue Service)													
Part II - Marital Status and	d Household	Information	on										
1. As of December 31, 2021, v	what 🗌 Ne	ever Married	(Th	is inclu	des regist	ered dome	estic par	tnerships	, civil unions, o	or other form	nal relatio	nships unde	r state law)
was your marital status?	🗷 Ma	arried	a. If `	Yes, Di	d you get	married in	2021?					Yes 🕱 N	0
			b. Di	d you li	ve with yo	ur spouse	during a	ıny part o	f the last six n	nonths of 20	21? X	Yes \square N	0
	☐ Di	vorced	Da	ate of fir	nal decree)				_			
	☐ Le	gally Separa			•	aintenance	e decree			_			
	☐ Wi	idowed	Υe	ear of sp	oouse's de	eath							
2. List the names below of:									1.00				
 everyone who lived with y 				e)				ır a	dditional spac	e is needed	cneck ne	ere 🗀 and II	st on page 3
anyone you supported but	t did not live wi	th you last y	ear						To be co	mpleted by	a Certifi	ed Volunte	er Preparer
Name (first, last) Do not enter your name or spouse's name below	Date of Birth (mm/dd/yy)	to you (for example: son,	Number of months lived in your home last year	US Citizen (yes/no)	Resident of US, Canada, or Mexico last year (yes/no)	Single or Married as of 12/31/21 (S/M)	Student	Totally and Permanen Disabled (yes/no)		person provide hore than 50% of his/	Did this berson have less than \$4,300 of income? (yes,no,n/a)	support for	Did the taxpayer(s) pay more than half the cost of maintaining a home for this person?
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)		(yes,no,n/a)			(yes/no)
BRIAN SIMMONS	10/3/2003	SON	12	YES	YES	S	YES	NO					
							-						

Military Scenarios

				Page 3
Additional Information and Questions Ro	<u>-</u>			
1. Would you like to receive written commu			☐ No If yes, which language?	
2. Presidential Election Campaign Fund (If				
Check here if you, or your spouse if filing	j jointly, want \$3 to go to this fund	🗴 You 🗌 Spo	use	
3. If you are due a refund, would you like:	a. Direct deposit ☐ Yes	b. To purchase U.S. Savin ☐ Yes 🕱 No	ngs Bonds c. To split your refund between different ac ☐ Yes 👿 No	counts
4. If you have a balance due, would you like	e to make a payment directly from your	bank account?	🗷 No	
5. Did you live in an area that was declared	d a Federal disaster area? ☐ Yes	▼ No If yes, where?		
6. Did you, or your spouse if filing jointly, re	eceive a letter from the IRS?	☐ Yes x No		
			e. The data from the following questions may be us will be used only for statistical purposes. These que	
7. Would you say you can carry on a conve	ersation in English, both understanding a	& speaking? 🗷 Very well	I ☐ Well ☐ Not well ☐ Not at all ☐ Prefer not to a	answer
8. Would you say you can read a newspape	er or book in English?	Very well ☐ Well	☐ Not well ☐ Not at all ☐ Prefer not to a	answer
9. Do you or any member of your househole	ld have a disability?	Yes 🕱 No	☐ Prefer not to answer	
10. Are you or your spouse a Veteran from	the U.S. Armed Forces?	Yes 🗌 No	☐ Prefer not to answer	
11. Your race?				
☐ American Indian or Alaska Native ☐ 12. Your spouse's race?	Asian	☐ Native Hawaiian or	other Pacific Islander	nswer
' ·	Asian ☐ Black or African American	□ Native Hawaiian or	other Pacific Islander ☐ White 🗷 Prefer not to a	nswer
☐ No spouse	Justice - Justic		outer : dome tolander	
	│ Hispanic or Latino │ │ Not Hispanic	c or Latino 🕱 Prefer no	ot to answer	
-	Hispanic or Latino ☐ Not Hispanic	_		
Additional comments			in the speaker	
Additional comments				
	Privacy Act and Page	erwork Reduction Act Notice	e	
do not receive it, and whether your response is volunt you relative to your interest and/or participation in the volunteer return preparation sites or outreach activities do not provide the requested information, the IRS may	or information we tell you our legal right to ask for t tary, required to obtain a benefit, or mandatory. On IRS volunteer income tax preparation and outrea- es. The information may also be used to established by not be able to use your assistance in these prop is study is 1545-1964. Also, if you have any comr	the information, why we are askin ur legal right to ask for informatio ch programs. The information you effective controls, send correspou grams. The Paperwork Reduction ments regarding the time estimate	ng for it, and how it will be used. We must also tell you what could hap in is 5 U.S.C. 301. We are asking for this information to assist us in or u provide may be furnished to others who coordinate activities and st ndence and recognize volunteers. Your response is voluntary. Howev Act requires that the IRS display an OMB control number on all publies associated with this study or suggestion on making this process si	ontacting affing at ver, if you lic
October News to 504045	auto destanding committee, ce.tr.ont.ivii .1.		- 42644 C -	

Catalog Number 52121E www.irs.gov Form **13614-C** (Rev. 10-2021)

c Employer's name, address, and ZIP code DFAS P.O. BOX 9999 IOWA CITY, IOWA 52240 d Control number e Employee's first name and initial Last name DANIEL SIMMONS 4525 BOARDWALK WAY YOUR CITY, YOUR STATE, ZIP 3 Social security wages \$36,750.00 \$ Medicare wages and tips \$36,750.00 \$ Medicare wages and tips \$36,750.00 \$ Medicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare wages and tips \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare wages and tips \$36,750.00 \$ Nedicare wages and tips \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$3 Social security wages \$36,750.00 \$ Nedicare wages and tips \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$36,750.00 \$ Nedicare tax withheld \$36,750.	Franks and destification as the C	550-00-XXXX	OMB No. 154	3-0006	FAST! Use		irs.gov/efile	
The Employer's name, address, and ZIP code DFAS P.O. BOX 9999 IOWA CITY, IOWA 52240 d Control number e Employee's first name and initial Last name DANIEL SIMMONS 4525 BOARDWALK WAY YOUR CITY, YOUR STATE, ZIP 3 Social security wages 4 Social security tax withhele \$36,750.00 \$36,750.00 \$ Medicare wages and tips 6 Medicare tax withhele \$36,750.00 \$ A Allocated tips 8 Allocated tips 9	. ,	ziN)		1 vva		2 Federal Income		
S36,750.00 \$2,7 Foo. BOX 9999 FOWA CITY, IOWA 52240 Control number Examployee's first name and initial Last name DANIEL SIMMONS 4525 BOARDWALK WAY YOUR CITY, YOUR STATE, ZIP SMEdicare wages and tips Complete wage		7IP code		3 So	1 - 1	4 Social security	\$810.00	
DFAS P.O. BOX 9999 IOWA CITY, IOWA 52240 7 Social security tips 8 Allocated tips 8 Allocated tips 10 Dependent care benefit 9 Employee's first name and initial Last name Suff. 11 Nonqualified plans 12a See instructions for bo Q \$28,6 Q \$28,6 Third-party plan Sick pay YOUR CITY, YOUR STATE, ZIP 14 Other 12c 12c 12c 12c 12c 12c 12c 12c 12c 12c	Employer 3 hame, address, and 2	in code		0 00.	, ,	4 Coolai Scounty	\$2.278.50	
TOWA CITY, IOWA 52240 7 Social security tips 8 Allocated tips 10 Dependent care benefit 11 Nonqualified plans 12a See instructions for bo Q \$28,6 DANIEL SIMMONS 4525 BOARDWALK WAY YOUR CITY, YOUR STATE, ZIP 14 Other 12c 12d 12d 12d 12d	FAS			5 Me	1 ,	6 Medicare tax w	, ,	
7 Social security tips 8 Allocated tips d Control number 9 10 Dependent care benefit Employee's first name and initial Last name Suff. 11 Nonqualified plans 12a See instructions for book Q \$28,6 DANIEL SIMMONS 13 Statutory Retirement Third-party slick pay Plan Slick pay Pl	.O. BOX 9999				\$36.750.00	o	\$532.88	
DANIEL SIMMONS 4525 BOARDWALK WAY YOUR CITY, YOUR STATE, ZIP 11 Nonqualified plans 12a See instructions for bo 2 Q \$28,6 13 Statutory Retirement Third-party plan sick play 2	OWA CITY, IOWA 52240	0	. ,					
DANIEL SIMMONS 4525 BOARDWALK WAY YOUR CITY, YOUR STATE, ZIP 13 Statutory employee Retirement plan Third-party sick pay 12b 2c 2c 2c 2c 2c 2c 2c	Control number			9		10 Dependent care	e benefits	
DANIEL SIMMONS 4525 BOARDWALK WAY YOUR CITY, YOUR STATE, ZIP * Employee's address and ZIP code 13 Statutory employee Petirement plan Sick pay sic	Employee's first name and initial	Last name	Suff.	11 No	nqualified plans	C		
4525 BOARDWALK WAY YOUR CITY, YOUR STATE, ZIP 14 Other 12c 12d 12d 2 12d 2 2 2 2 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3						e Q	\$28,650.00	
YOUR CITY, YOUR STATE, ZIP 14 Other 12c 12d 2 l 12d 2 l 2 l 12d 2 l 2 l 2 l 2 l 3 l 4 l 5 l 6 l 7 l 7 l 8 l 8 l 9 l 10 l 9 l 10 l 1				13 State	loyee plan sick pay	i c		
YOUR CITY, YOUR STATE, ZIP 12d Employee's address and ZIP code		•		14 Oth		e		
Employee's address and ZIP code	OUR CITY, YOUR STA	TE, ZIP		14 001	oi.	C		
f Employee's address and ZIP code						12d		
						C o d e		
5 State Employer's state ID number 16 State wages, tips, etc. 17 State income tax 18 Local wages, tips, etc. 19 Local income tax 20 L	Employee's address and ZIP code	e						
					1	19 Local income tax	20 Locality name	
YS 40-600XXXX \$8,100.00 \$537.00	S 40-60	00XXXX \$8,100.0	0 \$5	37.00				
	1							
W=2 Wage and Tax Statement 2021 Department of the Treasury–Internal Reven	 W=2 Wage and	I Tax Statement	،االے	۱, ا	Department of	the Treasury—Interna	I Revenue Service	
ppy B—To Be Filed With Employee's FEDERAL Tax Return.								
is information is being furnished to the Internal Revenue Service.								

	a Employee	e's social security number 887-00-XXXX	OMB No. 154		Safe, accurate, FAST! Use	IRS P	file		ne IRS website at rs.gov/efile
b Employer identification nun	nber (EIN)			1 Wag	es, tips, other con	npensation	2 Fede	eral income	tax withheld
34-600XXXX					\$1	4,650.00			\$2,100.00
c Employer's name, address,	and ZIP code			3 Soc	ial security wage	es	4 Soci	al security t	ax withheld
SIGNEX CORP					\$1	4,650.00			\$908.30
2250 DELTA AVE				5 Me	dicare wages and	•		icare tax wi	thheld
						14,650.0	_		\$212.43
YOUR CITY, YOUR	STATE, ZIP			7 Soc	ial security tips		8 Alloc	cated tips	
d Control number				9			10 Dep	endent care	benefits
e Employee's first name and	initial Last n	ame	Suff.	11 Nor	nqualified plans		12a See	instructions	s for box 12
BETTY SIMMONS				13 Statu	tory Retirement	Third-party sick pay	12b		
4525 BOARDWALK	WAY				Dian Dian	Sick pay	C o d		
YOUR CITY, YOUR				14 Oth	er		12c	-	
TOOK OITT, TOOK	51A1L, 211						o d e		
							12d		
							o d e		
f Employee's address and ZII	ode code								
5 State Employer's state ID	number	16 State wages, tips, etc.			18 Local wages	s, tips, etc.	19 Local in	come tax	20 Locality name
YS :	34-600XXXX	\$14,650.00	\$8	25.00					
1									
orm W-2 Wage	and Tay Sta	tomont	208	ד כ.	De	epartment of	f the Treasu	ıry — Internal	I Revenue Service
orm WY-Z Wage	and rax Sta	itement		_ Ш					
opy B-To Be Filed With									
nis information is being fur	nished to the Inte	ernal Revenue Service.							

Military Scenario 5: Test Questions

11.		niel and Betty can claim \$14,482 as their total rental expenses on their joint urn?
	a.	True
	b.	False
12.	Cod	de "Q" in box 12a of Daniel's W-2 represents combat pay.
	a.	True
	b.	False
13.	Wh	ich schedule is used to report rental income and expenses?
	a.	Schedule F, Profit or Loss From Farming
	b.	Schedule E, Supplemental Income and Loss
	C.	Schedule D, Capital Gains and Losses
	d.	Schedule C, Profit or Loss From Business
14.	Cor	mbat pay
	a.	May increase the Earned Income Credit
	b.	May increase the Child Tax Credit
	C.	Is reported on Form W-2 in Box 12 with Code Q
	d.	All of the above
15.	Wł	nich of the following credits can be claimed for their son, Brian?
	a.	Credit for Other Dependents
	b.	Earned Income Credit
	C.	Child Tax Credit
	d.	Both a and b

Military Course Retest Questions

Directions

The first four scenarios do not require you to prepare a tax return. Read the interview notes for the scenario carefully and use your training and resource materials to answer the questions.

Military Scenario 1: Todd Long

Interview Notes

- Todd Long is single.
- Todd is a tank driver in the Army Reserve. He attended training drills one weekend a month for 12 months in 2021.
- Todd only owns one vehicle. He placed his vehicle in service on February 28, 2020.
- Todd's total mileage in 2021 was 35,700 miles.
- Todd's duty station is 150 miles away from his residence. He drove 3,600 miles to and from his duty station based on his travel log.
- Todd paid \$696 for meals while attending training drills. Lodging was provided for free on the base since he is enlisted.
- · Meals were within federal per diem rates for the area.
- Todd paid \$150 for the cost and upkeep of his uniforms. He is permitted to wear his uniform for off duty purposes.
- Todd did not receive reimbursement for any of his out-of-pocket expenses.

Military Scenario 1: Retest Questions

- 1. The amount Todd paid for meals and mileage are **not** deductible as an adjustment to income.
 - a. True
 - b. False
- 2. What is the correct amount of the deductible mileage expense?
 - a. \$0
 - b. \$84
 - c. \$2,016
 - d. \$19,992

Military Scenario 2: Dave and Sandra Blackburn

Interview Notes

- Dave and Sandra lived in Phoenix, AZ where Dave was stationed in the Navy for four years. He received new orders to move to Charleston, SC air station. This is a permanent change of station (PCS).
- They decided to make a Personally Procured Move (PPM).
- Sandra traveled to Charleston in May to find a house to rent. She wanted a home close to the beach. She spent \$950 on round-trip airfare, hotel, food, and rental car.
- Dave and Sandra spent \$200 on boxes, tape, bubble wrap, and mattress bags. They
 paid \$625 for the rental truck.
- On July 18, 2021, Dave and Sandra packed up their belongings and began driving from Phoenix to Charleston. Along the way, they stopped in Oklahoma City, OK to visit their cousins. Their trip took a total of nine days and eight nights instead of the authorized 4 nights for travel.
- The Blackburns drove their rental truck a total of 2,378 miles. The shortest, most direct route calculated by the Navy was 2,163 miles.
- They spent a total of \$215 on basketball tickets while in Oklahoma City. The allowable lodging per diem was \$79 per night.
- Dave and Sandra spent for \$450 for food and \$75 on sport shirts.
- They paid \$25 in highway tolls and \$15 for parking as part of the expected move.
- Their move was estimated to cost \$3,200 and the Navy provided \$2,880 in advance.
- Dave and Sandra are U.S. citizens and have valid Social Security numbers.

Military Scenario 2: Retest Questions

- **3.** Dave and Sandra's net profit from their move will be reported on Form W-2, Wage and Tax Statement.
 - a. True
 - b. False
- 4. Which of the following are qualified moving expenses for Dave and Sandra?
 - a. Expenses that are reasonable for the circumstances of a move.
 - b. Expenses for stopovers, side trips, or pre-move house hunting.
 - c. Traveling expenses for the shortest, most direct route available from the former home to the new home including parking and tolls.
 - d. Both a and c

- **5.** The mileage cost for Dave and Sandra's trip was \$346.
 - a. True
 - b. False
- **6.** The Blackburns can claim \$316 as their lodging expense?
 - a. True
 - b. False

Military Scenario 3: Lisa Wagner

Interview Notes

- · Lisa Wagner is a retired member of the U.S. Army.
- She received Form 1099-R for her retirement pay from the Defense Finance & Accounting Service.
- Form 1099-R indicates \$28,500 in Box 1 and Box 2a.
- Lisa is considered 20% disabled and received a letter of determination from the Department of Veterans Affairs (VA).
- She received a payment in the amount of \$2,950 from the VA for disability.

Military Scenario 3: Retest Questions

- **7.** The \$28,500 from Defense Finance and Accounting Service is subject to which type of tax?
 - a. Medicare tax
 - b. Self-Employment tax
 - c. Social Security tax
 - d. Federal Income tax
- **8.** The VA issues Form 1099-R for disability payments.
 - a. True
 - b. False

Military Scenario 4: Robert and Shirley Myers

Interview Notes

- Robert and Shirley Myers are married and have a 13 year old daughter who lived with Shirley all year.
- Robert was deployed to Afghanistan on June 1, 2021. His last day in the combat zone is scheduled for May 3, 2022.
- · Robert's Form W-2 shows:
 - Box 1 = \$15,000
 - Box 12a = \$20,000, Code Q
- Shirley's Form W-2 shows \$34,000 in Box 1. This is her only income.
- Robert, Shirley, and their daughter are all U.S. citizens and have valid Social Security numbers. The entire family lives in the U.S.

Military Scenario 4: Retest Questions

- 9. Robert and Shirley may count his combat pay to increase their Child Tax Credit.
 - a. True
 - b. False
- **10.** Robert and Shirley have 285 days to file their tax return after he returns from the combat zone.
 - a. True
 - b. False

Directions

Refer to the scenario information for Daniel and Betty Simmons beginning on page 152.

152.

11. Which of the following is **not** an eligible rental expense deduction?

- a. Interest
- b. Insurance
- c. Management fees
- d. Value of Betty's labor
- 12. What is the amount of Daniel's combat pay from his W-2?
 - a. \$810
 - b. \$8,100
 - c. \$28,650
 - d. \$36,750
- **13.** The Simmons's net rental income (rental income minus expenses) is figured using Schedule C and reported as self-employment income on Form 1040, Schedule 1, Additional Income and Adjustments to Income.
 - a. True
 - b. False
- 14. Combat pay is not taxable.
 - a. True
 - b. False
- **15.** The Simmons can claim the Child Tax Credit for their son, Brian.
 - a. True
 - b. False

International Course Scenarios and Test Questions

Directions

The first two scenarios do not require you to prepare a tax return. Read the interview notes for each scenario carefully and use your training and resource materials to answer the questions after the scenarios.

International Scenario 1: Andy and June Hillsdale

Interview Notes

- · Andy and June currently live in Hong Kong.
- They moved there on February 15, 2020 and rent a 2-bedroom apartment. Andy was transferred there for an indefinite period of time. Andy and June intend to eventually return to the United States.
- Andy is employed by a U.S.-based Fortune 500 company and June teaches English as a second language.
- Andy and June returned to the U.S. for 7 days for a family funeral in August of 2021.
 They also took a 13 day vacation to Macao, China to gamble and relax.
- Neither Andy nor June work for the U.S. government.
- Andy and June have a house in the U.S. It is vacant while they are overseas. Their brother and sister-in-law house sit while they are living abroad.
- Andy and June are U.S. citizens and have valid Social Security numbers.

International Scenario 1: Test Questions

- **1.** When calculating the 330 full days in a foreign country for the physical presence test, how is the 13-day vacation treated?
 - a. None of days are counted as days spent in a foreign country
 - b. Only the first and last days of the trip do **not** count as days spent in the foreign country
 - c. All of the days are counted as days spent in the foreign country
 - d. Only 5 of the 13 days count as spent in the foreign country
- 2. In order for Andy and June to exclude their foreign earned income, they must
 - a. Have income that qualifies as foreign earned income
 - b. Demonstrate that their tax home is in a foreign country
 - c. Meet the physical presence test
 - d. All of the above

International Scenario 2: Wilhelm and Mary Schmidt

Interview Notes

- Wilhelm and Mary are married and live in Stuttgart, Germany.
- Mary is a U.S. citizen and has a valid Social Security number. Wilhelm is a citizen of Germany and has an ITIN for U.S. tax filing purposes.
- In 2017, Wilhelm and Mary chose to treat Wilhelm as a resident alien for tax purposes. This choice has never been suspended or revoked.
- Wilhelm and Mary have a daughter, Helga, who was born on July 23, 2020. Helga is a U.S. citizen and has a valid Social Security number issued by the due date of the return, including extensions.
- When both of Wilhelm's parents died last year, his uncle Hans moved in with them. Hans is a citizen of Germany and has no income.
- Mary is employed by a Fortune 500 company and earned \$27,500.
- Wilhelm works as a part-time brewer and earned the equivalent of \$18,000 in U.S. dollars.
- Wilhelm and Mary provide all the financial support for Helga and Hans.

International Scenario 2: Test Questions

- **3.** Neither spouse wishes to revoke their election to treat Wilhelm as a resident alien. What are Wilhelm and Mary's filing status options this year?
 - a. They must file Married Filing Separately
 - They must file Married Filing Jointly
 - c. Mary can chose to file Single and Wilhelm does not have to file at all
 - d. They can chose Married Filing Jointly or Married Filing Separately
- **4.** How can the Schmidts decide to end their election to treat Wilhelm as a resident alien?
 - a. Divorce or Legal Separation
 - Revocation in writing
 - c. Death of either spouse
 - d. All of the above
- **5.** On a Married Filing Jointly return, can Wilhelm and Mary claim the Credit for Other Dependents for Uncle Hans?
 - a. No, because Hans is **not** a U.S. citizen, U.S. national, U.S. resident alien, or a resident of Canada or Mexico
 - b. Yes, because Hans is a qualifying relative with no income
 - c. Yes, because Hans meets the relationship test
 - d. None of the above

- **6.** On a Married Filing Jointly return, Wilhelm and Mary are able to claim which of the following credits for Helga?
 - a. Child tax credit
 - b. Earned income credit
 - c. Other Dependents Credit
 - d. None of the above

Directions

Using the tax software, complete the tax return, including Form 1040 and all appropriate forms, schedules, or worksheets. Answer the questions following the scenario.

Note: When entering Social Security numbers (SSNs) or Employer Identification Numbers (EINs), replace the Xs as directed, or with any four digits of your choice.

