

Test Scenario 2 (NACTP Test 4)

Oklahoma Forms: 511, 511CR

Taxpayer: Passed Away
111 Main Street
Oklahoma City, OK 73110

SSN: 400-00-5004

Spouse: Investor Widow

SSN: 400-00-5014

1099R: Passed Away received private sector retirement. The taxable amount in Box 2a of his Form 1099-R is \$16,000 with no Oklahoma withholding.

1099R: Investor Widow is a civil service retiree whose retirement benefits are paid out of the Civil Service Retirement System (CSRS). Her Form CSA 1099-R has a Retirement Claim Number of CSA3001234. The taxable amount in Box 2a is \$8,000 with no Oklahoma withholding.

511CR: Taxpayer contributed \$100.00 to a Scholarship-Granting Organization. The amount eligible for credit is 50% of the contribution.

EFW for Balance Due:

Tinker Federal Credit Union
RTN 303085829
DAN 2020268620
Savings Account
EFW Date 04/15/2015

Additional Information:

- No use tax is due.

Final Result: Balance Due of \$142 (Form 511, line 44)

NACTP

Test 4

MFJ taxpayers, taxpayer died during the year; investment & retirement income; spouse is blind and both TP & SP are eligible for the over 65 credit

Forms: 1040, 1099R (2), 1099SSA (1), Schedule B, Schedule D, 8949

Taxpayer:

Passed Away

111 Main Street

Quinton, AL 35130

SSN: 600-00-1004

DOB: 01/10/1940 (Senior Citizen)

DOD: 08/23/2014

Spouse:

Investor Widow (Blind)

SSN: 600-00-1014

DOB: 05/01/1940 (Senior Citizen)

Filing Status: Married Filing Joint

Direct Deposit:

Bank of America / Savings Account

RTN 123456780

DAN 951ABD357

DECEASED

For the year Jan. 1 - Dec. 31, 2013, or other tax year beginning

, 2013, ending

, 20

See separate instructions.

PASSED AWAY -DECEASED 8/23/2014
INVESTOR WIDOW
% INVESTOR WIDOW
111 MAIN ST
QUINTON, AL 35130

Your social security number 600-00-1004

Spouse's social security number 600-00-1014

Make sure the SSN(s) above and on line 6c are correct.

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

You Spouse

Foreign country name

Foreign province/state/county

Foreign postal code

Filing Status

- 1 Single
2 Married filing jointly (even if only one had income)
3 Married filing separately. Enter spouse's SSN above & full name here.
4 Head of household (with qualifying person).
5 Qualifying widow(er) with dependent child

Exemptions

Table with columns for exemption types (Yourself, Spouse, Dependents), names, social security numbers, relationships, and total number of exemptions claimed (2).

Income

Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.

If you did not get a W-2, see instructions.

Main income table with rows 7-37 detailing wages, interest, dividends, and other income, leading to an adjusted gross income of 54,880.

Adjusted Gross Income

Tax and Credits

38 Amount from line 37 (adjusted gross income) 38 54,880.

39a Check You were born before January 2, 1949, Blind. } Total boxes
 if: Spouse was born before January 2, 1949, Blind. } checked ▶ 39a 3

b If your spouse itemizes on a separate return or you were a dual-status alien, check here ▶ 39b

Standard Deduction for -

- People who check any box on line 39a or 39b or who can be claimed as a dependent, see instr.

- All others:
 Single or Married filing separately, \$6,100
 Married filing jointly or Qualifying widow(er), \$12,200
 Head of household, \$8,950

40 **Itemized deductions** (from Schedule A) or your **standard deduction** (see left margin) 40 16,000.

41 Subtract line 40 from line 38 41 38,880.

42 **Exemptions.** If line 38 is \$150,000 or less, multiply \$3,900 by the number on line 6d. Otherwise, see instructions 42 7,900.

43 **Taxable income.** Subtract line 42 from line 41. If line 42 is more than line 41, enter - 0- 43 30,980.

44 **Tax.** Check if any from: a Form(s) 8814 b Form 4972 c 44 1,098.

