# Module 12: WHAT'S NEW FOR RETURNING VOLUNTEERS?

Special thanks to: Barbara DelBene for her contribution to content provided in this module.



@ProsperityNov prosperitync...org

# By the end of this module...

...you will be prepared for the new issues that are included in the IRS Basic and Advanced tests for VITA Volunteer Tax Preparers, including:

- Revisions to IRS forms.
- Modifications to the types of returns prepared at VITA tax sites.
- Revised numerical rates and limits.
- Tax law changes that apply to Basic level tax returns.
- Tax law changes that apply to Advanced level tax returns.
- Where to find more information about what's new for filing season 2020.

@Prosperity

prosperitync

Advanced preparers must read all of the information – Basic and Advanced – to learn all the changes for filing season 2020.



### In this module...

- Changes to IRS Tax Forms
- Changes to Intake, Interview & Quality Review
- Returns Prepared by VITA
- New Numbers
- Basic Tax Law Changes
- Advanced Tax Law Changes
- Resources and Summary





# Changes to IRS Tax Forms



@ProsperityNow

Schedule C-EZ, Net Profit from Business (Sole Proprietorship) is now obsolete.

Form 8965, Health Coverage Exemptions, is now obsolete.

There are two **new qualified business income deduction forms**:

- Form 8995, Qualified Business Income Deduction Simplified Computation
- Form 8995-A, Qualified Business Income Deduction

Taxpayers whose taxable income is not more than \$160,700 (\$160,725 if married filing separately or \$321,400 if married filing jointly), can use Form 8995 - the simplified form.

@Prosperity

prosperitync

All draft forms can be accessed <u>online</u>.



Form 1040 has gone through another redesign for tax year 2019. Here's what's changed:

□The Form 1040 is bigger than last year's "postcard" size.

The income has been moved back to page 1.

Tax, credit, and signature sections are on page 2.

■The new forms (Schedules 1 – 6) from last year have been reduced to three forms (Schedules 1, 2, and 3).

The box that indicated full year health care coverage has been eliminated.

All draft forms can be accessed <u>online</u>.





This provides a general idea of what the 1040 looks like for tax year 2019.

#### <u>2018</u>

|   | 18:10 MondEquin                | nh Marro Ténghapanan          | Houte house at Crothing                          | down: 0             |                                     |
|---|--------------------------------|-------------------------------|--|---------------------|-------------------------------------|
| Sourche Los new 25  | Cotid                          | W are                         |  |                     | in security resider                 |
| washinda duli   |                                | n şou o radest darit 🔄 Yea    | wereley, be or, due my 2, 1964                   | Ysecustand          | and have not an                     |
| i jaint inning soo  | erk ferinane and hila          | W7 DWY                        |  | Sponsi              | nonial avec ity remain              |
| to all the second se |                                | an oppose of a speecher.      | Aprovatives being other charge (2,10)<br>who was |                     | en hacht and etwarg<br>aprilien bet |
| kane winters (nor   | nte and sherf. Physiches a P   |                               |  | The Beaks           | Botor Carpage                       |
| ala haner sede  | all, and and different po      | r vera aroga etorez olleda se | davilal: G.                                      |                     | and others in                       |
| Depondente isto<br>Di Romana  | o instructiones:<br>Two s      | en Ji Sak ina kje             |  | HI CECETHE          | da Laski franci                     |
|   |                                |                               |  | 6                   |                                     |
| lign 🙏  | a state and based              | and a stand of the stand      |  | or syle and a count | in a larger in a                    |
| lere  | You a, share                   | UNI.                          | non upobasu                                      | A size 1            | nya na inany fatoni                 |
|   | Apparents - post on the joints | run, hath west- on            | Spennels and conflict                            | The Court           | type at serily heles                |
| nes de  |                                |                               |  |                     |                                     |
| anavak /  | Property ser-                  | Propulse's agreeant           | FIN  | 100.65              | Checkitt                            |
| seataster /   | Poper di sere                  | Рорной адман                  | FTN  |                     |                                     |