Interview Notes

- Justin Herzing is a U.S. citizen, single, and has no children. He has lived and worked in England since March 20, 2013. He does not maintain an address in the U.S. and has no intentions of returning.
- He considers himself a resident of England. He rents an apartment at 700 Bond Street, London, UK W2SC5.
- Income:
 - Justin's visa type: Unlimited.
 - Justin works at the U.S. Embassy and has a Form W-2 for his salary.
 - In 2021, Justin got a job working part time in a pub as a waiter. The pub is called the Tilted Crown and located at 256 Oxford Street, London, UK, 2WSC4. Justin earned an equivalent of \$4,790 in wages and paid taxes totaling \$295. His taxes were paid to England as he earned his wages.
 - Justin earned \$215 (converted to U.S. dollars) of dividends from Rothchilds Corp. He paid foreign tax to England on these dividends in the amount of 33.0 Pounds. The exchange rate on the date he paid the tax was 1 U.S. Dollar (USD) = 0.746 Pounds. Justin's dividends are not qualified dividends for U.S. tax purposes.
- Justin was not required to file FinCen Form 114 and he did not receive a distribution, was not a grantor of, nor was he a transferor to a foreign trust.
- Justin did not itemize in 2020 and does not have enough deductions to itemize in 2021.
- Justin received a \$1,400 Economic Impact Payment (EIP 3) in March 2021.



International	
I Scenarios	

170

Catalog Number 52121E

Form 13614-C (October 2021)		Int	Depa ake/Int		t of the Treas				heet			OMB N 1545	lumber -1964
You will need: Tax Information such as Social security cards or Picture ID (such as valid	ITIN letters	for all person	ns on you	ır tax r spo	return. use.	You all complete	re respoi ete and a	nsible for t accurate ir	-4 of this forma the informa nformation. ease ask th	tion on yo		•	
Part I – Your Personal Informa		<u> </u>	rt unethica	al beł	navior to t	he IRS, e	mail us a	at <u>wi.volta</u>	x@irs.gov	l standard	S.		
Your first name JUSTIN	ation (II you	M.I.	Last nar	me	your name	es iii iiie s	arrie orde	Ве	est contact n 78-123-4567	umber	Are yo	ou a U.S. cit	izen?] No
2. Your spouse's first name		M.I.	Last nar	me				Ве	est contact n	umber	Is you □ Ye	r spouse a s [U.S. citizen?]No
3. Mailing address 700 BOND STREET			<u>'</u>				City LONDON	'			State U.K.		IP code V2SC5
4. Your Date of Birth 11/15/1972	5. Your job	title	/EE		Last year, Totally an	-		abled 🗌	Yes X N		I-time stud		es 🗷 No
7. Your spouse's Date of Birth	8. Your spo	ouse's job titl	е		Last year, Totally an	•			Yes □ N		l-time stud	lent	_
10. Can anyone claim you or you 11. Have you, your spouse, or o	•				X No entity theft	Unsu		ldentity Pr	otection PIN	1?			es 🕱 No
12. Provide an email address (d	/ / \			be us	ed for con	tacts from	the Inter	rnal Revent	ue Service)				
1. As of December 31, 2021, wl was your marital status?	nat 🕱 N	Never Married Married Divorced Legally Separ Widowed	I (This a. If Yo b. Did Dato ated Dato	es, Di you li e of fi e of s	id you get i	married in ur spouse aintenanc	2021? during a	any part of t	civil unions, o			Yes 🗌 N	
List the names below of: everyone who lived with yo anyone you supported but of								If add					ist on page 3
Name (first, last) Do not enter your name or spouse's name below	Date of Birth (mm/dd/yy)	Relationship to you (for example: son, daughter, parent, none, etc)	Number of months Colived in your home last year	Citizen (yes/no)	of US, Canada, or Mexico last year (yes/no)		last year (yes/no)	Permanently Disabled (yes/no)	Is this	Did this person provide more than 50% of his/ her own support?	Did this person have less than \$4,300 of income?	Did the taxpayer(s) provide more than 50% of support for this person? (yes/no/n/a)	Did the taxpayer(s) pay more than half the cost of maintaining a home for this person?
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)		(yes,no,n/a)			(yes/no)

www.irs.gov

Form **13614-C** (Rev. 10-2021)

Catalog Number 52121E www.irs.gov Form **13614-C** (Rev. 10-2021)

International Scenarios

a Emplo	yee's social security number 215-00-XXXX	OMB No. 1545	5-0008	Safe, accurate, FAST! Use	1		t the IRS website at w.irs.gov/efile	
b Employer identification number (EIN) 25-1XXXXXX			1 Waq	ges, tips, other compensation	on	2 Federal incor	ne tax withheld	
			\$ 46,530.00		00	\$4,553.00		
c Employer's name, address, and ZIP code			3 Soc	cial security wages		4 Social securit	•	
U.S. EMBASSY				\$46,530	.00		\$2,884.86	
628 PRINCES WAY LONDON, UK, 3WAC4			5 Medicare wages and tips			+ + + + + + + + + + + + + + + + + + + +		
				\$46,530.00				
			7 Social security tips			8 Allocated tips		
d Control number			9		10 Dependent care benefits			
e Employee's first name and initial Last name Suff.			11 Nonqualified plans			12a See instructions for box 12		
						DD	\$3,722.00	
JUSTIN HERZING				utory Retirement Third-p loyee plan sick pa	arty y	12b		
700 BOND STREET				X		d e		
London, UK W2SC5			14 Other			12c		
					ŀ			
						C o d e		
f Employee's address and ZIP code					ı	e		
5 State Employer's state ID number	mployer's state ID number 16 State wages, tips, etc. 17 State inco		ne tax	18 Local wages, tips, e	tc. 19	Local income ta	x 20 Locality name	
-								
W 0		٦.	77	Donartmo	nt of th	no Tronsuny Intor	nal Revenue Service	
\mathbf{W} W=2 Wage and Tax S	statement	202	- I.	Departme	ווג טו נו	ie ireasury—inter	nai nevenue service	

International Scenario 3: Test Questions

- **7.** What is the maximum amount of foreign earned income excluded from Justin's tax return?
 - a. \$0
 - b. \$4,790
 - c. \$46,530
 - d. \$51,320
- 8. Justin does not have to report his dividend income from Rothchilds Corp. because:
 - a. Form 1099-DIV was not issued to him
 - b. He already paid foreign taxes to England on his dividends
 - c. Foreign passive income is not taxable
 - d. None of the above. He must report his worldwide income, which includes his dividend income.
- **9.** General category income consists of income earned in a foreign country that an individual does not exclude, or excludes only part of, under the foreign earned income exclusion.
 - a. True
 - b. False
- 10. Which source of Justin's income qualifies for the foreign earned income exclusion?
 - a. Wages from the pub
 - b. Dividends from Rothchilds Corp
 - c. Wages from U.S. Embassy
 - d. None of the above
- **11.** Justin does meet the requirements of the bona fide residence test and can exclude his foreign earned income.
 - a. True
 - b. False
- 12. Which of the following statements is false?
 - a. Justin has both passive and general categories of foreign income
 - b. Justin can take the foreign tax credit for the income taxes paid on his dividend income from Rothchilds Corp and has to file the Form 1116, Foreign Tax Credit
 - c. Justin can claim both the foreign tax credit for the \$295 income taxes paid to England and exclude the \$4,790 foreign earned income from his part time job at the pub
 - d. Justin can claim the foreign earned income exclusion of \$4,790 from his part time job at the pub. Therefore, he **cannot** take the foreign tax credit for the \$295 income taxes paid to England

- **13.** Justin must include the amount of foreign tax paid to England as withheld Federal income taxes.
 - a. True
 - b. False
- 14. Which of the following statements is true?
 - a. Once the election is made to exclude foreign earned income, that choice remains in effect for that year and all later years until revoked
 - b. The foreign earned income exclusion is voluntary
 - c. The election for the foreign earned income exclusion is made by completing the Form 2555, Foreign Earned Income
 - d. All of the above.
- **15.** What is the amount of foreign taxes paid on the dividend income, converted to U.S. dollars? (Round to the nearest dollar).
 - a. \$25
 - b. \$44
 - c. \$187
 - d. \$335

International Course Retest Questions

Directions

The first two scenarios do not require you to prepare a tax return. Read the interview notes for each scenario carefully and use your training and resource materials to answer the questions after the scenarios.

International Scenario 1: Andy and June Hillsdale

Interview Notes

- · Andy and June currently live in Hong Kong.
- They moved there on February 15, 2020 and rent a 2-bedroom apartment. Andy was transferred there for an indefinite period of time. Andy and June intend to eventually return to the United States.
- Andy is employed by a U.S. based Fortune 500 company and June teaches English as a second language.
- Andy and June returned to the U.S. for 7 days for a family funeral in August of 2021.
 They also took a 13 day vacation to Macao, China to gamble and relax
- Neither Andy nor June work for the U.S. government.
- Andy and June have a house in the U.S. It is vacant while they are overseas. Their brother and sister-in-law house sit while they are living abroad.
- Andy and June are U.S. citizens and have valid Social Security numbers.

International Scenario 1: Retest Questions

- The 13 day vacation to Macao, China cannot be included when counting the 330 days for the physical presence test.
 - a. True
 - b. False
- **2.** Which test qualifies Andy and June for claiming the foreign earned income exclusion?
 - a. Physical presence test
 - b. Bona fide resident test
 - c. Neither a nor b
 - d. Both a and b

Interview Notes

- Wilhelm and Mary are married and live in Stuttgart, Germany.
- Mary is a U.S. citizen and has a valid Social Security number. Wilhelm is a citizen of Germany and has an ITIN for U.S. tax filing purposes.
- In 2017, Wilhelm and Mary chose to treat Wilhelm as a resident alien for tax purposes. This choice has never been suspended or revoked.
- Wilhelm and Mary have a daughter, Helga, who was born on July 23, 2020. Helga is a U.S. citizen and has a valid Social Security number.
- When both of Wilhelm's parents died last year, his uncle Hans moved in with them. Hans is a citizen of Germany and has no income.
- Mary is employed by a Fortune 500 company and earned \$27,500.
- Wilhelm works as a part-time brewer and earned the equivalent of \$18,000 in U.S. dollars.
- Wilhelm and Mary provide all the financial support for Helga and Hans.

International Scenario 2: Retest Questions

- 3. How should Wilhelm's income be treated on a Married Filing Jointly return?
 - Wilhelm's income does **not** need to be included on the return because he only works part time
 - b. They do **not** have to file a return because their combined income is less than the foreign earned income exclusion limit
 - c. Wilhelm's income does **not** need to be included on the return because it is paid by a company in Germany
 - d. Wilhelm's worldwide income must be reported on the return
- 4. Wilhelm can revoke the election to be treated as a resident alien at anytime.
 - a. True
 - b. False
- 5. Wilhelm and Mary can claim the Other Dependents Credit for Uncle Hans.
 - a. True
 - b. False
- **6.** Helga is a qualifying child for the child tax credit on the Schmidt's return.
 - a. True
 - b. False

Directions

Refer to the	scenario	information	for .	Justin	Herzina.	beginnin	a on	page	169

- 7. The amount of Justin's foreign earned income exclusion is \$______.
- 8. Justin is required to report the \$215 dividends from Rothchilds Corp.
 - a. True
 - b. False
- 9. Which sources of Justin's income are classified as passive category income?
 - a. Wages from the pub
 - b. Dividends from Rothchilds Corp
 - c. Wages from the U.S. Embassy
 - d. All of the above
- **10.** Justin is **not** able to exclude his wages from the U.S. Embassy because he is a civilian employee of the U.S. government.
 - a. True
 - b. False
- **11.** What eligibility requirements must Justin meet in order to be eligible to exclude his foreign earned income?
 - a. He must meet the bona fide residence test or physical presence test
 - b. He must have income that qualifies as foreign earned income
 - c. His tax home must be in a foreign country
 - d. All of the above.
- **12.** Justin is required to file Form 1116, Foreign Tax Credit, to claim the credit for the foreign taxes paid on his dividends.
 - a. True
 - b. False

13. What is the amount of federal income tax withheld on Justin's Form 1040?
a. \$4,553
b. \$4,848
c. \$4,881
d. \$4,892
14. If Justin qualifies to exclude his foreign earned income, he must file a Form 2555, Foreign Earned Income, with his tax return.
a. True
b. False
15. To convert a sum of money into U.S. dollars, divide the amount of foreign currency by the exchange rate for the foreign currency to one U.S. dollar.
a. True
b. False

Federal Tax Law Update Test for Circular 230 Professionals

Directions

The first three scenarios do not require you to prepare a tax return. Read the interview notes for each scenario carefully and use the Important Changes lesson in Publication 4491, VITA/TCE Training Guide, or in Link & Learn Taxes to answer the questions after the scenarios. All questions are based on calendar year 2021 taxpayers.

Scenario 1: Herb and Alice Freeman

Interview Notes

- Herb and Alice are married and file a joint return. Herb is 74 years old and Alice is 70. Neither are blind.
- Both Herb and Alice are retired. Herb works part time as a greeter.
- Herb earned \$15,000 in wages. They also received Social Security benefits of \$28,000. They received no other income in 2021.
- Both Herb and Alice are U.S. citizens, lived in the United States all year, and have valid Social Security numbers. They do not have any qualifying children, and no one else lives with them.

Scenario 1: Test Questions

- 1. What is Herb and Alice's standard deduction?
 - a. \$25,100
 - b. \$26,450
 - c. \$27,800
 - d. \$28,500
- 2. How much of Herb and Alice's Social Security is taxable?
 - a. \$0
 - b. \$14,000
 - c. \$23,800
 - d. \$28,000
- 3. Herb and Alice qualify for the Earned Income Credit (EIC).
 - a. True, because their daughter offered to let them claim their grandchild.
 - b. True, because they have earned income and adjusted gross income under the EIC threshold.
 - c. False, because their income is too high.
 - d. False, because they are over the age limit.

Interview Notes

- Chloe, age 48, divorced her husband in 2017.
- Chloe's 4 year old grandson, Marcus, has been living with her since his parents were incarcerated in August 2019. Chloe provided all the support for Marcus and all the costs of keeping up their home in 2021.
- Chloe worked full time and earned \$53,000. She received no other income in 2021.
- Marcus attends daycare while Chloe works. Chloe received a statement from the daycare provider showing she paid \$5,980 for Marcus' care for the year. She did not pay any 2020 expenses in 2021.
- Chloe received the third Economic Impact Payment (EIP 3) of \$2,800 in 2021.
- Chloe received advance payments of the Child Tax Credit totaling \$1,800 in 2021.
- Chloe and Marcus are both U.S. citizens, lived in the United States all year, and have valid Social Security numbers. No one else lives in the household with them.

Scenario 2: Test Questions

- **4.** After reconciling the advance payments, how much Child Tax Credit will Chloe be able to claim on her 2021 federal income tax return?
 - a. \$3,600
 - b. \$3,000
 - c. \$2,000
 - d. \$1,800
- 5. What amount can Chloe claim as qualified dependent care expenses?
 - a. \$3,000
 - b. \$5,980
 - c. \$6,000
 - d. \$8,000
- **6.** Which of the following credits are refundable for a taxpayer who lived in the United States for all of 2021? (**Select all that apply**)
 - a. Child Tax Credit
 - b. Earned Income Credit
 - c. Child and Dependent Care credit
 - d. Retirement Savings Contribution Credit

Interview Notes

- · Luther and Lexi are married and file a joint return.
- Luther and Lexi were enrolled in their Marketplace second lowest cost silver (SLCSP) high deductible health plan (HDHP) with family coverage for all of 2021.
 Their annual enrollment premium was \$10,000 and they received the benefit of an Advance Premium Tax Credit (APTC) of \$5,237.
- Lexi received a large bonus from her employer at the end of 2021, which increased their household income to \$70,000, which is more than 400% of the Federal Poverty Line (FPL) for the other 48 states and DC. They did not contact the marketplace to inform them of the increase in household income. They were not eligible to claim unemployment at any time in 2021.
- In 2021, Luther contributed \$1,500 to his Health Savings Account (HSA). Of that
 amount, \$1,000 was made pretax through his employer's cafeteria plan and he
 made the remaining \$500 contribution by electronic deposit into the HSA from his
 checking account. His employer sent Form W-2 reporting \$1,000 in Box 12a, with
 code W. Lexi did not contribute to her HSA.
- Lexi received a Form 1099-SA showing a distribution from her HSA of \$700. Lexi
 has receipts showing they paid \$200 for new eyeglasses for Luther, \$300 for over
 the counter allergy medicine for Lexi, and \$250 for doctor visit copays and medical
 tests for Lexi.
- Luther and Lexi donated \$450 by check to their local food bank. The food bank is a
 qualified organization and provided Luther and Lexi with a written acknowledgment
 of their donation. They contributed \$50 in cash to a local family in need. They also
 donated clothing in good condition with fair market value of \$200 to Goodwill. They
 have a receipt for the donation.
- Luther and Lexi are U.S. citizens with valid Social Security numbers. They do not have enough expenses to itemize their deductions.

Scenario 3: Test Questions

- 7. What amount can Luther take as an HSA deduction?
 - a. \$1,500
 - b. \$1,000
 - c. \$500
 - d. \$0

- 8. How much of Lexi's Form 1099-SA amount is taxable?
 - a. \$0 because they had qualified medical expenses over \$700
 - b. \$150 because Lexi can't use money from her HSA to pay for Luther's medical expenses
 - c. \$250 because the over the counter medicine is **not** a qualified medical expense
 - d. \$700 because all of the contributions were pretax
- 9. How much of Luther and Lexi's APTC must be repaid for tax year 2021?
 - a. \$0
 - b. \$1,187
 - c. \$2,700
 - d. \$5,237
- **10.** How much can Luther and Lexi deduct for their charitable donations?
 - a. \$0 because they do **not** have enough expenses to itemize
 - b. \$450 as a charitable contribution deduction
 - c. \$500 as a charitable contribution deduction
 - d. \$600 as a charitable contribution deduction
 - e. \$700 as a charitable contribution deduction

Directions

Using the tax software, complete the tax return, including Form 1040 and all appropriate forms, schedules, and worksheets. Answer the questions following the scenario.

Note: When entering Social Security numbers (SSNs) or Employer Identification Numbers (EINs), replace the Xs as directed, or with any four digits of your choice.

Interview Notes

- Kendall and Siena are married and file a joint return.
- Siena is an employee and received a Form W-2. Kendall is a self-employed driver for Delicious Deliveries.
- Kendall and Siena had health insurance subsidized by Siena's employer. They paid \$3,600 pre-tax in premiums for the year.
- Kendall provided a statement from the food delivery service that indicated the amount
 of mileage driven and fees paid for the year. These fees are considered ordinary and
 necessary for the food delivery business:
 - 7,200 miles driven while delivering food
 - Insulated box rental: \$300
 - Vehicle safety inspection (required by Delicious Deliveries): \$50
 - GPS device fee: \$120
- Kendall's record keeping application shows he also drove 4,125 miles between deliveries and 4,200 miles driven between his home and his first and last delivery point of the day. Kendall has a separate car for personal use. He bought and started using his second car for business on September 1, 2020.
- Kendall also kept receipts for the following out-of-pocket expenses:
 - \$100 on tolls
 - \$120 for car washes
 - \$48 for parking tickets
 - \$75 for Personal Protective Equipment (PPE) used during deliveries
 - \$150 for snacks and lunches Kendall consumed while working
- Kendall provided the Form 1099-NEC and Form 1099-K that he received from Delicious Deliveries.
- Kendall also received \$300 in cash tips that were not reported elsewhere.
- Kendall won \$10,000 on a scratch off lottery ticket. He has \$3,000 in losing tickets.
- Siena's brother Quincy moved in with them in December 2020. He's a full-time student working on his PhD. He works part-time and earned \$3,800 in 2021. Kendall and Siena pay more than half of Quincy's support. Quincy paid \$5,000 in eligible educational expenses with the proceeds from a student loan. Quincy received a Form 1098-T from Yuma College, EIN 37-700XXXX, showing \$5,000 in Box 1 and having boxes 8 and 9 checked.
- Kendall and Siena received the third Economic Impact Payment (EIP 3) in the amount of \$2,800 in 2021. Quincy received his own EIP 3 of \$1,400 in 2021.
- Kendall, Siena, and Quincy are U.S. citizens, have valid Social Security numbers, and lived in the United States all year.



Catalog Number 52121E

Form 13614-C (October 2021)		Inta		•		sury - Interna		Service View S	Sheet				Number -1964
 You will need: Tax Information such as Forms W-2, 1099, 1098, 1095. Social security cards or ITIN letters for all persons on your tax return. Picture ID (such as valid driver's license) for you and your spouse. Please complete pages 1-4 of this form. You are responsible for the information on your return. Please provide complete and accurate information. If you have questions, please ask the IRS-certified volunteer preparer. 													
	Volunteer								ghest ethica ax@irs.gov	l standards	S .		
Part I - Your Personal Infor	mation (If you a	are filing a jo	oint return	, enter y	our name	es in the s	ame ord	er as last j	year's return)				
1. Your first name M.I. Last name Best contact number Are you a U.S. citizen? KENDALL KING 404-555-4567 ☑ Yes ☐ No													
2. Your spouse's first name M.I. Last name SIENA KING							В	est contact n	umber	Is you		U.S. citizen?] No	
3. Mailing address Apt # City State ZIP code YOUR CITY State YOUR ZIP													
4. Your Date of Birth	itle		6.	Last year	, were you	I:			a. Full	-time stud	dent 🗌 Y	∕es 🗷 No	
04/04/1982 DRIVER				b.	Totally ar	nd perman	ently disa	abled [Yes 🕱 N	lo c. Leg	ally blind	□ Y	∕es 🗷 No
7. Your spouse's Date of Birth	8. Your spou	use's job title	е	9.	Last year	, was you	spouse:			a. Full	-time stuc	dent 🗌 Y	∕es 🗷 No
06/07/1982	MANAGER			b.	Totally ar	nd perman	ently disa	abled [Yes 🕱 N	lo c. Leg	ally blind	□ Y	∕es 🕱 No
10. Can anyone claim you or	your spouse as	a depende	nt?	Yes	X No	☐ Unst	ıre						
11. Have you, your spouse, o	r dependents b	een a victim	of tax rel	ated ide	ntity thef	t or been i	ssued ar	ldentity F	Protection PIN	۱?		Y	∕es 🕱 No
12. Provide an email address	(optional) (this	email addre	ess will no	t be use	ed for con	tacts from	the Inter	rnal Rever	nue Service)				-
Part II - Marital Status an	 								<u>, </u>				
1. As of December 31, 2021,	what 🗌 Ne	ever Married	l (Th	is inclu	des regist	ered dom	estic par	tnerships,	civil unions,	or other forn	nal relatio	nships unde	er state law)
was your marital status?	🕱 Ma	arried	a. If `	Yes, Dic	you get	married in	2021?					Yes X N	10
			b. Di	d you liv	e with yo	ur spouse	during a	any part of	the last six n	nonths of 20	21? 🕱	Yes □ N	10
	☐ Div	vorced	Da	ate of fin	al decree		ŭ						
	☐ Le	gally Separa	ated Da	ate of se	parate m	aintenanc	e decree						
	_ Wi	idowed	Υe	ar of sp	ouse's de	eath				_			
List the names below of: • everyone who lived with y	you last your (or	ther than vo	ur spouse					If a	dditional spac	e is needed	d check he	ere 🗌 and I	ist on page 3
• anyone you supported bu				'/					To be co	mpleted by	v a Certifi	ied Volunte	er Preparer
Name (first, last) Do not enter your	Date of Birth	Relationship		US	Resident	Single or	Full-time	Totally and			Did this	Did the	Did the
name or spouse's name below	(mm/dd/yy)	· · · · · · ·	months lived in your home	Citizen (yes/no)	of US, Canada, or Mexico	Married as of 12/31/21 (S/M)		Permanent Disabled (yes/no)	ly person a qualifying child/relative	provide	person have less	taxpayer(s) provide more than 50% of	
		daughter, parent,	last year		last year (yes/no)	(5,111)	(303/10)	(300,110)	of any other person?	50% of his/ her own	of income?	support for this person?	maintaining a home for this
(a)	(b)	none, etc) (c)	(d)	(e)	(f)	(g)	(h)	(i)	(yes/no)	support? (yes,no,n/a)		(yes/no/n/a)	person? (yes/no)
QUINCY SPELMAN	03/04/1984	BROTHER	12	YES	YES	S	YES	NO		,, ,, ,,			
_													
-							+						_