45 **Alternative minimum tax** (see instructions). Attach Form 6251 45

46 Add lines 44 and 45 ▶ 46 1,098.

47 Foreign tax credit. Attach Form 1116 if required 47

48 Credit for child and dependent care expenses. Attach Form 2441 48

49 Education credits from Form 8863, line 19 49

50 Retirement savings contributions credit. Attach Form 8880 50

51 Child tax credit. Attach Schedule 8812, if required 51

52 Residential energy credit. Attach Form 5695 52

53 Other credits from Form: a 3800 b 8801 c 53

54 Add ln 47 through 53. These are your **total credits** 54

55 Subtract line 54 from line 46. If line 54 is more than line 46, enter - 0- ▶ 55 1,098.

Other Taxes

56 Self-employment tax. Attach Schedule SE 56

57 Unreported social security and Medicare tax from Form: a 4137 b 8919 57

58 Additional tax on IRAs, other qualified retirement plans, etc. Attach Form 5329 if required 58

59a Household employment taxes from Schedule H 59a

b First-time homebuyer credit repayment. Attach Form 5405 if required 59b

60 Taxes from: a Form 8959 b Form 8960 c Instructions, enter code(s) 60

61 Add lines 55 through 60. This is your **total tax** ▶ 61 1,098.

Payments

If you have a qualifying child, attach Schedule EIC.

62 Federal income tax withheld from Forms W-2 and 1099 62 3,500.

63 2013 estimated tax payments and amount applied from 2012 return 63

64a **Earned income credit (EIC)** 64a

b Nontaxable combat pay election 64b

65 Additional child tax credit. Attach Schedule 8812 65

66 American opportunity credit from Form 8863, line 8 66

67 Reserved 67

68 Amount paid with request for extension to file 68

69 Excess social security and tier 1 RRTA tax withheld 69

70 Credit for federal tax on fuels. Attach Form 4136 70

71 Credits from Form: a 2439 b Reserved c 8885 d 71

72 Add lines 62, 63, 64a, and 65 through 71. These are your **total payments** ▶ 72 3,500.

Refund

Direct deposit? See instructions.

73 If line 72 is more than line 61, subtract line 61 from line 72. This is the amount you **overpaid** 73 2,402.

74a Amount of line 73 you want **refunded to you**. If Form 8888 is attached, check here ▶ 74a 2,402.

▶ b Routing number 123456780 ▶ c Type: Checking Savings

▶ d Account number 951ABD357

75 Amount of line 73 you want **applied to your 2014 estimated tax** ▶ 75

Amount You Owe

76 **Amount you owe.** Subtract line 72 from line 61. For details on how to pay, see instructions ▶ 76

77 Estimated tax penalty (see instructions) 77

Third Party Designee

Do you want to allow another person to discuss this return with the IRS (see instructions)? Yes. Complete below. No

Designee's name Phone no. Personal ID number (PIN) ▶

Sign Here

Joint return? See instructions. Keep a copy for your records.

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

| | | | |
|--|------|---------------------|---|
| Your signature | Date | Your occupation | Daytime phone number |
| For Info Only-Do not file | | DECEASED | |
| Spouse's signature. If a joint return, both must sign. | Date | Spouse's occupation | If the IRS sent you an ID Protection PIN, enter it here (see inst.) |
| For Info Only-Do not file | | RETIRED | |

Paid Preparer Use Only

Print/Type preparer's name Preparer's signature Date Check if self-employed PTIN

KATHLEEN PERRY 09/05/2014 **P11111111**

Firm's name ▶ **HRB TAX GROUP INC** Firm's EIN ▶ **43-1871840**

Firm's address ▶ **DUBLIN, OH 43017** Phone no. **(614) 659-1158**

**SCHEDULE D
(Form 1040)**

Department of the Treasury
Internal Revenue Service (99)

Capital Gains and Losses

▶ Attach to Form 1040 or Form 1040NR.

▶ Information about Schedule D and its separate instructions is at www.irs.gov/scheduled.
▶ Use Form 8949 to list your transactions for lines 1b, 2, 3, 8b, 9, and 10.

OMB No. 1545-0074

2014

Attachment
Sequence No. **12**

Name(s) shown on return

PASSED AWAY & INVESTOR WIDOW

Your social security number

600-00-1004

Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less

| See instructions for how to figure the amounts to enter on the lines below. This form may be easier to complete if you round off cents to whole dollars. | (d) Proceeds (sales price) | (e) Cost (or other basis) | (g) Adjustments to gain or loss from Form(s) 8949, Part I, line 2, column (g) | (h) Gain or (loss) Subtract column (e) from column (d) and combine the result with column (g) |
|--|----------------------------------|---------------------------------|---|--|
| 1a Totals for all short-term transactions reported on Form 1099-B for which basis was reported to the IRS and for which you have no adjustments (see instructions). However, if you choose to report all these transactions on Form 8949, leave this line blank and go to line 1b | | | | |
| 1b Totals for all transactions reported on Form(s) 8949 with Box A checked | 5,500. | 8,000. | 0. | (2,500.) |
| 2 Totals for all transactions reported on Form(s) 8949 with Box B checked | | | | |
| 3 Totals for all transactions reported on Form(s) 8949 with Box C checked | | | | |
| 4 Short-term gain from Form 6252 and short-term gain or (loss) from Forms 4684, 6781, and 8824 | | | | 4 |
| 5 Net short-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1 | | | | 5 |
| 6 Short-term capital loss carryover. Enter the amount, if any, from line 8 of your Capital Loss Carryover Worksheet in the instructions | | | | 6 () |
| 7 Net short-term capital gain or (loss). Combine lines 1a through 6 in column (h). If you have any long-term capital gains or losses, go to Part II below. Otherwise, go to Part III on page 2 | | | | 7 (2,500.) |

Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year

| See instructions for how to figure the amounts to enter on the lines below. This form may be easier to complete if you round off cents to whole dollars. | (d) Proceeds (sales price) | (e) Cost (or other basis) | (g) Adjustments to gain or loss from Form(s) 8949, Part II, line 2, column (g) | (h) Gain or (loss) Subtract column (e) from column (d) and combine the result with column (g) |
|---|----------------------------------|---------------------------------|--|--|
| 8a Totals for all long-term transactions reported on Form 1099-B for which basis was reported to the IRS and for which you have no adjustments (see instructions). However, if you choose to report all these transactions on Form 8949, leave this line blank and go to line 8b | | | | |
| 8b Totals for all transactions reported on Form(s) 8949 with Box D checked | 32,500. | 20,500. | 0. | 12,000. |
| 9 Totals for all transactions reported on Form(s) 8949 with Box E checked | | | | |
| 10 Totals for all transactions reported on Form(s) 8949 with Box F checked | | | | |
| 11 Gain from Form 4797, Part I; long-term gain from Forms 2439 and 6252; and long-term gain or (loss) from Forms 4684, 6781, and 8824 | | | | 11 |
| 12 Net long-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1 | | | | 12 |
| 13 Capital gain distributions. See the instructions | | | | 13 |
| 14 Long-term capital loss carryover. Enter the amount, if any, from line 13 of your Capital Loss Carryover Worksheet in the instructions | | | | 14 () |
| 15 Net long-term capital gain or (loss). Combine lines 8a through 14 in column (h). Then go to Part III on page 2 | | | | 15 12,000. |

KBA For Paperwork Reduction Act Notice, see your tax return instructions.

Schedule D (Form 1040) 2014

Part III Summary

| | | |
|---|---|---------------------------------|
| <p>16 Combine lines 7 and 15 and enter the result</p> <ul style="list-style-type: none"> • If line 16 is a gain, enter the amount from line 16 on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 17 below. • If line 16 is a loss, skip lines 17 through 20 below. Then go to line 21. Also be sure to complete line 22. • If line 16 is zero, skip lines 17 through 21 below and enter - 0- on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 22. <p>17 Are lines 15 and 16 both gains?</p> <p><input checked="" type="checkbox"/> Yes. Go to line 18.</p> <p><input type="checkbox"/> No. Skip lines 18 through 21, and go to line 22.</p> <p>18 Enter the amount, if any, from line 7 of the 28% Rate Gain Worksheet in the instructions ▶</p> <p>19 Enter the amount, if any, from line 18 of the Unrecaptured Section 1250 Gain Worksheet in the instructions ▶</p> <p>20 Are lines 18 and 19 both zero or blank?</p> <p><input checked="" type="checkbox"/> Yes. Complete the Qualified Dividends and Capital Gain Tax Worksheet in the instructions for Form 1040, line 44 (or in the instructions for Form 1040NR, line 42). Do not complete lines 21 and 22 below.</p> <p><input type="checkbox"/> No. Complete the Schedule D Tax Worksheet in the instructions. Do not complete lines 21 and 22 below.</p> <p>21 If line 16 is a loss, enter here and on Form 1040, line 13, or Form 1040NR, line 14, the smaller of:</p> <ul style="list-style-type: none"> • The loss on line 16 or • (\$3,000), or if married filing separately, (\$1,500) } <p>Note. When figuring which amount is smaller, treat both amounts as positive numbers.</p> <p>22 Do you have qualified dividends on Form 1040, line 9b, or Form 1040NR, line 10b?</p> <p><input type="checkbox"/> Yes. Complete the Qualified Dividends and Capital Gain Tax Worksheet in the instructions for Form 1040, line 44 (or in the instructions for Form 1040NR, line 42).</p> <p><input type="checkbox"/> No. Complete the rest of Form 1040 or Form 1040NR.</p> | <p>16</p> <p>18</p> <p>19</p> <p>21</p> | <p>9,500.</p> <p>()</p> |
|---|---|---------------------------------|