Form **13614-C** (Rev. 10-2021)

www.irs.gov

Form **13614-C** (Rev. 10-2021) Catalog Number 52121E www.irs.gov

1. Would you like to receive written cor	mmunications from the IRS in	n a language other than E	nalish? Yes	No If yes, which langua	ige?
Presidential Election Campaign Fun			•		
Check here if you, or your spouse if			•	ouse	
3. If you are due a refund, would you li	ike: a. Direct deposit		chase U.S. Savii	ngs Bonds c. To split your refu Yes	ınd between different accoun ☑ No
4. If you have a balance due, would yo	ou like to make a payment dir	rectly from your bank acco	ount? 🗌 Yes	× No	
5. Did you live in an area that was decl	lared a Federal disaster area	a? ☐ Yes 🕱 No	If yes, where	?	
6. Did you, or your spouse if filing jointl	dy, receive a letter from the IF	RS? ☐ Yes	🗷 No		
Many free tax preparation sites oper this site to apply for these grants or are optional.	rate by receiving grant mor r to support continued rece	ney or other federal fina eipt of financial funding	ncial assistand . Your answer v	e. The data from the following will be used only for statistications.	g questions may be used b I purposes. These question
7. Would you say you can carry on a co	conversation in English, both	understanding & speakin	g? 🗴 Very wel	I ☐ Well ☐ Not well ☐ No	at all 🔲 Prefer not to answ
8. Would you say you can read a news	_	X Very wel	•	☐ Not well ☐ Not at all	☐ Prefer not to answ
9. Do you or any member of your hous	• •	□ Yes	X No	☐ Prefer not to answer	
10. Are you or your spouse a Veteran t	•	?	× No	☐ Prefer not to answer	
11. Your race?		_	_	_	
☐ American Indian or Alaska Native	☐ Asian ☐ Black or Af	frican American Na	tive Hawaiian or	other Pacific Islander ☐ Wh	ite 🗷 Prefer not to answ
12. Your spouse's race?		_		_	_
☐ American Indian or Alaska Native	☐ Asian ☐ Black or Af	frican American 🔲 Na	tive Hawaiian or	other Pacific Islander	ite 🗵 Prefer not to answ
☐ No spouse					
13. Your ethnicity?	☐ Hispanic or Latino	☐ Not Hispanic or Latino	Prefer no	ot to answer	
14. Your spouse's ethnicity?	☐ Hispanic or Latino	☐ Not Hispanic or Lating	Prefer no	ot to answer	se
Additional comments					
		cy Act and Paperwork Red	luction Act Notic	e	
	Priva				
The Privacy Act of 1974 requires that when we a do not receive it, and whether your response is you relative to your interest and/or participation i volunteer return preparation sites or outreach ac do not provide the requested information, the IR information requests. The OMB Control Number please write to the Internal Revenue Service, Ta	ask for information we tell you our le voluntary, required to obtain a benef in the IRS volunteer income tax prepartivities. The information may also be SS may not be able to use your assis r for this study is 1545-1964. Also, if	egal right to ask for the informati fit, or mandatory. Our legal right paration and outreach programs e used to establish effective cor stance in these programs. The F you have any comments regare	to ask for information to The information you strols, send correspond aperwork Reduction ding the time estimation	on is 5 U.S.C. 301. We are asking for the ou provide may be furnished to others we ondence and recognize volunteers. You on Act requires that the IRS display an O tes associated with this study or sugges	is information to assist us in contac ho coordinate activities and staffing response is voluntary. However, if MB control number on all public

	a Employe	ee's social security number 601-00-XXXX	OMB No. 154	5-000	Safe, accu 8 FAST! Use		≁fi	Visit th www.ir	e IRS website at rs.gov/efile	
b Employer identification number	r (EIN)			1	Wages, tips, oth	er compensation	2	Federal income t	tax withheld	
20-900XXXX						\$32,000.0	0		\$3,200.00	
c Employer's name, address, an	d ZIP code			3 Social security wages 4 Social sec			Social security to	ax withheld		
DUKE, DILLARD AN	וויטוום חו	ENE				\$32,000.0	ו		\$1,984.00	
143 ROCK ROAD	יט סטעטנ	JAKE		5	Medicare wage	es and tips	6 1	6 Medicare tax withheld		
YOUR CITY, YOUR STATE, ZIP						\$32,000.0		\$464.00 8 Allocated tips		
				7	Social security	tips	8 /			
d Control number				9			10	Dependent care	benefits	
e Employee's first name and initial Last name Suff.				11 Nonqualified plans 12a See instructions for box				s for box 12		
SIENA KING				13 Statutory Retirement Third-party sick pay						
1551 CONCORD CI	RCLE			e						
YOUR CITY, YOUR	STATE, Z	P		14 Other			12c	C C C		
							12d			
f Employee's address and ZIP c	ode							<u> </u>		
15 State Employer's state ID nur	nber	16 State wages, tips, etc.	17 State incon	ne ta	t 18 Local	wages, tips, etc.	19 Loc	al income tax	20 Locality name	
YS 1	23456-7	\$32,000.00	\$9	60.0	00					
orm W=2 Wage a	nd Tax St	atement	202	<u> </u>	L .	Department	of the Tre	easury-Internal	Revenue Service	
Copy B—To Be Filed With Er This information is being furnis										

			C	TED (if checked)						
PAYER'S name, street add or foreign postal code, and		r town, state or province, country, ZIP no.				OMB No. 1545-0116				
Delicious Deliveries 567 ALVIN AVENUE						2021		Nonemployee Compensation		
YOUR CITY, YOUR ST	ΔTF 7IP							Compensation		
Took on 1, rook of	, , , , , , , , , , , , , , , , , , ,					Form 1099-NEC				
PAYER'S TIN		RECIPIENT'S TIN	-	Nonemployee compen	sation			Сору В		
20-400XXXX		345-00-XXXX	\$			1,	800.00	For Recipient		
RECIPIENT'S name			2	2 Payer made direct sal consumer products to		aling \$5,000 or more of ient for resale		This is important tax information and is being furnished to the IRS. If you are		
KENDALL KING	KENDALL KING							required to file a return, a		
Street address (including apt. no.)								negligence penalty or other sanction may be imposed on		
1551 CONCORD CIRC	LE		T	Federal income tax v	vithhe	ld		you if this income is taxable		
City or town, state or provi	nce, countr	y, and ZIP or foreign postal code	\$			and the IRS determines that it has not been reported.				
YOUR CITY, YOUR ST	ATE, ZIP		1	5 State tax withheld	6 Sta	ate/Payer's state no.		7 State income		
Account number (see instr	uctions)		\$					\$		
			\$					\$		
Form 1099-NEC	(keep 1	for your records) wv	ww.i	rs.gov/Form1099NEC		Department of the T	reasury -	- Internal Revenue Service		

FILER'S name, street address, city or town, state or province, country, ZIP	FILER'S TIN	OMB No. 1545-2205			
or foreign postal code, and telephone no.	20-400XXXX		Payment Card and		
Delicious Deliveries	PAYEE'S TIN		Third Party		
567 ALVIN AVENUE	345-00-XXXX	」 20 21	Network		
YOUR CITY, YOUR STATE, ZIP	1a Gross amount of payment card/third party network transactions		Transactions		
	\$ 15,245.00	Form 1099-K			
	1b Card Not Present transactions	2 Merchant category	Copy B		
Check to indicate if FILER is a (an): Check to indicate transactions reported are:	\$		For Payee		
Payment settlement entity (PSE) Payment card	3 Number of payment transactions	4 Federal income tax withheld	This is important tax		
(EPF)/Other third party Third party network	3,300	\$	information and is being furnished to		
PAYEE'S name	5a January	5b February	the IRS. If you are		
KENDALL KING	\$ 1,270.00	\$ 1,2	required to file a return, a negligence		
RENDALL KING	5c March	5d April	penalty or other		
Street address (including apt. no.)	\$ 1,340.00	\$ 1,2	50.00 sanction may be imposed on you i		
	5e May	5f June	taxable income		
1551 CONCORD CIRCLE	\$ 1,290.00	\$ 1,3	00.00 results from this		
	5g July	5h August	IRS determines that i		
City or town, state or province, country, and ZIP or foreign postal code	\$ 1,240.00	1,1	40.00 has not been reported		
YOUR CITY, YOUR STATE, ZIP	5i September	5j October			
PSE'S name and telephone number	\$ 1,270.00	\$ 1,2	35.00		
	5k November	5I December			
	\$ 1,310.00	\$ 1,4	00.00		
Account number (see instructions)	6 State	7 State identification r	8 State income tax withhel \$		
		†	† \$		

PAYER'S name, street address, city or	town, province or state, country,	1 Reportable winnings	2 Date won	OMB No. 1545-0238
and ZIP or foreign postal code STATE LOTTO BOARD		\$ 10,000.00	6/1/2021	Form W-2G Certain
123 MAIN STREET		3 Type of wager	4 Federal income tax withheld	Gambling
YOUR CITY, STATE ZIP		Lottery	\$ \$2,800.00	Winnings
		5 Transaction	6 Race	(Rev. January 2021)
				For calendar year
		7 Winnings from identical wagers	8 Cashier	20
PAYER'S federal identification number	PAYER'S telephone number	\$		
		9 Winner's taxpayer identification no.	10 Window	
65-000XXXX	404-555-1212	345-00-XXXX		This information is being furnished
WINNER'S name		11 First identification	12 Second identification	to the Internal
KENDALL KING				Revenue Service.
Street address (including apt. no.)		13 State/Payer's state identification no.	14 State winnings	
1551 CONCORD CIRCLE			\$	Copy B Report this income
City or town, province or state, country,	, and ZIP or foreign postal code	15 State income tax withheld	16 Local winnings	on your federal tax
YOUR CITY, YOUR STATE, ZIP		\$	\$	return. If this form shows federal
		17 Local income tax withheld	18 Name of locality	income tax withheld in box 4, attach this copy
		\$		to your return.
Under penalties of perjury, I declare the correctly identify me as the recipient of				
Signature ▶			Date ▶	

- **11.** Which of the following tax benefits do Kendall and Siena qualify for because of Quincy? (Select all that apply)
 - a. They qualify for a \$500 credit for other dependents (ODC)
 - b. They qualify for a lifetime learning credit
 - c. They get a \$4,300 dependency deduction
 - d. They do not qualify for any benefits because Quincy is not their dependent.
- 12. What is the amount of Kendall's Schedule C gross income?
 - a. \$300
 - b. \$1,800
 - c. \$15,245
 - d. \$17,345
- 13. What are Kendall's Schedule C expenses?
 - a. \$6,987
 - b. \$7,305
 - c. \$9,339
 - d. \$9,647
- **14.** How much of Kendall's gambling winnings is included in adjusted gross income? \$_____
- **15.** Which of the following statements is true:
 - a. Kendall can add the \$3,600 they paid for health insurance premiums to his selfemployment expenses on Schedule C.
 - b. Kendall can claim the \$3,600 they paid for health insurance premiums as a self-employed health insurance deduction on Schedule 1.
 - c. Kendall can claim his portion of the health insurance premiums, \$1,800, as a self-employed health insurance deduction on Schedule 1.
 - d. Kendall can add his portion of the health insurance premiums, \$1,800, to his self-employment expenses on Schedule C.
 - e. Kendall is **not** eligible for a self-employed health insurance deduction.

Federal Tax Law Update Retest for Circular 230 Professionals

Directions

The first three scenarios do not require you to prepare a tax return. Read the interview notes for each scenario carefully and use the Important Changes lesson in Publication 4491, VITA/TCE Training Guide, or in Link & Learn Taxes to answer the questions after the scenarios. All questions are based on calendar-year 2021 taxpayers.

Scenario 1: Herb and Alice Freeman

Interview Notes

- Herb and Alice are married and file a joint return. Herb is 74 years old and Alice is 70. Neither are blind.
- Both Herb and Alice are retired. Herb works part time as a greeter.

1. What is Herb and Alice's standard deduction? \$

- Herb earned \$15,000 in wages. They also received Social Security benefits of \$28,000. They received no other income in 2021.
- Both Herb and Alice are U.S. citizens, lived in the United States all year, and have valid Social Security numbers. They do not have any qualifying children, and no one else lives with them.

Scenario 1: Retest Questions

			,	, -,	
	a.	True			
	b.	False			
3.		rb and Alice are eligible to claim the Earned Incomcause they have earned income and adjusted gros		,	
	thr	eshold.			

2. The taxable amount of Herb and Alice's Social Security is \$23.800.

- a. True
- b. False

Interview Notes

- Chloe, age 48, divorced her husband in 2017.
- Chloe's 4 year old grandson, Marcus, has been living with her since his parents
 were incarcerated in August 2019. Chloe provided all the support for Marcus and all
 the costs of keeping up their home in 2021.
- Chloe worked full time and earned \$53,000. She received no other income in 2021.
- Marcus attends daycare while Chloe works. Chloe received a statement from the daycare provider showing she paid \$5,980 for Marcus' care for the year. She did not pay any 2020 expenses in 2021.
- Chloe received the third Economic Impact Payment (EIP 3) of \$2,800 in 2021.
- Chloe received advance payments of the Child Tax Credit totaling \$1,800 in 2021.
- Chloe and Marcus are both U.S. citizens, lived in the United States all year, and have valid Social Security numbers. No one else lives in the household with them.

Scenario 2: Retest Questions

4.	Chloe can	claim a	a Child	Tax Credit	of \$2,000	on her	2021	federal	income	tax
	return.									

- a. True
- b. False
- **5.** What amount of qualified dependent care **expenses** can Chloe claim on her 2021 tax return? \$_____
- **6.** Which of the following credits are **nonrefundable** for a taxpayer who lived in the U.S. for all of 2021? **(Select all that apply)**
 - a. Child Tax Credit
 - b. Earned Income Credit
 - c. Child and Dependent Care credit
 - d. Retirement Savings Contribution Credit

Interview Notes

- Luther and Lexi are married and file a joint return.
- · Luther and Lexi were enrolled in their Marketplace second lowest cost silver (SLCSP) high deductible health plan (HDHP) with family coverage for all of 2021. Their annual enrollment premium was \$10,000 and they received the benefit of an Advance Premium Tax Credit (APTC) of \$5,237.
- Lexi received a large bonus from her employer at the end of 2021, which increased their household income to \$70,000, which is more than 400% of the Federal Poverty Line (FPL) for the other 48 states and DC. They did not contact the marketplace to inform them of the increase in household income. They were not eligible to claim unemployment at any time in 2021.
- In 2021, Luther contributed \$1,500 to his Health Savings Account (HSA). Of that amount, \$1,000 was made pretax through his employer's cafeteria plan and he made the remaining \$500 contribution by electronic deposit into the HSA from his checking account. His employer sent Form W-2 reporting \$1,000 in Box 12a, with code W. Lexi did not contribute to her HSA.
- Lexi received a Form 1099-SA showing a distribution from her HSA of \$700. Lexi has receipts showing they paid \$200 for new eyeglasses for Luther, \$300 for over the counter allergy medicine for Lexi, and \$250 for doctor visit copays and medical tests for Lexi.
- Luther and Lexi donated \$450 by check to their local food bank. The food bank is a

Scenario 3: Retes

	of th	lified organization and provided Luther and Lexi with a written acknowledgment heir donation. They contributed \$50 in cash to a local family in need. They also ated clothing in good condition with fair market value of \$200 to Goodwill. They are a receipt for the donation.
•		ner and Lexi are U.S. citizens with valid Social Security numbers. They do not be enough expenses to itemize their deductions.
t	Que	estions
7.	Th	e maximum amount Luther can take as an HSA deduction is \$
8.		xi's entire distribution from her HSA is nontaxable because their qualified medical benses were over \$700.
	a.	True
	b.	False
9.		ther and Lexi must repay the entire amount of APTC they received because their usehold income is over 400% of the Federal Poverty Line.
	a.	True
	b.	False

10. How much can Luther and Lexi deduct for their charitable donations? \$

Directions

Refer to the scenario information for Kendall and Siena King beginning on page 185.

S

cenario 4: Retest (Auestions
11.	Quincy is Kendall and Siena's qualifying relative dependent.
	a. True
	b. False
12.	. Kendall's gross income on Schedule C is \$
13.	. Kendall's Schedule C expenses are \$6,987.
	a. True
	b. False
14.	. Kendall can subtract his \$3,000 in losses and report only \$7,000 in winnings as other income on Kendall and Siena's joint federal income tax return.
	a. True
	b. False
15.	. Kendall is not eligible for a self-employed health insurance deduction.
	a. True
	b. False

2021 VITA/TCE Foreign Student Test for Volunteers

Welcome to the Link & Learn Taxes Foreign Student Test. The test requires you to prepare four tax returns using Form 1040-NR and/or Form 8843 and then answer 50 online questions. You must successfully complete the test at an overall 80% proficiency to earn VITA/TCE certification.

Please complete this test on your own for an accurate assessment of your skills and knowledge. You may use any reference materials available to you as a volunteer to complete this test.

Volunteers who use tax preparation software to complete the test need to make sure they are using the final 2021 version.

Introduction

This section of the VITA/TCE certification Foreign Student test covers determining residency status, the use of Form 8843, and filing status. It consists of 13 true/false questions and 4 scenario-based multiple choice questions.

Allow approximately 20 minutes to complete this segment.

- 1. Ken entered the U.S. as a student on July 30, 2018 in F-1 immigration status. He had never been to the United States before and he did **not** change immigration status during 2021. For federal income tax purposes, Ken is a resident alien for 2021.
 - a. True
 - b. False
- 2. Helen is a visiting professor at the local university. Helen was a graduate student from June 2017 to May 2019 in F-1 immigration status. She re-entered the United States as a teacher on December 20, 2020 in J-1 immigration status. For federal income tax purposes, Helen is a nonresident alien for 2021.
 - a. True
 - b. False
- 3. Yusuf served as a visiting scholar in F-1 immigration status from March 2017 through June 2020. In August of 2021, Yusuf returned to the United States as a professor. For federal income tax purposes, Yusuf is a resident alien for 2021.
 - a. True
 - b. False
- **4.** Juan came to the United States in F-2 immigration status with his wife on July 15, 2017. He has **not** changed his immigration status. For federal income tax purposes, Juan is a resident alien for 2021.
 - a. True
 - b. False
- **5.** Emily lived with her parents in F-2 immigration status in the United States from August 2010 to June 2012. She returned to the U.S. to attend college in F-1 immigration status on December 5, 2019. Emily needs to file Form 8843 for 2021.
 - a. True
 - b. False

- **6.** Polina entered the United States on July 30, 2016 in J-1 student immigration status. On January 10, 2020, her husband Dmitry joined her in J-2 immigration status. Because Polina is a resident alien this year, Dmitry does **not** need to file Form 8843 for 2021. He is electing to file married filing jointly with her.
 - a. True
 - b. False
- **7.** Polina and Dmitry from Question 6 had a son, Alexander, while here in the U.S. on December 5, 2020. A Form 8843 does **not** need to be filed for Alexander for 2021.
 - a. True
 - b. False
- 8. Sophie and Yves have been in the U.S. as students in F-1 immigration status, since August 2018. Their 12-year-old son, Vincent, has been attending a boarding school in the U.S. since June 2015 in F-1 immigration status. Sophie, Yves, and Vincent all need to file Form 8843 for 2021.
 - a. True
 - b. False
- Celeste is from Pakistan and is a Ph.D. student in communications engineering who is going to defend her dissertation in June. She arrived in the U.S. as a student on July 20, 2018. Celeste is a resident alien for tax purposes in 2021.
 - a. True
 - b. False
- Marcus is a junior majoring in biology. He is in the U.S. in F-1 immigration status from Germany. He transferred from a German university and arrived in the U.S. on December 30, 2018. Marcus worked in a lab on campus in an approved summer internship program for a company in New York. He will graduate in May, 2022. The company issued him a Form 1099-NEC.

Marcus is considered a resident alien for tax purposes since the company issued him a Form 1099-NEC.

- a. True
- b. False

11. Nico is a nursing student from Greece who first arrived in F-1 immigration status on August 15, 2021. He does **not** have a tax identification number and he did **not** work or receive a scholarship in 2021, but had \$75 interest income from his U.S. savings account his parents set up for him to pay for school and his living expenses.

Nico must file Form 8843, and also Form 1040-NR to report his interest income for 2021.

- a. True
- b. False
- **12.** Bo entered the U.S. in J-1 immigration status as a trainee in January 2019, and lives alone. His wife, Mei, could **not** accompany him because she had to care for her ailing parents. Bo can file as Single because he did **not** live with his spouse at all during 2021.
 - a. True
 - b. False
- 13. Alex and Kim were married in March 2016, and the next year they both entered the U.S. in F-1 immigration status to complete their studies as Fulbright scholars. Currently, Alex lives in San Diego, where he is completing his graduate work. However, Kim left him in March 2020 and has not been heard from since. Her parents will not tell him where she lives and he has not heard from her since. Since Alex does not know Kim's whereabouts, he can file using the Single filing status.
 - a. True
 - b. False

Scenario 1: Enrique Satō

Use the following information to prepare Form 8843.

- Enrique Satō came to the U.S. to study on August 1, 2018, in F-1 immigration status. His passport number is 4682936 and it was issued by his home country, Peru. His home address is 31 Rue de Santos, Lima, 07001, Peru. His address at school is Firestone University, 222 Tread Blvd., Lauderdale, MN 55000. His U.S. taxpayer identification number is XXX-XX-XXXX.
- Enrique is attending Firestone University, 222 Tread Blvd., Lauderdale, MN 55000, telephone 612-555-XXXX. His specialized program is Alternative Fuel Systems and the director is Professor Marri M. Young, also at 222 Tread Blvd., Lauderdale, MN 55000, telephone 612-555-XXXX ext. 1267.
- Enrique has not taken steps to apply for permanent residency. Enrique had no income, so he is not required to file any other tax forms. Enrique has not left the U.S. since arriving.
- After completing the required tax form, review the scenario and resource materials, and answer each of the test questions

Form **8843**

Statement for Exempt Individuals and Individuals With a Medical Condition For use by alien individuals only.

2020

OMB No. 1545-0074

	†	II IIIUIVIUUAIS OIIIY. 9942 for the letest informatic	_	2020
	<u> </u>	8843 for the latest information ember 31, 2020, or other tax ye		Attachment
artment of the Treasury nal Revenue Service	-	, and ending	, 20 .	Sequence No. 102
first name and initial	Last name	,	Your U.S. taxpayer identifica	tion number, if any
n your resses only if are filing this n by itself and with your tax	Address in country of residence	Address in the Unit	ed States	
rn	Lucka was a ki a w			
	Information		- L	
Current nonim	isa (for example, F, J, M, Q, etc.) and date yomigrant status. If your status has changed, a	also enter date of change ar	nd previous status. Se	e instructions.
Of what count	ry or countries were you a citizen during the	tax year?		
What country	or countries issued you a passport?			
Enter your pas	ssport number(s)			
Enter the actu2020	al number of days you were present in the U 2019 2018	nited States during:		
Enter the num	ber of days in 2020 you claim you can exclu	de for purposes of the subs	tantial presence test	>
	rs and Trainees			
	enter the name, address, and telephone num		,	
you participate	enter the name, address, and telephone nued in during 2020 ▶			
Enter the type	of U.S. visa (J or Q) you held during: ►	2014	2015	
2016	2017 2018 changed, attach a statement showing the n	If the ways are the date it	ne type of visa you hel	d during any
Were you pre	sent in the United States as a teacher, transcription of the Control of the Contr	ainee, or student for any p	part of 2 of the 6 pri	
If you checked	d the "Yes" box on line 8, you cannot exclude Exception explained in the instructions.			
t 🗐 Student				
Enter the nam	e, address, and telephone number of the aca	ademic institution you atten		
in during 2020	e, address, and telephone number of the di	rector of the academic or or	ther specialized progra	am you participated
	of U.S. visa (F, J, M, or Q) you held during:			
2016	20172018 changed, attach a statement showing the n	_ 2019 If tl	ne type of visa you hel	d during any
Were you pres	sent in the United States as a teacher, traine	ee, or student for any part of	of more than 5 calend	
If you checke	d the "Yes" box on line 12, you must pro you do not intend to reside permanently in the	vide sufficient facts on an		
in the United	did you apply for, or take other affirmative s States or have an application pending to United States?	change your status to that	of a lawful permane	nt
	If the "Yes" box on line 13, explain			
Paperwork Reduct	ion Act Notice, see instructions.	Cat. No. 17227H		Form 8843 (2020

onal Athletes e of the charitable sports event(s) in the United States in which you competed during 2020 and the dates of
e(s) and employer identification number(s) of the charitable organization(s) that benefited from the sports
t attach a statement to verify that all of the net proceeds of the sports event(s) were contributed to the charitable listed on line 16.
als With a Medical Condition or Medical Problem
edical condition or medical problem that prevented you from leaving the United States. s.
you intended to leave the United States prior to the onset of the medical condition or medical problem described
you actually left the United States ▶
atement:
Name of taxpayer
leave the United States on the date shown on line 17b because of the medical condition or medical problem ne 17a and there was no indication that his or her condition or problem was preexisting.
ne 17a and there was no indication that his or her condition or problem was preexisting.
Name of physician or other medical official Physician's or other medical official's address and telephone number
Name of physician or other medical official's address and telephone number Physician's or other medical official's signature Date
Name of physician or other medical official Physician's or other medical official's address and telephone number Physician's or other medical official's signature Date Denalties of perjury, I declare that I have examined this form and the accompanying attachments, and, to the best of my knowledge and belief
Name of physician or other medical official Physician's or other medical official's address and telephone number Physician's or other medical official's signature Date Denalties of perjury, I declare that I have examined this form and the accompanying attachments, and, to the best of my knowledge and belief

Scenario 1: Enrique Sato Test Questions

Directions

To answer the following multiple choice questions, refer to the Form 8843 you completed for Enrique Satō.

- **14.** What should Enrique enter on Line 1b?
 - a. Leave blank
 - b. F1 January 1, 2020 H1b
 - c. F1
- **15.** Enrique has to complete Lines 4a and 4b.
 - a. True
 - b. False
- **16.** Enrique only has to complete Part 1 of Form 8843.
 - a. True
 - b. False
- **17.** What is the due date of Enrique's Form 8843 for tax year 2021?
 - a. April 18, 2022
 - b. June 15, 2022
 - c. October 15, 2022
 - d. December 31, 2022

Introduction

This segment of the VITA/TCE certification test includes 7 general and 14 scenario-based multiple choice questions on taxability of income, ITINs, and credits.

Allow approximately 45 minutes to complete this segment.

- **18.** Margarita, who is a nonresident alien and is in the United States in J-1 immigration status, spent \$4,400 on qualifying tuition and educational expenses. She is entitled to claim an education credit on her tax return.
 - a. True
 - b. False
- 19. Ji-yoo received \$73 of dividend income on U.S. stocks she purchased online. She is an international student from Canada in F-1 immigration status. She arrived in the United States in 2020. Ji-yoo's dividend income will be taxed at 30% on Form 1040-NR, Schedule NEC.
 - a. True
 - b. False
- 20. Marie and Nathan are a married nonresident alien couple from France. Both are in the U.S. in F-1 immigration statuses and arrived in 2021. They paid \$3,700 in childcare expenses, while attending school, for their child who was born in the United States and is a U.S. citizen. They are eligible to claim the child and dependent care credit on their Form 1040-NR.
 - a. True
 - b. False
- **21.** Antero is a student in J-1 immigration status from Latvia. He earned \$2,300 in wages in 2021. His wages are reported to him on Form 1042-S (Box 1, Income Code 20). Antero should report these wages on Form 1040-NR, Schedule OI.
 - a. Yes
 - b. No
- **22.** Gus is a student here in J-1 immigration status as of October 15, 2021. Under the terms of his visa, he is permitted to work in the U.S. Gus does **not** qualify for a Social Security number and should apply for an ITIN.
 - a. True
 - b. False

- 23. Elena, in F-1 student immigration status from Romania, is on the basketball team. She arrived in the U.S. on June 18, 2021 on a full athletic scholarship that includes payments for her room and board. The amount of her scholarship for room and board is taxable.
 - a. True
 - b. False
- **24.** Gunther is a student in the U.S. in F-1 immigration status. He arrived from Germany on July 13, 2019. Gunther worked in the bookstore and earned \$2,500 in wages and had federal income tax withholding of \$215. Gunther needs to file Form 1040-NR and Form 8843 for 2021.
 - a. True
 - b. False

Scenario 2: Kim Lee

Use the following information to prepare Form 1040-NR.

- Kim Lee, a citizen of South Korea, came to the United States in F-1 immigration status (number 3344123344) on January 01, 2021.
- He has remained in the country since then and is a full-time student at the local university. Kim, born July 25, 2001, is single. He began working at the university on February 10, 2021.
- He filed the proper withholding and treaty forms with the university payroll office before beginning his job. Since filing these forms correctly, he received a Form 1042-S for the treaty benefit for his wages. Kim was not in the U.S. before and therefore, has not filed an U.S. tax return in any prior year.
- Kim also received a scholarship from the university he was attending. He filed the
 appropriate forms to claim his treaty benefit for the scholarship. Therefore, he received
 a Form 1042-S.
- Kim's address in South Korea is Bldg. 102 Unit 304, Sajik-ro-3-gil (Street) 23, Jongno, Seoul (South Korea) 30174. If he is entitled to a refund, he wants a direct deposit to his checking account. The routing number is 123456789 and the account number is 98765432100. He doesn't want to designate anyone to discuss his return with the IRS. He did not take any affirmative steps to apply for permanent residence in the U.S. Kim's U.S. income will not be taxed in his home country.
- Using the following information (two Forms 1042-S and a Form W-2), complete Kim's federal income tax return. (Kim would also need to file Form 8843, but assume that he has already completed that on his own.)
- After completing the required tax form, review the scenario and resource materials, and answer each of the test questions.

b Employer identification number	er (EIN)			1 Wa	ges, tips, other compensation	2 Federa	al income	tax withheld
XX-XXXXXX					\$8,500.00	<u> </u>		\$800.00
c Employer's name, address, ar	nd ZIP code			3 So	cial security wages	4 Social	security t	ax withheld
STATE UNIVERSITY				5 Me	dicare wages and tips	6 Medic	are tax wi	thheld
122 MAIN STREET								
LINCOLN, IL 62656				7 So	cial security tips	8 Alloca	ted tips	
d Control number				9		10 Deper	ident care	benefits
e Employee's first name and init	ial Last n	ame	Suff.	11 No	nqualified plans	12a See in	nstruction	s for box 12
KIM LEE				13 Stat	utory Retirement Third-party loyee plan sick pay	12b		
245 2ND STREET				L		o d e		
INTERNATIONAL HA	LL			14 Oth	er	12c		
LINCOLN, IL 62656						12d		
•						Code		
f Employee's address and ZIP of	ode					e		
5 State Employer's state ID nur	mber	16 State wages, tips, etc.	17 State incon	ne tax	18 Local wages, tips, etc.	19 Local inc	ome tax	20 Locality name
IL X	(-XXXXXX	\$8,500.00	\$8	0.00				
1								
orm W-2 Wage a	nd Tax Sta	_	208	דר	Department of	of the Treasury	-Internal	Revenue Service

	042-S nt of the Treasury evenue Service	_		.S. Source Inco	uctions a	and the late		on.	20 21		Cop	1545-0096 Dy B cipient
1 Income		3 Chapt	er indicator. E		JINN IDEN		ient's U.S. TI				atus code	0.0.0
code		<u> </u>	otion code	4a Exemption co	de		XXX-XX-X	(XXX	139	g Ch. 4 st	atus code	
20	\$2,000.00			4b Tax rate		13h Recip	ient's GIIN	13i	Recipient's fo	reign tax i		13j LOB code
5 Withho	olding allowance	-		<u> </u>					number, if any	/		
6 Net inc	ome											
7a Feder	ral tax withheld					13k Recip	ient's accour	nt number	•			
				ith the IRS because								
escro	ow procedures were	applied (se	ee instructions)	. Ш	13I Recipi	ent's date of	birth (YY	YYMMDD)			_
	k if withholding occurrency interest .				. 🗆							
8 Tax wit	thheld by other age	ents				14a Primar	y Withholding	Agent's Na	ame (if applicab	ole)		
9 Overwit	hheld tax repaid to re	ecipient pursu	ant to adjustmer	nt procedures (see inst	ructions)							
()	14b Prima	ry Withholdir	ng Agent's		01 1 1		
10 Total	withholding credit	(combine bo	oxes 7a, 8, and	19)					15	Check if p	ro-rata bas	is reporting
						15a Interme	ediary or flow-t	through ent	ity's EIN, if any	15b Ch. 3	status code	15c Ch. 4 status code
11 Tax p	aid by withholding	agent (amo	unts not withh	eld) (see instruction:	s)							
						15d Interm	ediary or flow-	through er	ntity's name			
12a With	nholding agent's Elf		12b Ch. 3 sta	tus code 12c Ch. 4 st	atus code							
12d \\/i+h	holding agent's na				-	15e Interm	ediary or flow		entity's GIIN reign tax iden	tification	number if	any
	UNIVERSITY					131 Oount	y code	139 10	reigir tax ideri	uncation	iumber, ii	carry
			ediary Identific	ation Number (GIIN)	,	15h Addre	ss (number a	and street)			
			,	,	·				,			
12f Cour	ntry code 12	2g Foreign	tax identification	on number, if any		15i City or	town, state	or provinc	e, country, ZI	P or forei	gn postal o	code
12h Add	ress (number and s	street)				16a Payer	's name			1	6b Payer	's TIN
122 MA												
	or town, state or pr	ovince, cou	intry, ZIP or for	eign postal code		16c Payer	's GIIN		160	d Ch. 3 stat	us code 10	Se Ch. 4 status code
	LN, IL 62656					.=						
	ipient's name		13b	Recipient's country	code	1/a State	income tax v		17b Payer's			Name of state
13a Reci				КО	\longrightarrow			0.00	XX-X)	CXXXX	IL	
13a Reci		not)										
13a Reci KIM LE 13c Addr	ress (number and stre	,	אם ואוטוי									
13a Reci KIM LE 13c Addr 245 2N		TERNAT										

Form 1	042-S		_					rce Income S for instructions	-			_	2	02	1			16. 15 ODV	45-0096 • R
	t of the Treasury venue Service	Γ						UNIQUE FORM IDE		$\overline{}$	AMENDE		AMEN	NDMENT	NO.			Recip	
1 Income	2 Gross income	= :	3 Chapte	er indi	cator.	Enter "3	3" or	r "4"	13e F	Reci	pient's U.	S. TIN, if	any		13f	Ch. 3 sta	itus co	de	
code			3a Exemp	tion c	ode	4a	a Exe	emption code							13g	Ch. 4 sta	itus co	de	
16	\$6,000.00	-	3b Tax rat	e		4b	Tax	x rate .	13h F	Reci	pient's GII	N				ign tax id	entificat	tion	13j LOB co
5 Withho	ding allowance													number,	ii any				
6 Net inc	ome																		
7a Feder	al tax withheld								13k	Reci	pient's ac	count nu	mber					•	
	if federal tax with																		
escro	w procedures wer	e a	applied (se	e inst	ruction	s)			13I F	Recip	oient's dat	te of birth	ı (YYY	YMMDD)				
7c Check	if withholding oc	cui	rred in sub	seque	ent yea	r with re	espe	ect to a									Т	\neg	
partne	ership interest .	٠							∟										
8 Tax wit	hheld by other ag	ent	ts						14a F	Prima	ary Withhol	ding Ager	ıt's Nar	ne (if app	licable)			
9 Overwith	held tax repaid to re	ecip	oient pursua	ant to a	ıdjustme	ent proce	edur	es (see instructions)											
()	14b	Prim	ary Withh	olding A	gent's	EIN	45.0			L !	
10 Total	withholding credit	(Cd	ombine bo	xes 7	a, 8, ar	nd 9)									15 0	neck ii pr	o-rata i	basis i	reporting
									15a	Intern	nediary or f	low-throu	gh entit	y's EIN, if	any '	1 5b Ch. 3 s	status coo	de 15	c Ch. 4 status
11 Tax pa	aid by withholding	aç	gent (amou	unts n	ot with	held) (se	ee ir	nstructions)											
									15d	Interr	nediary or	flow-throu	ıgh ent	ity's nam	е				
12a With	holding agent's El	N		12b	Ch. 3 st	atus code	e 1 :	2c Ch. 4 status code											
	XX-XXXXX								15e	Inter	mediary or	flow-thro	ough e	ntity's GI	IN				
12d With	holding agent's na	am	е						15f C	Coun	try code	15	g Fore	eign tax i	identif	ication n	umber	, if an	у
STATE	UNIVERSITY	•																	
12e With	holding agent's G	lob	al Interme	diary	Identifi	cation N	Num	ber (GIIN)	15h /	Addr	ess (numl	ber and s	treet)						
12f Coun	try code 1:	2g	Foreign t	ax ide	ntificat	ion nun	nbei	r, if any	15 i C	City c	r town, st	tate or pr	ovince	, countr	y, ZIP	or foreig	n post	al cod	le
12h Addr	ess (number and	str	eet)						16a l	Paye	r's name					10	6b Pay	yer's ⁻	TIN
122 MA	IN ST																		
12i City o	r town, state or p	rov	rince, cour	ntry, Z	IP or fo	oreign p	osta	al code	16c	Paye	r's GIIN				16d	Ch. 3 statu	s code	16e	Ch. 4 status co
LINCOL	N, IL 62656																		
13a Reci	oient's name				13b	Recipi	ient'	s country code	17a S	State	e income t	tax withh	eld	17b Pa	yer's s	tate tax	no. 1	7c N	ame of state
KIM LE	E						K	(O				0	.00	XX	-XX	CXXX	11	L	
13c Addre	ess (number and str	eet)		-														
245 2N	D STREET, IN	IT	ERNAT	IONA	AL HA	ALL													
13d City	or town, state or p	oro	vince, cou	intry, i	ZIP or f	oreign	post	tal code											

Check only		Single Married filing sep	• •	, ,	arried)	Qualif	ying wide	ow(er) (Q	W)			
one box.		alifying person is a child but not										
Your first name	and r	middle initial	La	st name					Y	our ide	ntifying n	umber
										see instri		
	(numb	per and street or rural route). If yo	ou have a	P.O. box, see ins	structions.			Apt. no.	C	heck if:	=	ridual te or Tru
City, town, or po	ost offi	ce. If you have a foreign address, a	ilso comp	olete spaces below	. State		ZIP cod	le				
Foreign country	y nam	e	Foreig	n province/state/o	county		Foreign	postal c	ode			
At any time dur	ring 20	020, did you receive, sell, send, e	xchange	, or otherwise acc	quire any fir	nancial ir	terest in	any virtu	al curre	ency?	☐ Yes	No
									(4)	' if avalifi	es for (see	inotr \
Dependents see instructions)		(1) First name Last r	name	(2) Deperidentifying			Depender ionship to			ax credit	Credit	for othe
f more than four	,								L	-		<u> </u>
dependents, see										┽—		<u> </u>
nstructions and check here ►	,									┪		
ncome	1a	Wages, salaries, tips, etc. Attac	h Form(s	s) W-2						1a		
Effectively	b	Scholarship and fellowship gran	•	•					ons .	1b		
Connected				(-)			1 1			-		
	С	Total income exempt by a trea	tv from	Schedule OI (Forr	n 1040-NR). Item						
	С	Total income exempt by a treat L, line 1(e)	•	•	n 1040-NR), Item	1c					
With U.S.	с 2а	L, line 1(e)	•	•						2b		
With U.S. Γrade or				•	 b Tax	 xable inte	erest .			2b 3b		
With U.S. Γrade or	2a	L, line 1(e)	2a	•	b Tax	 xable inte dinary div	erest . vidends			-		
With U.S. Γrade or	2a 3a	L, line 1(e)	2a 3a	•	b Tax b Ord b Tax	 xable inte dinary div	erest . vidends nount .			3b		
With U.S. Γrade or	2a 3a 4a	L, line 1(e)	2a 3a 4a 5a		b Tax b Orc b Tax b Tax	 xable inte dinary div xable am	erest . vidends nount .			3b 4b		
With U.S. Γrade or	2a 3a 4a 5a	L, line 1(e)	2a 3a 4a 5a		b Tax b Ord b Tax b Tax	xable inte dinary div xable am xable am	erest . vidends nount . nount .	 	 . <u>.</u>	3b 4b 5b		
With U.S. Γrade or	2a 3a 4a 5a 6	L, line 1(e)	2a 3a 4a 5a) (Form 1040) if re	b Tax b Orc b Tax b Tax b Tax c Tax	xable inte dinary div xable am xable am 	erest . vidends nount . nount .			3b 4b 5b 6		
With U.S. Frade or Business	2a 3a 4a 5a 6	L, line 1(e)	2a 3a 4a 5a) (Form 1040) if re 140), line 9	b Tax b Orc b Tax b Tax b Tax	xable inte dinary div xable am xable am ot require	erest . vidends nount . nount . ed, chec			3b 4b 5b 6 7		
With U.S. Γrade or	2a 3a 4a 5a 6 7	L, line 1(e)	2a 3a 4a 5a) (Form 1040) if re 140), line 9	b Tax b Orc b Tax b Tax b Tax	xable inte dinary div xable am xable am ot require	erest . vidends nount . nount . ed, chec			3b 4b 5b 6 7		
With U.S. Γrade or	2a 3a 4a 5a 6 7 8	L, line 1(e)	2a 3a 4a 5a		b Tax b Ord b Tax b Tax c Tax	xable interdinary dividended in the control of the	erest . vidends nount . nount . ed, chec			3b 4b 5b 6 7		
With U.S. Γrade or	2a 3a 4a 5a 6 7 8 9	L, line 1(e)	2a 3a 4a 5a		b Tax b Ord b Tax b Tax quired. If n	xable intedinary divable am xable am other am other required to the connection of th	erest . vidends nount . nount . ed, chec			3b 4b 5b 6 7		
With U.S. Γrade or	2a 3a 4a 5a 6 7 8 9	L, line 1(e)	2a 3a 4a 5a) (Form 1040) if re 040), line 9	b Tax b Ord b Tax b Tax c Tax	xable intedinary divable am xable am other am other required to the connection of th	vidends nount . nount . ed, chec cetted in			3b 4b 5b 6 7		
With U.S. Γrade or	2a 3a 4a 5a 6 7 8 9 10 a b	L, line 1(e)	2a 3a 4a 5a	0 (Form 1040) if re 040), line 9 8. This is your tot dents of India. See ded	b Tax b Ord b Tax b Tax c Tax	xable interdinary divided in the control of the con	erest . vidends nount . nount . ed, chec . ected in 10a 10b 10c			3b 4b 5b 6 7		
With U.S. Γrade or	2a 3a 4a 5a 6 7 8 9 10 a b	L, line 1(e)	2a 3a 4a 5a	0 (Form 1040) if re 040), line 9	b Tax b Ord b Tax b Tax c Tax	xable interdinary divided in the control of the con	erest . vidends nount . nount . ed, chec . ected in 10a 10b 10c			3b 4b 5b 6 7 8 9		
With U.S. Γrade or	2a 3a 4a 5a 6 7 8 9 10 a b c	L, line 1(e)	2a 3a 4a 5a	0 (Form 1040) if re 1040), line 9	b Tax b Ord b Tax b Tax c Tax	xable interdinary divided in the control of the con	erest . vidends nount . nount . ed, chec . ected in 10a 10b 10c	k here come .		3b 4b 5b 6 7 8 9		
With U.S. Γrade or	2a 3a 4a 5a 6 7 8 9 10 a b c d	L, line 1(e)	2a 3a 4a 5a	0 (Form 1040) if re 1040), line 9	b Tax b Orc b Tax b Tax c Tax	xable interdinary divided in the control of the con	erest . vidends nount . nount . ed, chec . ected in 10a 10b 10c	k here come .		3b 4b 5b 6 7 8 9		
With U.S. Γrade or	2a 3a 4a 5a 6 7 8 9 10 a b c d	L, line 1(e)	2a 3a 4a 5a	D (Form 1040) if re 1040), line 9	b Tax b Orr b Tax b Tax c Tax	xable interdinary divided in the control of the con	erest . vidends nount . nount . ed, chec . ected in 10a 10b 10c	k here come .		3b 4b 5b 6 7 8 9		
With U.S. Γrade or	2a 3a 4a 5a 6 7 8 9 10 a b c d	L, line 1(e)	2a 3a 4a 5a hedule [(Form 10, 7, and line 22 tain residutes eare yours is you hedule # uction. A	D (Form 1040) if re 1040), line 9	b Tax b Orr b Tax b Tax c Tax	xable interdinary divided in the control of the con	erest . vidends nount . nount . ed, chec . ected in 10a 10b 10c . idents of	k here come .		3b 4b 5b 6 7 8 9		
With U.S. Γrade or	2a 3a 4a 5a 6 7 8 9 10 a b c d 11 12	L, line 1(e)	2a 3a 4a 5a	D (Form 1040) if re 1040), line 9	b Tax b Orr b Tax b Tax c Tax	xable interdinary divided in the control of the con	erest . vidends nount . nount . ed, chec cetted in 10a 10b 10c . idents of	k here come .		3b 4b 5b 6 7 8 9		
With U.S. Γrade or	2a 3a 4a 5a 6 7 8 9 10 a b c d 11 12 13a b	L, line 1(e)	2a 3a 4a 5a	O (Form 1040) if re 1940), line 9	b Tax b Orr b Tax b Tax c Tax	xable interdinary divided in the control of the con	erest . vidends nount . nount . ed, chec cetted in 10a 10b 10c . idents of	k here come .		3b 4b 5b 6 7 8 9		

Form 1040-NR (2020)								Page 2
	16	Tax (see instructions). Check if	any from Form	(s): 1 8	814 2 🗌 497	2 3 🗌		16	
	17	Amount from Schedule 2 (Forr	n 1040), line 3					17	
	18	Add lines 16 and 17					[18	
	19	Child tax credit or credit for ot	her dependen	ts			[19	
	20	Amount from Schedule 3 (Form	n 1040), line 7				[20	
	21	Add lines 19 and 20					[21	
	22	Subtract line 21 from line 18. I	f zero or less,	enter -0				22	_
	23a	Tax on income not effectively	connected v	with a U.S. tr	ade or business				_
		from Schedule NEC (Form 104	•			23a			
	b	Other taxes, including self-em line 10			,	23b			
	С	Transportation tax (see instruc	tions)			23c			
	d	Add lines 23a through 23c .					2	23d	
	24	Add lines 22 and 23d. This is y	our total tax				▶ ∟	24	
	25	Federal income tax withheld fr	om:						
	а	Form(s) W-2				25a			
	b	Form(s) 1099				25b			
	С	Other forms (see instructions)				25c			
	d	Add lines 25a through 25c .					2	25d	
	е	Form(s) 8805					2	25e	
	f	Form(s) 8288-A					<u> :</u>	25f	
	g	Form(s) 1042-S					2	25g	
	26	2020 estimated tax payments	and amount a	pplied from 20	019 return			26	
	27	Reserved for future use				27			
	28	Additional child tax credit. Atta	ch Schedule	8812 (Form 10		28			
	29	Credit for amount paid with Fo	rm 1040-C			29			
	30	Reserved for future use				30			
	31	Amount from Schedule 3 (Form	**			31			
	32	Add lines 28 through 31. Thes	e are your tot a	al other paym	ents and refundal	ble credits		32	
	33	Add lines 25d, 25e, 25f, 25g, 2	6, and 32. The	ese are your t o	otal payments .		▶	33	
Refund	34	If line 33 is more than line 24,						34	
	35a	Amount of line 34 you want re	funded to you	J. If Form 8888	. —			35a	
Direct deposit? See instructions.	►b	Routing number			▶ c Type:	Checking	Savings		
See instructions.	▶ d	Account number							
	►e	If you want your refund check enter it here.				s not shown on	page 1,		
	36	Amount of line 34 you want ap				36			
Amount	37	Amount you owe. Subtract lir	e 33 from line	24. For detail	s on how to pay, s	ee instructions .	▶ ∟	37	
You Owe	38	Estimated tax penalty (see ins	ructions) .		•	38			
Third Party Designee	-	ou want to allow another person with the IRS? See instructions	•				Complete be	low.	☐ No
(Other than paid preparer)	Desig	nee's		Phone no. ▶			nal identificat er (PIN)	tion [
Sign		penalties of perjury, I declare that I	have examined		accompanying sched		· ,	best	of my knowledge and
Here		they are true, correct, and complete							
пеге	Your	signature		Date	Your occupation				nt you an Identity
									IN, enter it here
	Dhara			For all and done	_		(see ins	l.) -	
	Phone	e no. arer's name	Preparer's si	Email addres	SS	Date	PTIN		Check if:
Paid	Перс	arer 3 Harrie	i reparer 3 3	griature		Date	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		Self-employed
Preparer	Eirm'r	nama N					Phone no.		☐ Sell-employed
Use Only		s name ► s address ►					Firm's EIN	_	
Go to wayy ire		rm1040NR for instructions and the	latest informa	tion			I IIIII 3 LIIV		rm 1040-NP (2020)
GO to www.irs.	30V/F0I	THE SHOULD INSTRUCTIONS AND THE	, iaicoi iiiiOIIIIa	uon.				FO	rm 1040-NR (2020)

SCHEDULE A (Form 1040-NR)

Itemized Deductions

► Go to www.irs.gov/Form1040NR for instructions and the latest information.
 ► Attach to Form 1040-NR.

OMB No. 1545-0074

2020

Attachment 70

Department of the Treasury Attachment Sequence No. **7A** Caution: If you are claiming a net qualified disaster loss on Form 4684, see instructions for line 7 Internal Revenue Service (99) Name shown on Form 1040-NR Your identifying number **Taxes You** 1a State and local income taxes 1a Paid **b** Enter the smaller of line 1a or \$10,000 (\$5,000 if you checked Married filing separately under 1b Gifts to U.S. Gifts by cash or check. If you made any gift of \$250 or more, see **Charities** 2 Caution: If you Other than by cash or check. If you made any gift of \$250 or more, see instructions. Individuals must attach Form 8283 if line 3 is over made a gift 3 and received a benefit in return, see instructions. Add lines 2 through 4 5 Casualty Casualty and theft loss(es) from a federally declared disaster (other than net qualified and Theft disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See Losses instructions 6 Other Other—from list in instructions. List type and amount ▶ Itemized **Deductions** Total **Itemized** Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on **Deductions** For Paperwork Reduction Act Notice, see the Instructions for Form 1040-NR. Cat. No. 72749E Schedule A (Form 1040-NR) 2020

SCHEDULE NEC (Form 1040-NR)

Tax on Income Not Effectively Connected With a U.S. Trade or Business

2020 Attachment Sequence No. 7B

OMB No. 1545-0074

Department of the Treasury Internal Revenue Service (99)

Copy department of the Treasury Attach to Form 1040-NR.

Name shown on Form 1040-NR Your identifying number Enter **amount of income** under the appropriate rate of tax. See instructions. (d) Other (specify) Nature of Income (a) 10% **(b)** 15% (c) 30% % Dividends and dividend equivalents: Dividends paid by U.S. corporations 1a 1b Dividend equivalent payments received with respect to section 871(m) transactions 1c 2 Interest: 2a 2b 2c 3 4 5 6 7 8 9 Gambling—Residents of Canada only. Enter net income in column (c). If zero or less, enter -0-. Winnings ___ 10c Losses Gambling winnings—Residents of countries other than Canada. 11 Other (specify) ▶ 12 13 Add lines 1a through 12 in columns (a) through (d) 14 Tax on income not effectively connected with a U.S. trade or business. Add columns (a) through (d) of line 14. Enter the total here and on Form 1040-NR, line 23a Capital Gains and Losses From Sales or Exchanges of Property Enter only the capital gains and (a) Kind of property and description (f) LOSS (g) GAIN (b) Date acquired (c) Date sold (d) Sales price (e) Cost or losses from property sales or (if necessary, attach statement of If (e) is more than (d), If (d) is more than (e), mm/dd/yyyy mm/dd/yyyy other basis exchanges that are from sources descriptive details not shown below) subtract (d) from (e). subtract (e) from (d). within the United States and not effectively connected with a U.S. business. Do not include a gain or loss on disposing of a U.S. real property interest; report these gains and losses on Schedule D (Form 1040). Report property sales or exchanges that are effectively connected with a U.S. business 17 Add columns (f) and (g) of line 16 on Schedule D (Form 1040), 18 Capital gain. Combine columns (f) and (g) of line 17. Enter the net gain here and on line 9 above. If a loss, enter -0-18 Form 4797, or both.

SCHEDULE OI (Form 1040-NR)

Department of the Treasury Internal Revenue Service (99)

Name shown on Form 1040-NR

Other Information

► Go to www.irs.gov/Form1040NR for instructions and the latest information.

► Attach to Form 1040-NR.

OMB No. 1545-0074 Attachment Sequence No. **7C**

Your identifying number

► Answer all questions.

А 3					
2	Of what country or countries v				
	In what country did you claim	residence for tax purpose	s during the tax year?		
;	Have you ever applied to be a	green card holder (lawful p	permanent resident) of	the United States?	∐ Yes ∐ No
٠.	Were you ever:				
2.	A green card holder (lawful pe	•			LYes LNo
	If you answer "Yes" to (1) or (2		· ·		
	If you had a visa on the last of immigration status on the last	day of the tax year.			<u> </u>
	Have you ever changed your			n status?	Yes No
	If you answered "Yes," indicate				
	List all dates you entered and		•		
	Note: If you are a resident of				–
	check the box for Canada or	1			_ Mexico
	Date entered United States mm/dd/yy	Date departed United Stat mm/dd/yy	tes Da	te entered United States mm/dd/yy	Date departed United States mm/dd/yy
	ППТ/аа/уу	ППП/ССС/УУ		mm/dd/yy	ППТ/ ССТ/ УУ
				and a section that I had a discount	
	Give number of days (including				
	2018	, 2019	, and 202	20	···
	Did you file a U.S. income tax				
	If "Yes," give the latest year an	na form number you filea	•		
	Are you filing a return for a tru				
	If "Yes," did the trust have a	· ·	•		
	U.S. person, or receive a cont	·			
	Did you receive total compens				∐Yes ∐No
				nanaatian?	□ Vaa □ Na
				pensation?	
	Income Exempt From Tax-I	f you are claiming exempt	ion from income tax u	under a U.S. income tax	
	Income Exempt From Tax—I complete (1) through (3) below	f you are claiming exempt v. See Pub. 901 for more in	ion from income tax to formation on tax treation	under a U.S. income tax es.	treaty with a foreign countr
	Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country,	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art	ion from income tax to formation on tax treation to tax treation to tax treation.	under a U.S. income tax es. nths in prior years you cla	treaty with a foreign countr
	Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art le columns below. Attach Fo	ion from income tax uformation on tax treations ticle, the number of molecular management.	under a U.S. income tax es. nths in prior years you cla e instructions.	treaty with a foreign countrined the treaty benefit, and the
	Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country,	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art le columns below. Attach Fo	ion from income tax to formation on tax treation to tax treation to tax treation.	under a U.S. income tax es. nths in prior years you cla e instructions.	treaty with a foreign count imed the treaty benefit, and t
	Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art le columns below. Attach Fo	ion from income tax uformation on tax treations ticle, the number of molecular management.	under a U.S. income tax es. nths in prior years you cla e instructions.	treaty with a foreign countries imed the treaty benefit, and t
	Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art le columns below. Attach Fo	ion from income tax uformation on tax treations ticle, the number of molecular management.	under a U.S. income tax es. nths in prior years you cla e instructions.	treaty with a foreign countries imed the treaty benefit, and to (d) Amount of exempt
	Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art le columns below. Attach Fo	ion from income tax uformation on tax treations ticle, the number of molecular management.	under a U.S. income tax es. nths in prior years you cla e instructions.	treaty with a foreign countries imed the treaty benefit, and to (d) Amount of exempt
	Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art le columns below. Attach Fo	ion from income tax uformation on tax treations ticle, the number of molecular management.	under a U.S. income tax es. nths in prior years you cla e instructions.	treaty with a foreign countries imed the treaty benefit, and to (d) Amount of exempt
	Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art le columns below. Attach Fo	ion from income tax uformation on tax treations ticle, the number of molecular management.	under a U.S. income tax es. nths in prior years you cla e instructions.	treaty with a foreign countries imed the treaty benefit, and to (d) Amount of exempt
	Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art le columns below. Attach Fo	ion from income tax uformation on tax treations ticle, the number of molecular management.	under a U.S. income tax es. nths in prior years you cla e instructions.	treaty with a foreign countries imed the treaty benefit, and to (d) Amount of exempt
	Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (a) Coun	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty and the columns below. Attach Fountry	ion from income tax unformation on tax treaties ticle, the number of mourm 8833 if required. See (b) Tax treaty article	under a U.S. income tax ess. nths in prior years you cla e instructions. (c) Number of months claimed in prior tax years	treaty with a foreign count imed the treaty benefit, and t
1.	Income Exempt From Tax—Ir complete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (b) Country (c) (c) Total. Enter this amount of exempt income in the country (a) Country (b) Country (c) f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty and the columns below. Attach Fountry	ion from income tax user formation on tax treation on tax treations ticle, the number of mourm 8833 if required. See (b) Tax treaty article	under a U.S. income tax es. In this in prior years you clase instructions. (c) Number of months claimed in prior tax years a or line 1b	treaty with a foreign count imed the treaty benefit, and to (d) Amount of exempt income in current tax year	
2.	Income Exempt From Tax—Ir complete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (b) Total. Enter this amount of Were you subject to tax in a formal complete (1) through (2) through (3) below Enter the name of the country, amount of (a) Country (b) Total.	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty and see columns below. Attach Fountry on Form 1040-NR, line 1c. Expreign country on any of the	formation on tax treatie ticle, the number of mourm 8833 if required. See (b) Tax treaty article	under a U.S. income tax es. In this in prior years you clase instructions. (c) Number of months claimed in prior tax years a or line 1b	treaty with a foreign count imed the treaty benefit, and to (d) Amount of exempt income in current tax year
2.	Income Exempt From Tax—Ircomplete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (b) Total. Enter this amount of Were you subject to tax in a form Are you claiming treaty benefit	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art is columns below. Attach Fountry on Form 1040-NR, line 1c. Expreign country on any of the ts pursuant to a Competent	formation on tax treation formation on tax treation on tax treation on tax treation it. (b) Tax treaty article Do not enter it on line 1 to income shown in 1(d) to Authority determination.	a or line 1b	treaty with a foreign count imed the treaty benefit, and to (d) Amount of exempt income in current tax year
1. 2. 3.	Income Exempt From Tax—Incomplete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (a) Country (b) Total. Enter this amount of Were you subject to tax in a form Are you claiming treaty benefit If "Yes," attach a copy of the complete the country of the country	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art is columns below. Attach Fountry on Form 1040-NR, line 1c. Expreign country on any of the ts pursuant to a Competent	formation on tax treation formation on tax treation on tax treation on tax treation it. (b) Tax treaty article Do not enter it on line 1 to income shown in 1(d) to Authority determination.	a or line 1b	treaty with a foreign countries the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit in
2. 3.	lncome Exempt From Tax—It complete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (a) Country (a) Country (b) Total. Enter this amount of Were you subject to tax in a for Are you claiming treaty benefit If "Yes," attach a copy of the Check the applicable box if:	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty and le columns below. Attach Fountry on Form 1040-NR, line 1c. Expression country on any of the ts pursuant to a Competent Competent Authority deterring the solution of the competent Authority deterring the solution of the competent Authority deterring the solution of the competent Authority deterring the solution of the competent Authority deterring the solution of the competent Authority deterring the solution of the competent Authority deterring the solution of the competent Authority determined to the competent	formation on tax treation formation on tax treation on tax treation on tax treation in the same and the same	a or line 1b	treaty with a foreign count imed the treaty benefit, and to the treaty benefit, and to the treaty benefit, and to the treaty benefit, and to the treaty benefit, and to the treaty benefit, and to the treaty benefit, and to the treaty benefit, and to the treaty benefit, and the treaty benefit be
2. 3.	Income Exempt From Tax—If complete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (a) Country (a) Country (b) Total. Enter this amount of Were you subject to tax in a form the Are you claiming treaty benefit if "Yes," attach a copy of the Check the applicable box if: This is the first year you are more than the complete the country of the countr	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art le columns below. Attach Fountry on Form 1040-NR, line 1c. Expreign country on any of the ts pursuant to a Competent Competent Authority determaking an election to treat in	formation on tax treation formation on tax treation on tax treation on tax treation it. (b) Tax treaty article Do not enter it on line 1 and income shown in 1(d) to Authority determination in the income from real proper	a or line 1b	treaty with a foreign count imed the treaty benefit, and to (d) Amount of exempt income in current tax year. Yes No. Yes No. Catates as effectively connect.
2. 3.	lncome Exempt From Tax—It complete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (a) Country (a) Country (a) Country (a) Country (a) Country (a) Country (a) Country (a) Country (a) Country (a) Country (a) Country (a) Country (a) Country (a) Country (a) Country (a) Country (b) Country (a) Country (b) Country (a) Country (b) Country (c) Cou	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art is columns below. Attach Fountry on Form 1040-NR, line 1c. Expression country on any of the ts pursuant to a Competent Competent Authority determinating an election to treat in under section 871(d). See in	formation on tax treation ticle, the number of movern 8833 if required. See the content of t	a or line 1b above?	treaty with a foreign countries that the treaty benefit, and the treaty benefit and the treaty benefi
 2. 3. 	Income Exempt From Tax—If complete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (a) Country (a) Country (b) Total. Enter this amount of Were you subject to tax in a form the Are you claiming treaty benefit if "Yes," attach a copy of the Check the applicable box if: This is the first year you are more than the complete the country of the countr	f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art is columns below. Attach Fountry on Form 1040-NR, line 1c. Expreign country on any of the its pursuant to a Competent Competent Authority determaking an election to treat in under section 871(d). See in a previous year that has	tion from income tax upper tax to the formation on tax treative ticle, the number of mourm 8833 if required. See the following t	a or line 1b	treaty with a foreign count imed the treaty benefit, and to the treaty benefit, and to the treaty benefit, and to the treaty benefit, and to the treaty benefit, and to the treaty benefit, and to the treaty benefit, and to the treaty benefit to the treaty benefit to the treaty benefit to the treaty benefit to the treaty benefit to the treaty benefit to the treaty benefit to the treaty benefit to the treaty benefit to the treaty benefit to the treaty benefit to the treaty benefit to the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit, and the treaty benefit to the trea

Directions

	pleted for Kim Lee.
25.	What amount is entered on the line for wages, salaries, tips, etc. on Form 1040-NR
	a. \$2,000
	b. \$6,000
	c. \$8,500
26 . \	What is on the line for Adjusted Gross Income (AGI) on Form 1040-NR?
	a. \$0
	b. \$2,000
	c. \$6,000
	d. \$8,500
27.	What is on the line for Itemized Deductions on Form 1040-NR?
	a. \$0
	b. \$80
	c. \$7,920
	d. \$8,000
28.	What is the amount on the line for taxable income on Form 1040-NR?
	a. \$0
	b. \$1,920
	c. \$5,920
	d. \$8,420
29.	Is \$8,000 the total amount entered into Income Exempt from Treaty in Schedule OI
	a. Yes
	b. No

Use the following information to prepare Form 1040-NR.

- Rudra Khatri, a citizen of India, came to the United States as a student. He entered
 in F-1 immigration status (visa number 88779914) on September 1, 2017. He has
 remained in the country since then and is a full-time student at the local university.
- Rudra was born on July 30, 2000, and is single. He filed the proper treaty and with-holding forms with the university payroll office. Rudra has filed a U.S. tax return Form 1040-NR in 2020. His address in India is B block, GK II, New Delhi South, Delhi NCR, India.
- If he is entitled to a refund, he wants it mailed to him. He doesn't want to designate anyone else to discuss his return with the IRS. Rudra has not taken any steps to apply for permanent residence in the U.S.
- He will not be taxed in his home country on the income he has from the U.S. Using the following Form W-2, prepare Rudra's federal income tax return. (He has already completed his Form 8843.)
- Rudra received \$25 in bank interest from an account he opened with money from his parents, this money is not connected with a U.S. trade or business.
- He owed additional State Income tax when he filed his taxes last year. He mailed a payment of \$85 on April 1, 2020 to his state.
- He donated \$100 to the American Red Cross as a charitable contribution.
- After completing the required tax form, review the scenario and resource materials, and answer each of the test questions.

	a Employe	e's social security number	OMB No. 154		Safe, accurate, FAST! Use	≁file	Visit th	e IRS website at s.gov/efile
Employer identification num	ber (EIN)			1 Wag	ges, tips, other compensation	2 Fede	ral income	tax withheld
XX-XXXXX					\$22,350.0	0		\$2,700.00
Employer's name, address,	and ZIP code			3 Soc	cial security wages	4 Soci	al security to	ax withheld
FIRST UNIVERSITY				5 Med	dicare wages and tips	6 Med	care tax wi	hheld
486 MAIN STREET								
TOWN, NY 14200				7 Soc	cial security tips	8 Alloc	ated tips	
Control number				9		10 Depe	endent care	benefits
Employee's first name and in	nitial Last	name	Suff.	11 Nor	nqualified plans	12a See	instructions	s for box 12
RUDRA KHATRI				13 Statu	utory Retirement Third-party oyee plan sick pay	12b	1	
22 INDIA BLVD				14 Oth	er	12c		
TOWN, NY 14200						C d	1	
						12d		
						o d e		
Employee's address and ZIP		1						
5 State Employer's state ID n		16 State wages, tips, etc.			18 Local wages, tips, etc.	19 Local in	come tax	20 Locality name
NY >	XXXXXXX	\$22,350.00	\$1,	050.00	 			-
m W-2 Wage	and Tax Sta	atement	201	21	Department of	of the Treasu	ry-Internal	Revenue Servic
ppy B—To Be Filed With	Employee's EE	DERAL Tay Return						

`` I I		Single Married filing separate of the QW box, enter the		-	ried)	Qualify	ing wido	w(er) (QW)			
Check only one box.	dr	alifying person is a child but not y	our depender	nt ▶							
our first name	and	middle initial	Last nar	me							tifying number
									(see i	instru	ıctions)
									ļ.,		
nome address	(num	ber and street or rural route). If yo	u nave a P.O.	box, see inst	ructions.			Apt. no.	Chec	K IT:	Individual Estate or Tri
City town or po	ost off	ice. If you have a foreign address, a	lso complete s	naces below	State		ZIP code	9			Estate of Th
эм у, тот т, от р				,pa000 20.0111	O.a.o		000.				
oreign countr	y nam	e	Foreign prov	vince/state/co	ounty		Foreign	postal cod	e		
At any time dui	ring 2	020, did you receive, sell, send, ex	xchange, or of	therwise acqu	uire any fin	ancial int	erest in a	any virtual	currency	?	☐ Yes ☐ N
									(4) • / if a	uolific	es for (see instr.):
Dependents see instructions)				(2) Depen			ependen	r's	hild tax cr		Credit for othe
occ instructions,	<u> </u>	(1) First name Last n	ame	identifying r	number	relatio	nship to	you	TIIIU tax cr	euit	dependents
f more than fou	r 🖳										
lependents, see											
nstructions and heck here ►											
	<u> </u>	\\\	ь Г(-\ \\ О	`						4 -	
ncome	1a	Wages, salaries, tips, etc. Attack Scholarship and fellowship gran	. ,							1a 1b	
Effectively	b	Total income exempt by a treat		. ,	•	1	300	i istruction:	· '	ID	
Connected With U.S.	С	L, line 1(e)	•	uie Oi (Form	1040-NH	, item	1c				
rade or	2a	Tax-exempt interest	2a		h Tax	able inte				2b	
Business	3a	Qualified dividends	3a							3b	
Juo						ılı lal v ülvi	idenas .				
	4a	IRA distributions	4a		1	able amo				4b	
	4a 5a	IRA distributions Pensions and annuities	4a 5a		b Tax	•	ount		. 4	-	
		Pensions and annuities			b Tax b Tax	able amo	ount		. 4	4b	
	5a	Pensions and annuities	5a		b Tax b Tax	able amo	ount ount		. 4	4b 5b	
	5a 6	Pensions and annuities Reserved for future use	5a 	m 1040) if req	b Tax b Tax 	able amo able amo ot require	ount ount d, check		. 4	4b 5b 6	
	5a 6 7	Pensions and annuities Reserved for future use Capital gain or (loss). Attach Scl	5a	m 1040) if req ine 9	b Tax b Tax uired. If no	able amo able amo ot require	ount ount d, check		. 5	4b 5b 6	
	5a 6 7 8	Pensions and annuities Reserved for future use Capital gain or (loss). Attach Scl Other income from Schedule 1 (Add lines 1a, 1b, 2b, 3b, 4b, 5b, Adjustments to income:	5a	m 1040) if req ine 9 s is your tota	b Tax b Tax uired. If no	able amo	ount ount d, check cted inc		. 5	4b 5b 6 7	
	5a 6 7 8 9 10 a	Pensions and annuities . Reserved for future use . Capital gain or (loss). Attach Scl Other income from Schedule 1 (Add lines 1a, 1b, 2b, 3b, 4b, 5b, Adjustments to income: From Schedule 1 (Form 1040), li	5a		b Tax b Tax uired. If no I effective	able amo	ount		. 5	4b 5b 6 7	
	5a 6 7 8 9 10 a b	Pensions and annuities . Reserved for future use . Capital gain or (loss). Attach Scl Other income from Schedule 1 (Add lines 1a, 1b, 2b, 3b, 4b, 5b, Adjustments to income: From Schedule 1 (Form 1040), li Charitable contributions for cert	hedule D (Form 1040), li, 7, and 8. This ine 22	m 1040) if req ine 9 s is your tota of India. See	b Tax b Tax uired. If no I effective	able amo	ount		. 5	4b 5b 6 7	
	5a 6 7 8 9 10 a b	Pensions and annuities . Reserved for future use . Capital gain or (loss). Attach Scl Other income from Schedule 1 (Add lines 1a, 1b, 2b, 3b, 4b, 5b, Adjustments to income: From Schedule 1 (Form 1040), li Charitable contributions for cert Scholarship and fellowship gran	hedule D (Form 1040), li , 7, and 8. This ine 22	m 1040) if req ine 9 s is your tota of India. See	b Tax b Tax juired. If no I effective instruction	able amo	ount		. 4	4b 5b 6 7 8 9	
	5a 6 7 8 9 10 a b c	Pensions and annuities Reserved for future use	hedule D (Form 1040), li , 7, and 8. This ine 22	m 1040) if requine 9 s is your tota of India. See	b Tax b Tax I effective	able amo	ount	here . P	. 4 . 5 	4b 5b 6 7 8 9	
	5a 6 7 8 9 10 a b c d	Pensions and annuities	hedule D (Form 1040), li , 7, and 8. This ine 22	m 1040) if require 9 s is your tota	b Tax b Tax uuired. If no I effective instructior nts to inc income	able amo	ount	here . •	 4 € 1 1 1 1 	4b 5b 6 7 8 9	
	5a 6 7 8 9 10 a b c	Pensions and annuities . Reserved for future use . Capital gain or (loss). Attach Scl Other income from Schedule 1 (Add lines 1a, 1b, 2b, 3b, 4b, 5b, Adjustments to income: From Schedule 1 (Form 1040), li Charitable contributions for cert Scholarship and fellowship gran Add lines 10a through 10c. Thes Subtract line 10d from line 9. The Itemized deductions (from Sch	hedule D (Form 1040), li , 7, and 8. This ine 22	m 1040) if require 9 s is your tota	b Tax b Tax	able amo	ount	here . •	. 4 5 5	4b 5b 6 7 8 9	
	5a 6 7 8 9 10 a b c d	Pensions and annuities Reserved for future use	hedule D (Form (Form 1040), li , 7, and 8. This ine 22 ain residents of the early our too his is your adjuncted by the court of	m 1040) if require 9 s is your tota of India. See tal adjustme usted gross im 1040-NR))	b Tax b Tax	able amo	ount	here . •	. 4 5 5	4b 5b 6 7 8 9	
	5a 6 7 8 9 10 a b c d 11 12	Pensions and annuities Reserved for future use	hedule D (Form 1040), li , 7, and 8. This ine 22	m 1040) if require 9 s is your tota	b Tax b Tax uired. If no I effective instructior nts to inc income or, for cer r Form 898	able amo	ount	here . •	. 4 5 5	4b 5b 6 7 8 9	
	5a 6 7 8 9 10 a b c d 11 12	Pensions and annuities Reserved for future use	hedule D (Form 1040), li , 7, and 8. This ine 22	m 1040) if require 9 s is your tota	b Tax b Tax uired. If no I effective instructior nts to inc income or, for cer r Form 898	able amo	ount	here . • ome ndia, stan	4 5 5 1 1 1 1 1 1 1 1	4b 5b 6 7 8 9	
	5a 6 7 8 9 10 a b c d 11 12	Pensions and annuities . Reserved for future use . Capital gain or (loss). Attach Scl Other income from Schedule 1 (Add lines 1a, 1b, 2b, 3b, 4b, 5b, Adjustments to income: From Schedule 1 (Form 1040), li Charitable contributions for cert Scholarship and fellowship gran Add lines 10a through 10c. The Subtract line 10d from line 9. The Itemized deductions (from Scheduction. See instructions . Qualified business income deductions for estates and trus Add lines 13a and 13b	hedule D (Form 1040), li , 7, and 8. This ine 22	m 1040) if require 9	b Tax b Tax uired. If no I effective instructior nts to inc income or, for cer r Form 899.	able amo	ount	here . • ome ndia, stan	4 5 5 1 1 1 1 1 1 1 1	4b 5b 6 7 8 9 0d 111 12	

Form 1040-NR (2020)							Page 2
	16	Tax (see instructions). Check if	any from Form	(s): 1 8	814 2 497	2 3 🗌	16	
	17	Amount from Schedule 2 (Form	n 1040), line 3				17	
	18	Add lines 16 and 17					18	
	19	Child tax credit or credit for ot	her dependen	ts			19	
	20	Amount from Schedule 3 (Form	n 1040), line 7				20	
	21	Add lines 19 and 20					21	
	22	Subtract line 21 from line 18. I	f zero or less,	enter -0			22	
	23a	Tax on income not effectivel from Schedule NEC (Form 104	•			23a		
	b	Other taxes, including self-emline 10			, , , , , , , , , , , , , , , , , , , ,	23b		
	С	Transportation tax (see instruc	ctions)			23c		
	d	Add lines 23a through 23c .					23d	1
	24	Add lines 22 and 23d. This is y	our total tax				🕨 24	
	25	Federal income tax withheld fr	om:					
	а	Form(s) W-2				25a		
	b	Form(s) 1099				25b		
	С	Other forms (see instructions)				25c		
	d	Add lines 25a through 25c .					25 d	1
	е	Form(s) 8805					25 e	
	f	Form(s) 8288-A					25f	
	g	Form(s) 1042-S					25 g	<u> </u>
	26	2020 estimated tax payments		• •			26	
	27	Reserved for future use				27		
	28	Additional child tax credit. Atta		•	,	28		
	29	Credit for amount paid with Fo				29		
	30	Reserved for future use				30		
	31	Amount from Schedule 3 (Form	**			31		
	32	Add lines 28 through 31. Thes	=					
Refund	33	Add lines 25d, 25e, 25f, 25g, 2		-				-
Refund	34	If line 33 is more than line 24,					_	
Divost doposit?	35a	Amount of line 34 you want re	iunaea to yot	J. II FOIIII 000	▶ c Type:		Savings 35a	
Direct deposit? See instructions.	►b ►d	Routing number Account number		+++	Crype.		Savings	
	►e	If you want your refund check				es not shown on	page 1,	
	36	enter it here. Amount of line 34 you want ap	nlied to your	2021 estima	ted tax . ▶	36		
Amount	37	Amount you owe. Subtract lin					. ▶ 37	
You Owe	38	Estimated tax penalty (see ins				38		
Third Party		ou want to allow another person with the IRS? See instructions	on (other than	your paid pr	eparer) to discuss	this	Complete below	/.
Other than paid preparer)	Desig name	nee's		Phone no. ▶			nal identification er (PIN)	!
Sign		penalties of perjury, I declare that I	have examined		accompanying sched		, ,	est of my knowledge and
Here		they are true, correct, and complete						
пеге	Your	signature		Date	Your occupation		Protection	sent you an Identity PIN, enter it here
	<u> </u>						(see inst.)	<u> </u>
	Phon			Email addre	SS		DTIN	T
Paid	Prepa	arer's name	Preparer's si	gnature		Date	PTIN	Check if:
Preparer							-	Self-employed
Use Only		s name ► s address ►					Phone no.	
0- +							Firm's EIN ►	5 4040 ND (0000)
Go to www.irs.	gov/Foi	m1040NR for instructions and the	e latest informa	tion.				Form 1040-NR (2020)

SCHEDULE A (Form 1040-NR)

Itemized Deductions

► Go to www.irs.gov/Form1040NR for instructions and the latest information.

2020

OMB No. 1545-0074

xes You id State and local income taxes 1a	Axes You id b State and local income taxes	epartment of the Tre ernal Revenue Sen		Caution: If you are claiming a net qualified disaster loss on Form 4684,	see in:	struction	ns for line 7.		Attachment Sequence No.	7A
id b Enter the smaller of line 1 a or \$10,000 (\$5,000 if you checked Married filling separately under Filling Status on page 1 of Form 1040-NR) Its to U.S. sarities 2 Gifts by cash or check. If you made any gift of \$250 or more, see instructions 3 Other than by cash or check. If you made any gift of \$250 or more, see instructions. Individuals must attach Form 8283 if line 3 is over \$500 . 4 Carryover from prior year 4 Carryover from prior year 4 Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 7 Other—from list in instructions. List type and amount Other—from list in instructions. List type and amount 7 Other—from list in instructions List type and amount Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	b Enter the smaller of line 1a or \$10,000 (\$5,000 if you checked Married filing separately under Filing Status on page 1 of Form 1040-NR). 1b 1ts to U.S. arrities 2 Gifts by cash or check. If you made any gift of \$250 or more, see instructions 3 Other than by cash or check. If you made any gift of \$250 or more, see instructions. Individuals must attach Form 8283 if line 3 is over \$500. 4 Carryover from prior year 4 Carryover from prior year 5 Add lines 2 through 4 5 Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 7 Other—from list in instructions. List type and amount 6 Other—from list in instructions. List type and amount 7 Other—from list in instructions List type and amount 7 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12			1 3 1						
id b Enter the smaller of line 1 a or \$10,000 (\$5,000 if you checked Married filling separately under Filling Status on page 1 of Form 1040-NR) Its to U.S. sarities 2 Gifts by cash or check. If you made any gift of \$250 or more, see instructions 3 Other than by cash or check. If you made any gift of \$250 or more, see instructions. Individuals must attach Form 8283 if line 3 is over \$500 . 4 Carryover from prior year 4 Carryover from prior year 4 Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 7 Other—from list in instructions. List type and amount Other—from list in instructions. List type and amount 7 Other—from list in instructions List type and amount Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	b Enter the smaller of line 1a or \$10,000 (\$5,000 if you checked Married filing separately under Filing Status on page 1 of Form 1040-NR). 1b 1ts to U.S. arrities 2 Gifts by cash or check. If you made any gift of \$250 or more, see instructions 3 Other than by cash or check. If you made any gift of \$250 or more, see instructions. Individuals must attach Form 8283 if line 3 is over \$500. 4 Carryover from prior year 4 Carryover from prior year 5 Add lines 2 through 4 5 Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 7 Other—from list in instructions. List type and amount 6 Other—from list in instructions. List type and amount 7 Other—from list in instructions List type and amount 7 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12									
b Enter the smaller of line 1a or \$10,000 (\$5,000 if you checked Married filling separately under Filling Status on page 1 of Form 1040-NR) 1b Ifts to U.S. parities 2 Gifts by cash or check. If you made any gift of \$250 or more, see instructions 3 Other than by cash or check. If you made any gift of \$250 or more, see instructions. Individuals must attach Form 8283 if line 3 is over \$500. 4 Carryover from prior year 4 Caryover from prior year 5 Add lines 2 through 4 5 Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 6 Other—from list in instructions. List type and amount 7 Other—from list in instructions. List type and amount 7 Other—from list in instructions. List type and amount 7 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	b Enter the smaller of line 1a or \$10,000 (\$5,000 if you checked Married filling separately under Filling Status on page 1 of Form 1040-NR) 1b 1cts to U.S. arrities 2 Gifts by cash or check. If you made any gift of \$250 or more, see instructions 3 Other than by cash or check. If you made any gift of \$250 or more, see instructions. Individuals must attach Form 8283 if line 3 is over \$500. 4 Carryover from prior year 4 Carryover from prior year 5 Add lines 2 through 4 5 Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 6 Other—from list in instructions. List type and amount 7 Other—from list in instructions. List type and amount 7 Other—from list in instructions. List type and amount 7 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	axes You aid	1a	State and local income taxes	1a					
tits to U.S. parities 2 Glifts by cash or check. If you made any gift of \$250 or more, see instructions 3 Other than by cash or check. If you made any gift of \$250 or more, see instructions. Individuals must attach Form 8283 if line 3 is over \$500 \cdot \	tito U.S. arities 2 Giffs by cash or check. If you made any gift of \$250 or more, see instructions		b	Enter the smaller of line 1a or \$10,000 (\$5,000 if you checked Married Filing Status on page 1 of Form 1040-NR)	l filing	separat	tely under	1b		
see instructions. Individuals must attach Form \$283 if line 3 is over \$500	de a gift l'received enefit in genefit in group in group gr	fts to U.S. narities	2	Gifts by cash or check. If you made any gift of \$250 or more, see						
enefit in urn, see tructions. 5 Add lines 2 through 4	enefit in urn, see ructions. 5 Add lines 2 through 4	ution: If you ade a gift	3	see instructions. Individuals must attach Form 8283 if line 3 is over	3					
tructions. 5 Add lines 2 through 4	ructions. 5 Add lines 2 through 4	enefit in	4							
Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions Other—from list in instructions. List type and amount Total mized aductions Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	Sualty d Theft disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions	structions.	5	Add lines 2 through 4				5		
tal mized add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	mized ductions 7 tal mized and the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	asualty nd Theft osses	6	disaster losses). Attach Form 4684 and enter the amount from line	18 c	of that f	orm. See	6		
tal mized 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	tal mized 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	ther emized eductions	7	······································						
tal mized 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	tal mized 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on form 1040-NR, line 12									
tal mized 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	tal mized 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on form 1040-NR, line 12									
mized aductions 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	tal mized ductions Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12									
Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12							7		
1 OIII 1040-1011, lille 12	1 OIII 1040-1011, iii e 12	otal emized eductions	8							
Paperwork Reduction Act Notice, see the Instructions for Form 1040-NR. Cat. No. 72749E Schedule A (Form 1040-NR)	Paperwork Reduction Act Notice, see the Instructions for Form 1040-NR. Cat. No. 72749E Schedule A (Form 1040-NR)			·						_

VITA/TCE Foreign Student Test

219

SCHEDULE NEC (Form 1040-NR)

Department of the Treasury

Internal Revenue Service (99)

Tax on Income Not Effectively Connected With a U.S. Trade or Business

► Go to www.irs.gov/Form1040NR for instructions and the latest information.

► Attach to Form 1040-NR.

OMB No. 1545-0074

2020 Attachment Sequence No. 7B

Name shown on Form 1040-NR Your identifying number Enter amount of income under the appropriate rate of tax. See instructions. (d) Other (specify) **Nature of Income** (a) 10% **(b)** 15% (c) 30% % 1 Dividends and dividend equivalents: a Dividends paid by U.S. corporations 1a 1b Dividend equivalent payments received with respect to section 871(m) transactions 1c 2 Interest: 2b 2c 3 4 4 5 6 6 7 7 9 Gambling-Residents of Canada only. Enter net income in column (c). If zero or less, enter -0-. Winnings ____ 10c b 11 Gambling winnings—Residents of countries other than Canada. 11 Other (specify) ▶ 12 12 13 13 Add lines 1a through 12 in columns (a) through (d) 14 Tax on income not effectively connected with a U.S. trade or business. Add columns (a) through (d) of line 14. Enter the total here and on Form 1040-NR, line 23a Enter only the capital gains and losses from property sales or

Enter only the capital gains and losses from property sales or exchanges that are from sources within the United States and not effectively connected with a U.S. business. Do not include a gain or loss on disposing of a U.S. real property interest; report these gains and losses on Schedule D (Form 1040).

Report property sales or exchanges that are effectively connected with a U.S. business on Schedule D (Form 1040), Form 4797. or both.

	Capital Gains an	d Losses From	Sales or Excha	nges of Propert	ty		
16	(a) Kind of property and description (if necessary, attach statement of descriptive details not shown below)	(b) Date acquired mm/dd/yyyy	(c) Date sold mm/dd/yyyy	(d) Sales price	(e) Cost or other basis	(f) LOSS If (e) is more than (d), subtract (d) from (e).	(g) GAIN If (d) is more than (e), subtract (e) from (d).
17	Add columns (f) and (g) of line 16 .				17	()	
18	Capital gain. Combine columns (f) and	(g) of line 17. Ente	er the net gain here	e and on line 9 abo	ove. If a loss, ente	r -0 ▶ 18	

For Paperwork Reduction Act Notice, see the Instructions for Form 1040-NR.

Cat. No. 72752B

Schedule NEC (Form 1040-NR) 2020

SCHEDULE OI (Form 1040-NR)

Other Information

► Go to www.irs.gov/Form1040NR for instructions and the latest information.

► Attach to Form 1040-NR.

2020 Attachment Sequence No. 7C

OMB No. 1545-0074

Department of the Treasury Internal Revenue Service (99)

► Answer all questions.

	nown on Form 1040-NR				
_	Of what country or countries v	were you a citizen or nation:	al during the tax vear?	<u> </u>	
	In what country did you claim	residence for tax nurnose	s during the tax year?		
					Yes
	Were you ever:	green card noider (lawrui p	dermanent resident, or	the Office Otates: .	
4	A U.S. citizen?				Yes No
	A green card holder (lawful pe				
۷.	If you answer "Yes" to (1) or (2)				res ino
	If you had a visa on the last of immigration status on the last of immigration status on the last of t	day of the tax year, enter y day of the tax year.	our visa type. If you o	lid not have a visa, ente	er your U.S.
	Have you ever changed your v	visa type (nonimmigrant sta	tus) or U.S. immigratio	on status?	□ Yes □ No
	If you answered "Yes," indicate	te the date and nature of the	e change ►		
	List all dates you entered and				
	Note: If you are a resident of check the box for Canada or				nt intervals, ☐ Mexico
	Date entered United States mm/dd/yy	Date departed United Stat mm/dd/yy		ate entered United States mm/dd/yy	Date departed United States mm/dd/yy
	Give number of days (including	vacation, nonworkdays, and	d partial days) you were	e present in the United St	ates during:
	2018				
	Did you file a U.S. income tax	return for any prior year?.			Yes . No
	If "Yes," give the latest year a	nd form number you filed	•		
	Are you filing a return for a tru				
		st?			Tyes No
	, ,				∟ Yes ∟ No
	If "Yes," did the trust have a	U.S. or foreign owner unde	r the grantor trust rule	es, make a distribution	Yes
	If "Yes," did the trust have a U.S. person, or receive a cont	U.S. or foreign owner under ribution from a U.S. person	er the grantor trust rule?	es, make a distribution	or loan to a
	If "Yes," did the trust have a	U.S. or foreign owner unde ribution from a U.S. person sation of \$250,000 or more	er the grantor trust rule??	es, make a distribution	
[If "Yes," did the trust have a U.S. person, or receive a cont Did you receive total compens If "Yes," did you use an altern	U.S. or foreign owner under ribution from a U.S. person sation of \$250,000 or more ative method to determine for you are claiming exempt	er the grantor trust rule??during the tax year?.the source of this comion from income tax	es, make a distribution of the control of the contr	
	If "Yes," did the trust have a U.S. person, or receive a cont Did you receive total compens If "Yes," did you use an altern Income Exempt From Tax—I complete (1) through (3) below	U.S. or foreign owner under ribution from a U.S. person sation of \$250,000 or more ative method to determine f you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art	er the grantor trust rule??during the tax year?.the source of this comion from income tax formation on tax treaticicle, the number of mo	es, make a distribution of the state of the	or loan to a
1.	If "Yes," did the trust have a U.S. person, or receive a cont Did you receive total compens If "Yes," did you use an altern Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country,	U.S. or foreign owner under ribution from a U.S. person sation of \$250,000 or more ative method to determine for you are claiming exemptive. See Pub. 901 for more in the applicable tax treaty article columns below. Attach Fo	er the grantor trust rule??during the tax year?.the source of this comion from income tax formation on tax treaticicle, the number of mo	es, make a distribution of the state of the	or loan to a
	If "Yes," did the trust have a U.S. person, or receive a cont Did you receive total compens If "Yes," did you use an altern Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the	U.S. or foreign owner under ribution from a U.S. person sation of \$250,000 or more ative method to determine for you are claiming exemptive. See Pub. 901 for more in the applicable tax treaty article columns below. Attach Fo	er the grantor trust rule??during the tax year?. the source of this comion from income tax formation on tax treaticle, the number of more medium 8833 if required. Se	pensation? under a U.S. income ta es. onths in prior years you ce instructions.	or loan to a
	If "Yes," did the trust have a U.S. person, or receive a cont Did you receive total compens If "Yes," did you use an altern Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the	U.S. or foreign owner under ribution from a U.S. person sation of \$250,000 or more ative method to determine for you are claiming exemptive. See Pub. 901 for more in the applicable tax treaty article columns below. Attach Fo	er the grantor trust rule??during the tax year?. the source of this comion from income tax formation on tax treaticle, the number of more medium 8833 if required. Se	pensation? under a U.S. income ta es. onths in prior years you ce instructions.	or loan to a
	If "Yes," did the trust have a U.S. person, or receive a cont Did you receive total compens If "Yes," did you use an altern Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in th	U.S. or foreign owner underibution from a U.S. person sation of \$250,000 or more ative method to determine if you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty article columns below. Attach Fountry	er the grantor trust rule?	es, make a distribution of the pensation? under a U.S. income tales. onths in prior years you ce instructions. (c) Number of months claimed in prior tax years	or loan to a
1.	If "Yes," did the trust have a U.S. person, or receive a cont Did you receive total compens If "Yes," did you use an altern Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (a) Country (b) Total. Enter this amount of exempt income in the country (b) Country (c) Total.	U.S. or foreign owner underibution from a U.S. person sation of \$250,000 or more ative method to determine of you are claiming exempt by See Pub. 901 for more in the applicable tax treaty article columns below. Attach Fountry	er the grantor trust rule?	appensation? Inpensation? Inpensation. In	or loan to a
1.	If "Yes," did the trust have a U.S. person, or receive a cont Did you receive total compens If "Yes," did you use an altern Income Exempt From Tax—Ircomplete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (b) Country (c) Total. Enter this amount of Were you subject to tax in a formal country (c) Total.	U.S. or foreign owner underibution from a U.S. person sation of \$250,000 or more ative method to determine if you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty article columns below. Attach Fountry	er the grantor trust rule??	a or line 1b	or loan to a
1.	If "Yes," did the trust have a U.S. person, or receive a cont Did you receive total compens If "Yes," did you use an altern Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (a) Country (b) Total. Enter this amount of exempt income in the country (b) Country (c) Total.	U.S. or foreign owner underibution from a U.S. person sation of \$250,000 or more ative method to determine if you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art le columns below. Attach Fountry	er the grantor trust rule?	a or line 1b	or loan to a Yes No Yes No Yes No
1. 2. 3.	If "Yes," did the trust have a U.S. person, or receive a cont Did you receive total compens If "Yes," did you use an altern Income Exempt From Tax—I complete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Country (b) Country (c) Total. Enter this amount of Were you subject to tax in a fed Are you claiming treaty benefit	U.S. or foreign owner underibution from a U.S. person sation of \$250,000 or more ative method to determine if you are claiming exempt v. See Pub. 901 for more in the applicable tax treaty art le columns below. Attach Fountry	er the grantor trust rule?	a or line 1b	or loan to a
1. 2. 3.	If "Yes," did the trust have a U.S. person, or receive a cont Did you receive total compens If "Yes," did you use an altern Income Exempt From Tax—Ircomplete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Coulomb (b) (a) Coulomb (c) Total. Enter this amount of Were you subject to tax in a for Are you claiming treaty benefit "Yes," attach a copy of the Check the applicable box if:	U.S. or foreign owner under ribution from a U.S. person sation of \$250,000 or more ative method to determine of you are claiming exempt by See Pub. 901 for more in the applicable tax treaty art the columns below. Attach Fountry on Form 1040-NR, line 1c. Expreign country on any of the tax pursuant to a Competent Competent Authority determinating an election to treat in	during the tax year? . the source of this comion from income tax formation on tax treaticile, the number of morm 8833 if required. Se (b) Tax treaty article Do not enter it on line 1 income shown in 1(did to Authority determination letter to your acome from real proper	a or line 1b	or loan to a
1. 2. 3.	If "Yes," did the trust have a U.S. person, or receive a cont Did you receive total compens If "Yes," did you use an altern Income Exempt From Tax—Ircomplete (1) through (3) below Enter the name of the country, amount of exempt income in the (a) Coulomb (a) Coulomb (b) Coulomb (c) Total. Enter this amount of Were you subject to tax in a fear you claiming treaty benefit If "Yes," attach a copy of the Check the applicable box if: This is the first year you are mouth a U.S. trade or business if	U.S. or foreign owner under ribution from a U.S. person sation of \$250,000 or more ative method to determine of you are claiming exemptive. See Pub. 901 for more in the applicable tax treaty article columns below. Attach Fountry on Form 1040-NR, line 1c. Expreign country on any of the tax pursuant to a Competent Competent Authority determinating an election to treat in under section 871(d). See ir n a previous year that has	cer the grantor trust rule??	pensation? under a U.S. income ta es. onths in prior years you ce instructions. (c) Number of months claimed in prior tax year a or line 1b	or loan to a Yes No Yes No Yes No Yes No Yes No Xet treaty with a foreign country Claimed the treaty benefit, and the ready benefit, and the ready benefit income in current tax year Yes No Yes No Yes No Yes No Yes No

Directions

To answer the following questions, refer to the Form 1040-NR you completed for Rudra Khatri.

- 30. What amount is entered for wages, salaries, tips, etc. on Form 1040-NR?
 - a. \$25,200
 - b. \$22,375
 - c. \$22,350
 - d. \$17,350
- 31. What amount is entered on the itemized deductions line on Form 1040-NR?
 - a. \$13,785
 - b. \$13,600
 - c. \$12,550
 - d. \$1,235
- 32. What is the amount of federal income tax withheld on Form 1040-NR?
 - a. \$3,985
 - b. \$3,900
 - c. \$2,700
 - d. \$1,050
- 33. What amount is on the taxable income line of the Form 1040-NR?
 - a. \$21,300
 - b. \$21,140
 - c. \$9,825
 - d. \$9,700

Use the following information to prepare 2021 Form 1040-NR.

- Gergana Alferov is a resident of Bulgaria (visa number 38755219). She arrived in the United States in F-1 immigration status on September 1, 2020 as a full-time student.
 Gergana is 25 years old and single. Her address in Bulgaria is Vna 74117 Varna, Grand Mol Varna, 9021 Bulgaria.
- Gergana has not taken any affirmative steps to apply for permanent residence in the United States. Gergana did not file a Form 1040-NR in 2020 as she did not work that year. She started a new job with the university bookstore on January 20, 2021.
- If she is entitled to a refund, she wants a direct deposit to her checking account. The routing number is 789654321 and the account number is 011233456789. She will not be taxed by the Bulgarian government on the income she has earned in the United States. Assume Gergana has already completed her Form 8843, and prepare her federal income tax return with the following Form W-2. College Town University reports all student income on Form W-2. Miss Alferov failed to respond to the university in time for them to properly issue Form 1042-S for her treaty-exempt income. However, she is still entitled to take her treaty benefit on her tax return instead.
- After completing the required tax form, review the scenario and resource materials, and answer each of the test questions.

		a Employe	e's social security number	OMB No. 154	5-0008	Safe, accurate, FAST! Use	IRSE	r file	Visit th www.ir	ne IRS website at rs.gov/efile
b Empl	oyer identification numbe	r (EIN)			1 Waq	es, tips, other co	mpensation	2 Fede	eral income	tax withheld
XX-	XXXXXX					\$1	5,220.00			\$622.00
c Emplo	oyer's name, address, an	d ZIP code			3 Soc	ial security wag	es	4 Soci	al security to	ax withheld
	LEGE TOWN UN				5 Me	dicare wages an	d tips	6 Med	icare tax wit	thheld
	LEGE TOWN, VA				7 Soc	ial security tips		8 Alloc	cated tips	
d Contr	rol number				9			10 Dep	endent care	benefits
e Emple	oyee's first name and initi	al Last ı	name	Suff.	11 No	nqualified plans		12a See	instructions	s for box 12
GE	RGANA ALFERO	V			13 State	tory Retirement oyee plan	Third-party sick pay	12b		
237	75 LINWOOD BL\	/D			14 Oth	er		12c		
CO	LLEGE TOWN, V	'A 23000				-		C o	1	
								12d		
								C od		
f Emplo	yee's address and ZIP co	ode								
5 State	Employer's state ID num	nber	16 State wages, tips, etc.	17 State incor	ne tax	18 Local wage	es, tips, etc.	19 Local in	come tax	20 Locality name
VA	XX	-XXXXXX	\$15,220.00	\$2	20.00					
							lanartmart =	the Trees	ını İntor	Revenue Service
orm V	V=2 Wage a	nd Tax Sta	atement	201	二 上	U	epariment 0	i ine rreasu	ıı y—ırıternai	neveriue service
ору В-	-To Be Filed With En	nployee's FE	DERAL Tax Return.							
nis info	rmation is being furnis	hed to the Int	ernal Revenue Service.							

51040)-N	Department of the Treasury—U.S. Nonresident	Internal Reve	nue Service	(99) 2(0 20	1B No. 15		Use Only—Do	
Filing Status	_	Single Married filing sepa			_	fying widow(er		+3-0074	staple III tills	space.
Check only		you checked the QW box, enter the alifying person is a child but not yo								
one box. Your first nam	e and	middle initial	Last n	ame				Your iden	tifying num	nber
								(see instru		
Home address	s (num	ber and street or rural route). If you	u have a P.0	D. box, see instruc	tions.	Apt.	no.	Check if:	Individu	 ual
									Estate of	or Trus
City, town, or p	ost off	ice. If you have a foreign address, al	so complete	spaces below. St	ate	ZIP code				
Foreign counti	v nam	ie	Foreign pr	ovince/state/coun	ty	Foreign post	al code			
3	,				,					
At any time du	ring 2	020, did you receive, sell, send, ex	change, or	otherwise acquire	any financial i	nterest in any v	/irtual cu	rrency?	Yes	□ No
				· ·						
				1				4		
Dependent	- 1			(2) Dependen	t's (3)	Dependent's	1	if qualifie	s for (see in: Credit for	,
see instructions	5):	(1) First name Last na	ame	identifying num		ionship to you	Chile	d tax credit	depend	
]
more than fou ependents, se]
structions and]
heck here ►										
ncome	1a	Wages, salaries, tips, etc. Attach	, ,					. 1a		
Effectively	b	Scholarship and fellowship grant		. ,	•	nent. See instri 	uctions	. 1b		
Connected	С	Total income exempt by a treaty	•	edule OI (Form 10	40-NR), Item					
Vith U.S. 「rade or	2a	L, line 1(e)	2a	· · · · i	b Tayable int	erest		. 2b		
raue or Business	3a	Qualified dividends	3a			vidends		. 2b		
Dusilless	4a	IRA distributions	4a		b Taxable an			. 4b		
	- а	Pensions and annuities	5a		b Taxable an			. 5b		
	6	Reserved for future use						. 6		
	7	Capital gain or (loss). Attach Sch	nedule D (Fo	orm 1040) if require	ed. If not requi	red, check her	e. ▶ [7		
	8	Other income from Schedule 1 (I	Form 1040)	line 9				. 8		
	9	Add lines 1a, 1b, 2b, 3b, 4b, 5b,	7, and 8. T	his is your total ef	fectively conr	ected income		▶ 9		
	10	Adjustments to income:								
	а	From Schedule 1 (Form 1040), lin	ne 22			10a		_		
	b	Charitable contributions for certa	ain resident	s of India. See inst	ructions .	10b		_		
	С	Scholarship and fellowship grant				10c				
	d	Add lines 10a through 10c. Thes	,	•				▶ 10d		
	11	Subtract line 10d from line 9. The	•					11		
	12	Itemized deductions (from Sch deduction. See instructions	•	,,		idents of India	, standa	rd 12		
	13a	Qualified business income dedu				13a				
	b	Exemptions for estates and trust				13b				
	c	Add lines 13a and 13b	•					. 13c		
								. 14		
	14									

Form 1040-NR (2020)											Page 2
	16	Tax (see instructions). Check if	any from Form	n(s): 1 8	R14 2	<u> 497</u>	2 5	<u> </u>			16	
	17	Amount from Schedule 2 (For								_	17	
	18	Add lines 16 and 17	**								18	
	19	Child tax credit or credit for ot								+	19	
	20	Amount from Schedule 3 (For								H	20	
	21	Add lines 19 and 20	-								21	
	22	Subtract line 21 from line 18. I									22	
	23a	Tax on income not effectivel from Schedule NEC (Form 104	•				23a					
	b	Other taxes, including self-emline 10			•	, .	23b					
	С	Transportation tax (see instruc	tions)				23c					
	d	Add lines 23a through 23c .					<u> </u>				23d	
	24	Add lines 22 and 23d. This is	our total tax							▶ [24	
	25	Federal income tax withheld for	om:									
	а	Form(s) W-2					25a					
	b	Form(s) 1099					25b					
	С	Other forms (see instructions)					25c					ı
	d	Add lines 25a through 25c .									25d	
	е	Form(s) 8805									25e	
	f	Form(s) 8288-A									25f	
	g	Form(s) 1042-S									25g	
	26	2020 estimated tax payments	and amount a	pplied from 20)19 return .						26	
	27	Reserved for future use					27					
	28	Additional child tax credit. Atta	ach Schedule	8812 (Form 10)40)		28					
	29	Credit for amount paid with Fo	orm 1040-C				29					
	30	Reserved for future use					30					
	31	Amount from Schedule 3 (For	n 1040), line 1	3			31					ı
	32	Add lines 28 through 31. Thes	e are your tot a	al other paym	ents and re	efundal	ble cre	edits .		•	32	
	33	Add lines 25d, 25e, 25f, 25g, 2	26, and 32. Th	ese are your t o	otal payme	nts .				>	33	
Refund	34	If line 33 is more than line 24,					•	•		<u>.</u>	34	
	35a	Amount of line 34 you want re	funded to you	u. If Form 8888		. —		_		_	35a	
Direct deposit? See instructions.	►b	Routing number			▶ c Type	e: 📙	Check	ing L	Savir	ngs		
See instructions.	►d	Account number										
	►e	If you want your refund check enter it here.					1	shown or	n page	1,		
<u> </u>	36	Amount of line 34 you want ap					36					
Amount	37	Amount you owe. Subtract lin						ructions		•	37	
You Owe	38	Estimated tax penalty (see ins					38					
Third Party Designee		ou want to allow another person with the IRS? See instructions			eparer) to c	discuss 	this >	Yes.	Comp	lete b	elow.	☐ No
(Other than paid preparer)	Desig name	nee's ▶		Phone no. ▶					nal ide er (Pl	entifica N)	ation •	
Sign		penalties of perjury, I declare that I they are true, correct, and complete										
Here		•	. Deciaration of			•	o on a	iiiioiiiati			•	ent you an Identity
	Your	signature		Date	Your occu	upation			ļ.	Protec	tion F	PIN, enter it here
	<u>/</u>									see in	St.) -	
	Phon	e no. arer's name	Preparer's si	Email addres	55		Date		PTII	NI.		Chook if:
Paid	riepa	alei o IIdille	rieparer s si	gnature			Date		~ 111	N		Check if:
Preparer	Circa!								DI-			Self-employed
Use Only		s name •							+	ne no		
		s address >	lotoct inf	tion					Firm	ı's EIN		1040 ND (2222)
GO to www.irs.(yUV/FO	rm1040NR for instructions and the	aiesi iiilOIII1a	uUII.							F	orm 1040-NR (2020)

SCHEDULE A (Form 1040-NR)

Itemized Deductions

► Go to www.irs.gov/Form1040NR for instructions and the latest information.

► Attach to Form 1040-NR.

OMB No. 1545-0074

2020
Attachment

Taxes You Paid 1a State and local income taxes	nternal Revenue Servi	asury	► Attach to Form 1040-NR.		Attachment
Taxes You laid b Enter the smaller of line 1a or \$10,000 (\$5,000 if you checked Married filling separately under Filling Status on page 1 of Form 1040-NR) 1b Enter the smaller of line 1a or \$10,000 (\$5,000 if you checked Married filling separately under Filling Status on page 1 of Form 1040-NR) 1c Gifts to U.S. 2 Gifts by cash or check. If you made any gift of \$250 or more, see instructions 1d Caution: If you add any gift of \$250 or more, see instructions. Individuals must attach Form 8283 if line 3 is over \$500. 1d Carryover from prior year 1d Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 1d Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 1d Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 1d Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 1d Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 1d Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 1d Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount Form line 18 of that form. See instructions.		ice (99	1 - 1		Sequence No. 7A
be a state and local income taxes be Inter the smaller of line 1a or \$10,000 (\$5,000 if you checked Married filling separately under Filling Status on page 1 of Form 1040-NR). 1b Siffs to U.S. Charities caution: If you and a agift and received benefit in sturn, see instructions. Carryover from prior year 4 Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 7 Other—from list in instructions. List type and amount the temized leductions 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12.					
Filing Status on page 1 of Form 1040-NR). 1b Siffs to U.S. Charities Chari		1a	State and local income taxes		
Carryover from prior year structions. Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions. Character and received benefit in structions. Carryover from prior year Add lines 2 through 4 Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions Chiefer remized leeductions Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12		b			1b
see instructions. Individuals must attach Form 8283 if line 3 is over \$500		2			
benefit in beturn, see structions. 5 Add lines 2 through 4 Carryover from prior year 5 Add lines 2 through 4 Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 7 Other—from list in instructions. List type and amount leductions Other—from list in instructions. List type and amount leductions 7 Other—from list in instructions list type and amount leductions Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	ade a gift	3	see instructions. Individuals must attach Form 8283 if line 3 is over		
Add lines 2 through 4	benefit in	4			
Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions Other femized Deductions 7 Other—from list in instructions. List type and amount lember of the disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions 6 Other—from list in instructions. List type and amount lember of lines 18 of that form. See instructions 7 Other—from list in instructions. List type and amount lember of lines 18 of that form. See instructions 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12					5
and Theft cosses Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions Other—from list in instructions. List type and amount ▶ Total temized Deductions Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	Casualty				
Other—from list in instructions. List type and amount temized Deductions 7 Other—from list in instructions. List type and amount 8 Other —from list in instructions. List type and amount 8 Other —from list in instructions. List type and amount 8 Other —from list in instructions. List type and amount 8 Other —from list in instructions. List type and amount 8 Other —from list in instructions. List type and amount 8 Other —from list in instructions. List type and amount 8 Other —from list in instructions. List type and amount 8 Other —from list in instructions. List type and amount 8 Other —from list in instructions. List type an	nd Theft	6	disaster losses). Attach Form 4684 and enter the amount from line 18 of the	at form. See	6
Total Remized 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	emized	7	Other—from list in instructions. List type and amount ▶		
Total temized Deductions 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12	eductions				
Total temized Peductions 8 Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12					
Total temized Peductions Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12					
Total temized Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12					
Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040-NR, line 12					
Deductions Form 1040-NR, line 12 8					7
or Paperwork Reduction Act Notice, see the Instructions for Form 1040-NR. Cat. No. 72749E Schedule A (Form 1040-NR) :	otal temized	8	Add the amounts in the far right column for lines 1b through 7. Also, enter this		7
	temized Deductions		Form 1040-NR, line 12	s amount on	8
	emized eductions		Form 1040-NR, line 12	s amount on	8
	emized eductions		Form 1040-NR, line 12	s amount on	8
	emized eductions		Form 1040-NR, line 12	s amount on	8
	temized Deductions		Form 1040-NR, line 12	s amount on	8
	temized Deductions		Form 1040-NR, line 12	s amount on	8
	temized Deductions		Form 1040-NR, line 12	s amount on	8
	temized Deductions		Form 1040-NR, line 12	s amount on	8

SCHEDULE NEC (Form 1040-NR)

Department of the Treasury

Tax on Income Not Effectively Connected With a U.S. Trade or Business

▶ Go to www.irs.gov/Form1040NR for instructions and the latest information. ▶ Attach to Form 1040-NR.

202	0
Attachment	

OMB No. 1545-0074

Internal Revenue Service (99) Sequence No. **7B** Name shown on Form 1040-NR Your identifying number Enter amount of income under the appropriate rate of tax. See instructions. (d) Other (specify) Nature of Income (a) 10% **(b)** 15% (c) 30% % Dividends and dividend equivalents: a Dividends paid by U.S. corporations 1b Dividend equivalent payments received with respect to section 871(m) transactions 1c 2 Interest: 2b 3 6 7 9 10 Gambling-Residents of Canada only. Enter net income in column (c). If zero or less, enter -0-. Winnings 10c Gambling winnings—Residents of countries other than Canada. 11 Other (specify) ▶ 12 12 13 13 Add lines 1a through 12 in columns (a) through (d) Multiply line 13 by rate of tax at top of each column 14 14 Tax on income not effectively connected with a U.S. trade or business. Add columns (a) through (d) of line 14. Enter the total here and on Form 1040-NR, line 23a > 15 Capital Gains and Losses From Sales or Exchanges of Property Enter only the capital gains and 16 (a) Kind of property and description (f) LOSS (g) GAIN (b) Date acquired (c) Date sold (d) Sales price (e) Cost or losses from property sales or (if necessary, attach statement of If (e) is more than (d), If (d) is more than (e), mm/dd/yyyy mm/dd/yyyy other basis exchanges that are from sources descriptive details not shown below) subtract (d) from (e). subtract (e) from (d). within the United States and not effectively connected with a U.S. business. Do not include a gain or loss on disposing of a U.S. real property interest; report these gains and losses on Schedule D (Form 1040). Report property sales or exchanges that are effectively connected with a U.S. business on Schedule D (Form 1040), 18 Capital gain. Combine columns (f) and (g) of line 17. Enter the net gain here and on line 9 above. If a loss, enter -0-Form 4797, or both.

SCHEDULE OI (Form 1040-NR)

Other Information

► Go to www.irs.gov/Form1040NR for instructions and the latest information.

► Attach to Form 1040-NR.

OMB No. 1545-0074 Attachment Sequence No. **7C**

Department of the Treasury Internal Revenue Service (99) ► Answer all questions. Name shown on Form 1040-NR Your identifying number

Α	Of what country or countries v							
В	In what country did you claim	residence for tax purposes	s during the tax year'	?				
С	Have you ever applied to be a	green card holder (lawful p	ermanent resident) o	f the United States?	🗌 Yes 🗌 No			
D	Were you ever:							
2.	A green card holder (lawful pe	•			🗌 Yes 🔲 No			
	If you answer "Yes" to (1) or (2)			* * * *				
E		If you had a visa on the last day of the tax year, enter your visa type. If you did not have a visa, enter your U.S. immigration status on the last day of the tax year.						
F	Have you ever changed your visa type (nonimmigrant status) or U.S. immigration status?							
	If you answered "Yes," indicate the date and nature of the change ▶							
G	List all dates you entered and left the United States during 2020. See instructions.							
	Note: If you are a resident of Canada or Mexico AND commute to work in the United States at frequent intervals,							
	check the box for Canada or Mexico and skip to item H							
	Date entered United States mm/dd/yy	Date departed United State mm/dd/yy	es D	ate entered United States mm/dd/yy	Date departed United States mm/dd/yy			
Н	Give number of days (including	vacation, nonworkdays, and	d partial days) you wer	e present in the United Stat	es during:			
	2018	, 2019	, and 20	020	•			
ı	Did you file a U.S. income tax	return for any prior year?.			🗌 Yes 🗌 No			
	If "Yes," give the latest year ar	nd form number you filed 🕨						
J	Are you filing a return for a tru	st?			🗌 Yes 🗌 No			
	If "Yes," did the trust have a	U.S. or foreign owner unde	r the grantor trust rul	es, make a distribution or	loan to a			
	U.S. person, or receive a cont	ribution from a U.S. person	?		🗌 Yes 🗌 No			
K	Did you receive total compens							
	If "Yes," did you use an altern	ative method to determine t	the source of this con	npensation?	∐Yes ∐No			
L	Income Exempt From $Tax-If$ you are claiming exemption from income tax under a U.S. income tax treaty with a foreign country, complete (1) through (3) below. See Pub. 901 for more information on tax treaties.							
1.	Enter the name of the country, the applicable tax treaty article, the number of months in prior years you claimed the treaty benefit, and the amount of exempt income in the columns below. Attach Form 8833 if required. See instructions.							
	(a) Cou	intry	(b) Tax treaty article	(c) Number of months claimed in prior tax years	(d) Amount of exempt income in current tax year			
	(e) Total. Enter this amount of	on Form 1040-NR, line 1c. D	o not enter it on line	1a or line 1b ▶				
2.	Were you subject to tax in a foreign country on any of the income shown in 1(d) above?							
3.	Are you claiming treaty benefit	ts pursuant to a Competent	Authority determinat	ion?	🗌 Yes 🗌 No			
	If "Yes," attach a copy of the	Competent Authority detern	nination letter to your	return.				
М	Check the applicable box if:							
1.	This is the first year you are making an election to treat income from real property located in the United States as effectively connect with a U.S. trade or business under section 871(d). See instructions							
2.	You have made an election in a previous year that has not been revoked, to treat income from real property located in the United States as effectively connected with a U.S. trade or business under section 871(d). See instructions							
For Pa	perwork Reduction Act Notice,	see the Instructions for Fo	rm 1040-NR.	Cat. No. 72756T	Schedule OI (Form 1040-NR) 2020			
					2			

Scenario 4: Gergana Alferov Test Questions

Directions

To answer the following multiple choice questions, refer to the Form 1040-NR you completed for Gergana Alferov.

- 34. What amount is Gergana allowed as a treaty benefit?
 - a. \$15,220
 - b. \$9,000
 - c. \$0
- **35.** What is the amount entered on Form 1040-NR on the line for wages, salaries, tips, etc.?
 - a. \$0
 - b. \$6,220
 - c. \$9,000
 - d. \$15,220
- 36. Where on the tax return will Gergana enter her treaty benefits information?
 - a. Schedule OI, Line L then carried to Form 1040-NR, Line 1c
 - b. Form 1040-NR, Schedule A, Line 7
 - c. Treaty benefits are **only** subtracted from wages, salaries, tips, etc. and listed on Form 1040-NR, Line 1c.
 - d. No treaty amounts are allowed without Form 1042-S.
- **37.** What is the amount of itemized deductions that Gergana is entitled to take? And what is her taxable income?
 - a. \$622 and \$10,244
 - b. \$622 and \$14,598
 - c. \$220 and \$6,000
 - d. \$220 and \$15,000

Introduction

This part of the VITA/TCE certification test includes 13 true/false or multiple choice questions.

Allow approximately 20 minutes to complete this segment.

- **38.** Emily, an international student from Ireland, has a Form W-2 that shows amounts withheld for Social Security and Medicare taxes. Emily is an F-1 student who arrived in 2018. What form should Emily use to claim a refund of her Social Security and Medicare taxes withheld?
 - a. Form 1040-NR
 - b. Form 8843
 - c. Form 843
- 39. Jose and Maria are from Mexico. Jose is a scholar at a local university in J-1 immigration status and Maria is in J-2 immigration status. Maria worked at a local boutique in 2021. Her Form W-2 shows Social Security and Medicare withholding. Maria found out her spouse does not have to pay Social Security or Medicare taxes. Maria is not eligible for a refund of her Social Security and Medicare taxes withheld.
 - a. True
 - b. False
- **40.** Li, an international student from People's Republic of China, received \$10,100 of interest income in 2021 from a personal bank account in the U.S. he opened when he first arrived on August 27, 2016. He also had a \$100 capital gain from some U.S. stock he sold. What form and schedules does Li need to complete?
 - a. He does not need to file a return
 - b. Form 1040-NR, Schedule OI, and Schedule D
 - c. Form 1040-NR, Schedule D, and Schedule NEC
 - d. Form 1040-NR, Schedule OI, and Schedule NEC
- **41.** Arthur entered the United States for the first time in 2019. He is a resident of France, and in F-1 immigration status. Arthur won \$1,200 at the local casino.

Does Arthur need to file Form 1040-NR to report the \$1,200?

- a. Yes
- b. No

- **42.** George is a visiting scholar from Ireland. He arrived in the U.S. on September 1, 2020 in a J-1 immigration status and was accompanied by his wife Freya and his son Noah. Since his arrival, his second child, Charlie, was born in the U.S. George earned \$85,000 in 2021 from State University. When he files his federal tax return, he **cannot** claim his wife and children as dependents.
 - a. True
 - b. False
- **43.** Quang, a graduate student of physics from Vietnam, is in F-1 immigration status. He first arrived in the U.S. on April 1, 2018. Quang needs help preparing his tax return. He made donations to a U.S. charity and wants to know where to claim them. Quang can claim his charitable contributions as an itemized deduction on Form 1040-NR.
 - a. True
 - b. False
- **44.** Adi is in F-1 immigration status from Chile. He entered the United States in August 2018 and enrolled as a full time undergraduate student. Adi is pursuing his first degree in mathematics.

Does Adi qualify to claim any education credit on his Form 1040-NR?

- a. Yes
- b. No
- 45. Margarita is a single, nonresident alien who began studying in the U.S. in 2019 in F-1 immigration status from Ecuador. She has wages of \$9,300, interest income from her savings account of \$175, \$50 of dividends, and sold \$4,500 of U.S. stocks for a \$250 capital gain. She donated \$50 of the proceeds to a local charity. Could Margarita have her return completed at a Foreign Student and Scholar VITA site that has properly certified volunteers?
 - a. Yes
 - b. No
- **46.** Some students and scholars may owe money with their tax return. Nonresidents have which of the following payment options?
 - a. Ask for an extension of time to pay or an installment agreement.
 - b. Pay the entire balance by the due date for the return.
 - c. Put the balance on a credit card.
 - d. All of the above.

- **47.** Viktor, who is from Russia, earned wages of \$12,335 in 2020. He had \$280 withheld for state income taxes. He listed the state taxes as a deduction on his federal tax return in 2020, and it lowered his taxable income for 2020. Viktor received a state refund of \$200 in 2021 from the 2020 tax return. Viktor does **not** need to include this state tax refund on his 2021 federal return.
 - a. True
 - b. False
- **48.** Letizia came to the U.S. in 2018 for postgraduate study. She took out a student loan through the school's financial aid office to help pay the tuition. Sofia graduated in December 2020, but remained in the U.S. for one year of practical training. She began repaying the loan on August 1, 2021 and paid \$65 in interest during 2021. Letizia can claim this interest as an adjustment to income.
 - a. True
 - b. False
- **49.** Luis, a student from Malta, had \$7,500 in wages reported to him on Form W-2. Because all of his wages are excluded from tax by treaty, he is **not** required to file a tax return.
 - a. True
 - b. False
- **50.** Shakir is a resident of Egypt attending college in the U.S. He arrived on J-1 immigration status in May of 2019. He had \$6,500 in wages and \$45 in dividend income. What form/schedule(s) must Shakir complete?
 - a. Just Form 1040-NR
 - b. Form 1040-NR, Schedule OI
 - c. Form 1040-NR, Schedule NEC
 - d. Form 1040-NR, Schedules NEC and OI

2021 VITA/TCE Foreign Student Retest for Volunteers

Directions

Welcome to the Link & Learn Taxes Foreign Student Retest. The retest requires you to prepare four tax returns using Form 1040-NR and/or Form 8843 and then answer 50 online questions. You must successfully complete the retest at an overall 80% proficiency to earn VITA/TCE certification.

Please complete this retest on your own for an accurate assessment of your skills and knowledge. You may use any reference materials available to you as a volunteer to complete this retest.

Volunteers who use tax preparation software to complete the retest need to make sure they are using the final 2021 version.

Residency Status, Form 8843, and Filing Status

Directions

This section of the VITA/TCE certification Foreign Student test covers determining residency status, the use of Form 8843, and filing status. It consists of 13 Resident/Nonresident questions and 4 scenario-based multiple-choice questions. Read the interview notes for each scenario from the original test.

Allow approximately 20 minutes to complete this segment.

1.	Ken entered the U.S. on July 30, 2018 in F-1 immigration status. He had never been to the United States before and he did not change immigration status during 2021. For 2021 federal income tax purposes, Ken is a				
	a. Resident alien				
	b. Nonresident alien				
2.	Helen is a visiting professor at the local university. Helen was a graduate student from June 2017 to May 2019 in F-1 immigration status. She re-entered the United States as a teacher of December 20, 2020 in J-1 immigration status. For 2021 federal income tax purposes, Helen is a				
	a. Resident alien				
	b. Nonresident alien				
3.	Yusuf served as a visiting scholar in F-1 immigration status from December 2012 through Jun 2020. In August of 2021, Yusuf returned to the United States as a graduate student. For 2021 federal income tax purposes, Yusuf is a				
	a. Resident alien				
	b. Nonresident alien				

4.	Juan came to the United States in F-2 immigration status with his wife on July 15, 2017. He has not changed his immigration status. For 2021 federal income tax purposes, Juan is a a. Resident alien b. Nonresident alien		
5.	Nell was in the U.S. as a child in J-2 status with her parents from 2009 through 2012. She re-entered the U.S. in 2020 as a student in J-1 status. The time she was present in the U.S. as a child is considered when determining her total number of years with exempt days. a. True		
	b. False		
6.	Polina entered the United States on July 30, 2017 in J-1 student immigration status. On July 10, 2020, her husband Dmitry joined her in J-2 immigration status. Polina and Dmitry had no income in 2021. Which form(s) should both Polina and Dmitry file for 2021?		
	a. No forms		
	b. Forms 1040-NR and Forms 8843		
	c. Forms 8843		
	d. Form 1040 filing married filing jointly		
7.	Polina and Dmitry from Question 6 had a son, Alexander while here in the U.S. on December 5, 2020. For 2021, how many Form(s) 8843 does Polina's family need to file?		
	a. 0		
	b. 1		
	c. 2		
	d. 3		
8.	Sophie and Yves have been in the U.S. in F-1 immigration status, since August 2016. Their 12-year old son, Vincent, has been attending boarding school since June 2015 on F-1 immigration status. For 2021, who must file Form 8843?		
	a. Sophie and Yves		
	b. Vincent		
	c. All three of them		
	d. None of them		

9.	Celeste is from Pakistan and is a Ph.D. student in communications engineering who is going to defend her dissertation in June 2022. She arrived in the U.S. as a student in F-1 immigration status on July 20, 2018. For 2021 federal income tax purposes, Celeste is a
	a. Resident alien
	b. Nonresident alien
10.	Marcus is a junior majoring in biology. He is in the U.S. in F-1 immigration status from Germany. He transferred from a German university and arrived in the U.S. on April 2, 2016. Marcus worked in a lab on campus and as a summer intern for a company in New York. He will graduate in May 2022. The company issued him a Form 1099-NEC. For tax purposes, Marcus is considered a nonresident alien even though the Form 1099-NEC was issued.
	a. True
	b. False
11.	Nico is a nursing student from Greece who first arrived in F-1 immigration status on August 15, 2021. He does not have a tax identification number and he did not work or receive a scholar-ship in 2021, but had \$75 interest income from his U.S. savings account his parents set up for him to pay for school and his living expenses. Nico must file both a Form 1040-NR and Form 8843 for 2021.
	a. True
	b. False
12.	Bo entered the U.S. in J-1 immigration status as a trainee in January 2019 and lives alone. His wife, Mei, could not accompany him because she had to care for her ailing parents. Bo must file as because/even though he did not live with his spouse at all during 2021.
	a. Single
	b. Qualifying Widower
	c. Married
13.	Alex and Kim were married in March 2016. The next year, they both entered the U.S. in F-1 immigration status to complete their studies as Fulbright scholars. Currently, Alex lives in San Diego where he is completing his graduate work. However, Kim left him in March 2020 and has not been heard from since. Her parents will not tell him where she lives. Because Alex does not know Kim's whereabouts, he can file using the Single filing status.
	a. True
	b. False

Scenario 1: Enrique Satō Retest Questions

To answer the following questions, refer to the scenario information and Form 8843 you completed for Enrique Satō.

- 14. Enrique reports his most current nonimmigration status on line 1b.
 - a. True
 - b. False
- 15. Enrique should put 365 days on line 4b, for days of exempted presence for 2021.
 - a. True
 - b. False
- **16.** What parts of Form 8843 does Enrique need to complete?
 - a. Part I
 - b. Part II
 - c. Parts I and II
 - d. Parts I and III
- 17. Enrique must submit his Form 8843 for tax year 2021 by April 18, 2022?
 - a. True
 - b. False

Taxability of Income, ITINs, and Credits

Introduction

This segment of the VITA/TCE certification test includes 7 general and 14 scenario-based multiple choice questions on taxability of income, ITINs, and credits.

Allow approximately 45 minutes to complete this segment.

- **18.** Margarita, who is a nonresident alien and is in the United States in J-1 immigration status, spent \$4,400 on qualifying education expenses. She is **not** eligible to claim an education credit on her tax return.
 - a. True
 - b. False
- **19.** Ji-yoo received \$73 of dividend income on U.S. stocks she purchased online. She is an international student from Canada in F-1 immigration status. She arrived in the United States in 2020. How much of Ji-yoo's dividend income will be taxed at 30%?
 - a. \$0, it's taxed at the ordinary rate
 - b. \$0, Per Publication 4011, the correct tax rate is 15%
 - c. \$73

- **20.** Marie and Nathan are a married nonresident alien couple from France. Both are in the U.S. in F-1 immigration statuses and arrived in 2021. They paid \$3,700 in childcare expenses, while attending school, for their child who was born in the United States and is a U.S. citizen. They will **not** be able to claim these expenses on a U.S. tax return.
 - a. True
 - b. False
- **21.** Antero is a student in J-1 immigration status from Latvia. He earned \$2,300 in wages in 2021. His wages are reported to him on Form 1042-S (Box 1, Income Code 20). Should Antero include his wages anywhere on Form 1040-NR?
 - a. Yes
 - b. No
- **22.** Gus is a student here in J-1 immigration status as of October 15, 2021. Under the terms of his visa, he is permitted to work in the U.S. What tax identification number should Gus apply for?
 - a. SSN
 - b. ITIN
 - c. None
- 23. Elena, in F-1 immigration status from Romania, is on the basketball team. She arrived in the U.S. on June 18, 2021 on a full athletic scholarship that includes \$10,000 for her room and board and \$35,000 for tuition and fees. What amount will be taxable on her Form 1040-NR?
 - a. \$0
 - b. \$10,000
 - c. \$35,000
 - d. \$45,000
- **24.** Gunther is a student in the U.S. in F-1 immigration status. He arrived from Germany on July 13, 2019. Gunther worked in the bookstore and earned \$2,500 in wages and had federal income tax withholding of \$215. Gunther is only required to file Form 8843 for 2021.
 - a. True
 - b. False

d. \$8,000

Directions

To answer the following questions, refer to the scenario information and Form 1040-NR you completed for Kim Lee.

25. Is \$8,500 the amount entered on the line for wages, salaries, tips, etc. on Form 1040-NR?

	a. Yes
	o. No
26.	ls \$8,500 the amount of Adjusted Gross Income on the Form 1040-NR?
	a. Yes
	b. No
27.	Is \$860 the amount of Itemized Deductions on the Form 1040-NR?
	a. Yes
	b. No
28.	Is \$8,420 the amount for taxable income on the Form 1040-NR?
	a. Yes
	b. No
29.	What is the total amount entered into the Income Exempt from Treaty in Schedule OI?
	a. \$0
	p. \$2,000
	c. \$6.000

Directions

To answer the following questions, refer to the scenario information and Form 1040-NR you completed for Rudra Khatri.

completed for Rudra Khatri.

30. What is the Adjusted Gross Income (AGI) on Form 1040-NR?

- a. \$22,375
- b. \$22,350
- c. \$17,375
- d. \$17,350
- **31.** Rudra Khatri is a student who is considered a resident of India. According to the U.S.-India Tax Treaty, he can take the standard deduction instead of itemizing.
 - a. True
 - b. False
- 32. Will Rudra have a refund on Form 1040-NR?
 - a. Yes
 - b. No
- **33.** The taxable income line on Rudra's Form 1040-NR shows \$9,700.
 - a. True
 - b. False

Scenario 4: Gergana Alferov Retest Questions

Directions

To answer the following questions, refer to the scenario information for Gergana Alferov.

- **34.** Is Gergana allowed to exclude her wages of \$9,000 as a treaty benefit on Schedule OI?
 - a. Yes
 - b. No
- **35.** The total amount of the W-2, box 1, wages, salaries, tips, is reported on the line for wages, salaries, and tips, etc. of the Form 1040-NR.
 - a. True
 - b. False
- **36.** Form 1040-NR, schedule OI, line G shows Gergana's treaty benefit information.
 - a. True
 - b. False
- 37. Is Gergana entitled to itemize her deductions?
 - a. Yes
 - b. No

Introduction

This part of the VITA/TCE certification test includes 13 true/false or multiple choice questions. Allow approximately 20 minutes to complete this segment.

- **38.** Emily, an international student from Ireland, has a Form W-2 that shows amounts withheld for Social Security and Medicare taxes. Emily is an F-1 student who first arrived in the U.S. in 2018. Can she file Form 843 to receive a refund of these taxes?
 - a. True
 - b. False
- **39.** Jose and Maria are from Mexico. Jose is a scholar at a local university in J-1 immigration status and Maria is in J-2 immigration status. Maria worked at a local boutique in 2021. Her Form W-2 shows Social Security and Medicare tax witholding, while Jose's does not. Was Maria's Social Security and Medicare tax withholding done in error?
 - a. True
 - b. False
- **40.** Li, an international student from People's Republic of China, received \$10,100 of interest income in 2021 from a personal bank account in the U.S. he opened when he first arrived on August 27, 2016. He also had a \$100 capital gain from some U.S. stock he sold. Li reports the stock sale on Schedule D and includes it on the front of his Form 1040-NR.
 - a. True
 - b. False
- **41.** Arthur entered the United States for the first time in 2018. He is a resident of France and is in F-1 immigration status. Arthur won \$1,200 at the local casino. Arthur doesn't need to report the \$1,200 as income on his Form 1040-NR because nonresidents aren't taxed on gambling winnings.
 - a. True
 - b. False
- **42.** George is a visiting scholar from Ireland. He arrived in the U.S. on September 1, 2020 in J-1 immigration status and was accompanied by his wife and son. They had a second child in 2020, born in the U.S. George is required to file a federal income tax return. Which of the following is a true statement?
 - a. He can claim exemptions for himself, his wife and his two children.
 - b. He only can claim the earned income credit for his U.S.-born child.
 - c. The personal and/or dependency exemption deduction for 2020 is \$0 through 2025.
 - d. None of the above

- **43.** Quang, a graduate student from Vietnam, is in F-1 immigration status. He has been here since April 1, 2018. He has receipts for his donations to his church in Vietnam. Quang can claim these charitable contributions on Form 1040-NR.
 - a. True
 - b. False
- **44.** Adi is in F-1 immigration status from Chile. He entered the United States in August 2018 and enrolled as a full-time undergraduate student. Adi is pursuing his first degree in mathematics. What credit does Adi qualify for in 2021?
 - a. American opportunity credit
 - b. Lifetime learning credit
 - c. None of the above
- **45.** Margarita is a single, nonresident alien who began studying in the U.S. in 2019 in F-1 immigration status from Ecuador. She has wages of \$9,300, interest income from her savings account of \$175, \$50 of dividends, and sold \$4,500 of U.S. stocks for a \$250 capital gain. She donated \$50 of the proceeds to a local charity. Margarita **cannot** have her return prepared at any Foreign Student and Scholar VITA site, because she has capital gain income.
 - a. True
 - b. False
- **46.** Some students and scholars may owe money with their tax return. Generally, nonresidents have the option to set up an installment agreement.
 - a. True
 - b. False
- 47. Viktor, who is from Russia, earned wages of \$12,335 in 2020. He had \$280 withheld for state income taxes. He listed the state taxes as a deduction on his federal tax return in 2020 which lowered his taxable income. Viktor received a state refund of \$200 in 2021 from the 2020 tax return. Will Viktor report his state tax refund as income on his Form 1040-NR in 2021 or amend his 2020 return?
 - a. He needs to include the state income tax refund on his 2021 federal return.
 - b. He will remove the \$125 state taxes from his 2020 deductions with an amended return.
 - c. He does **not** need to do anything with his state income tax refund.
- **48.** Letizia came to the U.S. in 2018 for postgraduate study. She took out a student loan to help pay the tuition through her school's financial aid office. Letizia graduated in December 2020 but remained in the U.S. for one year of practical training. She began repaying the loan on August 1, 2021 and paid \$65 in interest during 2021. Where can Letizia claim this interest?
 - a. Itemized deduction
 - b. Adjustment to income
 - c. Credit
 - d. None of the above

- **49.** Luis, a student from Malta, had \$7,500 in wages reported to him on Form W-2. Although all of his wages are excluded from tax by treaty, he is required to file a tax return.
 - a. True
 - b. False
- **50.** Shakir is a resident of Egypt attending college in the U.S. He arrived on J-1 immigration status in May of 2019. He had \$6,500 in wages and \$45 in dividend income. Shakir must complete both Schedules OI and NEC with his Form 1040-NR.
 - a. True
 - b. False

Link & Learn Taxes

Link & Learn Taxes is web-based training designed specifically for VITA/TCE volunteers. Each volunteer's ability to prepare complete and accurate returns is vital to the credibility and integrity of the program. Link & Learn Taxes, as part of the complete volunteer training kit, provides the path to achieving this high level of quality service.

Link & Learn Taxes and Publication 4012, VITA/TCE Volunteer Resource Guide, work together to help volunteers learn and practice.

Link & Learn Taxes for 2021 includes:

- Access to all VITA/TCE courses
- Easy identification of the VITA/TCE courses with the course icons
 - As you progress through a lesson, the content for Basic, Advanced, Military, or International will display, depending on the level of certification you selected
- PowerPoint presentations that can be customized to fit your classroom needs
- VITA/TCE Central to provide centralized access for training materials and reference links
- The Practice Lab
 - Gives volunteers practice with an early version of the IRS-provided tax preparation software
 - Lets volunteers complete test practice problems
 - Lets volunteers prepare test scenario returns for the test/retest



Go to www.irs.gov, type "Link & Learn" in the Keyword field and click Search. You'll find a detailed overview and links to the courses.

FSA (Facilitated Self Assistance) empowers taxpayers to prepare their own returns with the assistance of a certified volunteer. Taxpayers complete their own returns using interview-based software supplied by leaders in the tax preparation industry. Volunteers assist taxpayers with tax law questions.

Virtual VITA/TCE model includes any site where face-to-face activities are not used during the tax preparation process. That is, the intake specialist, IRS-tax law certified preparer (who prepares the return) and/or the quality reviewer are not face-to-face with the taxpayer. By incorporating this flexibility partners can provide taxpayers with more convenient locations to file their taxes.

For more information contact your SPEC Relationship Manager to see if you should start a FSA or Virtual VITA site in your community.







Your online resource for volunteer and taxpayer assistance

Partner and Volunteer Resource Center

https://www.irs.gov/Individuals/Partner-and-Volunteer-Resource-Center

- What's Hot!
- · Site Coordinator's Corner

Quality and Tax Alerts for IRS Volunteer Programs

https://www.irs.gov/individuals/quality-and-tax-alerts-for-irs-volunteer-programs

Volunteer Tax Alerts

Volunteer Training Resources

https://www.irs.gov/Individuals/Volunteer-Training-Resources

Outreach Connection

https://www.irs.gov/Individuals/Outreach-Corner

Interactive Tax Assistant (ITA)

https://www.irs.gov/help/ita

Online Services and Tax Information for Individuals

https://www.irs.gov/Individuals

Plan

- Tax Withholding (Paycheck Checkup)
- · When to File
- Recordkeeping
- Choosing a Tax Professional
- Get Answers to Your Tax Questions Online
- Year-round Tax Planning is for Everyone, Publication 5349

Tools

- View Your Tax Account
- Get Your Transcript
- Where's My Refund?

Identity Theft Protections

Get Help Now

File

- IRS Free File
- How to File
- Filing Past Due Returns
- Correcting Your Tax Return
- Social Security Benefit Statement

Pay

- Tax Withholding
- Estimated Taxes
- Options for Paying Your Taxes
- How to Choose a Payment Option
- Understanding Your IRS Notice or Letter
- What to Do If You Can't Pay

eBooks

Want to view our training products on your mobile or tablet devices? Click here to access our eBooks: https://www.irs.gov/individuals/site-coordinator-corner

Mobile App

Another device to use for additional information is IRS2Go. Click here to download IRS2Go mobile app: https://www.irs.gov/newsroom/irs2goapp.

and much more!

Your direct link to tax information 24/7: www.irs.gov