|                 |     | Cardinal Instantian Instantian Contemportal   | and a subscription of a   |  |       |   |  |  |
|-----------------|-----|---|---|--|-------|---|--|--|
|                 | 1   | Wagers in ency laps, clip. Alashi   |   | b Toub virtues                               | 1     |   |  |  |
| diaman (        | 24  | Tex examplifications  | 84  |  |       |   |  |  |
| Age afters      | 2.5 | Ouslited do denos   |   | h Cederary disidende                         | 20    |   |  |  |
| uns la kenne    | 4.4 | Respective and and any like   | 4.0   | h Trah concern                               | 45    |   |  |  |
|                 | 5a  | Great security perceits (1)   | 5.0   | b Joodine.emp.uk                             | 50    |   |  |  |
|                 | 8   | manage AN 18 Longth A   |   | conty state the stream from the bubbles      |       |   |  |  |
| linder          | 1   | Actual press meetic. I tou i<br>a support school of the Soliton   |   | corre, ence the arround hear the 5; officine | ··· 7 |   |  |  |
| Deductor fr -   | 8   | Standard richeterten er iterritert s  | Infortunes have 2 1 . http:   |  |       |   |  |  |
| The second      |     | Qualified by since income ded in  |   |  |       |   |  |  |
| 11.00           | 10  | Intellin records Sectional Loss of  | ant Court on 7 Lorent   | a max string all                             | 10    |   |  |  |
| Ares Salve      | 11  | Also been by a state where the second s  |   |  |       |   |  |  |
|                 |     | b Add any supervision school  | Zustebriebine   |  | E 10  |   |  |  |
| . 1010          | 12  | and the stable do not of here   |   | Address and the standard standard standard   | 12    |   |  |  |
| 1014            | 13  | Constitution of the second secon |   |  |       |   |  |  |
| - man           | ũ   | Other ton a little his body and   |   |  | 14    |   |  |  |
| are and         | 1   | Intelling Additions Controlle   |   |  |       |   |  |  |
| INTER.          | 45  | edata income los y tibel: trop  | Frank office and the  |  | 10    |   |  |  |
| Artducat        | n.  | Haddieres In Billinesad   |   | 112 F. J. 25                                 |       |   |  |  |
|                 | 1   | Add any group lifter school at  |   |  | 10    |   |  |  |
|                 | 14  | And into lotural 14, Illustrately   |   | Sheeper and a statement                      | 18    |   |  |  |
|                 | 10  | Fire this or that he that   |   | We have a second second second               | 10    |   |  |  |
| Refund          | 200 | And shalles and writing   |   |  | 1 200 |   |  |  |
| and states      |     | Battern over  |   | Foliae Detection Device                      |       |   |  |  |
| 5071AA.C.014    |     | account out the   | 111   | entite (c. many fate of                      |       |   |  |  |
| 1               | 21  | Anouto to: D an Autophe   | La la como de la contracta de | 21   |       |   |  |  |
| Amount You Dee  |     | Another the Digen Autopples   |   |  | * 22  | _ |  |  |
| AND ARE TO LOAN |     | Technologi too resulty loop nature  |   | E 23   |       |   |  |  |

| Check only #   |  | box. enter the name   |  |   | uschold (HOH) 🔄 Quality<br>enter the child's name if the   |  |  |
|--|--|---|--|---|--|--|--|
| Your first name and  | middle initial   |   | Lastname   |   | Y  | our soci:  | al security number                         |
| It joint retui spous   | first mean id  | kile t  | Lastname   |   | C S  | ¢ 10'5   | sial security num                          |
| Homo addi - (nun   |  |   | - instructions.  |   |  | . 19(2)  | Election Campaig                           |
| City, town or post o   | fice, state, and ZIP or  | ade. If you have a for  | eign address, also con   | iplete spaces below (see i  |  | coking a se  | x odow wil not of tago<br>You Spor         |
| Foreign country nar  | 10   |   | Foreign provi  | nco/state/county  |  |  | in four dependents,<br>doors and 2 here 1+ |
| Standard So<br>Deduction Age/Blindness Ye  |  | 100 100 fb0   | rou vento o duel atatue  | 1222  | refore January 2, 1955   | Is blind   |  |
| Dependents (see  |  | And a contract y 2 , 1990   |  |   |  |  | eenstudiosir                               |
|  | nstructions):  |   |  |   |  | althes for (s  | ee natuatora)<br>                          |
| Dependents (see  |  |   |  |   | to you (4) ≠ it que  | althes for (s  |  |
| Dependents (see<br>(I) finit name  | Wages, salaries, f   | in name   |  | umber (3) Ilekkonskip   | to you (4) ≠ it que  |  |  |
| Dependents (see<br>(I) First name  | Wages, salaries, f   | ips, etc. Attach Form   | (2) Social security (  | umber (3) Itektionship  | la yeu (4) ≠ 4 que Cel·la ser credit   | athes for (s   |  |
| Dependents (see<br>(I) First name  | Wages, salaries, i<br>Gualited dordend   | ps, etc. Atlach Form  | (2) Social security (<br>2) (2) (2) (2) (2) (2) (2) (2) (2) (2) (  | umber (3) Itektionship  | to you (4) × if que<br>Get Associated  | athes for (s   |  |
| Dependents (see<br>(f) finst name<br>(f) f                           | Wages, salaries, i<br>Tax-exempt intere<br>Qualities davidend<br>i IRA distributions.  | ist name  | (2) Societecuty (<br>(2) Societecu | b Texable inter     b Cedaray doid  | tu yeu (4) × it que<br>Gert sec creat<br>Cert sec creat<br>est. Attach Sch. B it required<br>ends. Attach Sch. B it required<br>unt  | albes for (s   |  |
| Dependents (see<br>(I) First name<br>1<br>2<br>standard<br>Deduction far-<br>4   | Wages, salaries, f<br>Wages, salaries, f<br>Touthed duiled<br>RA dothotions .<br>Pensions and ann  | ps, etc. Attach Form<br>st  | (2) Social security (<br>2) Social security (                                | Innter (3) likkinstry b Texatski inter b Texatski inter b Texatski inter b Texatski anno  | to you (6) / if que<br>C <sup>44</sup> second<br>C <sup>44</sup> secon | alhes for (s   |  |
| Dependents (see<br>(I) First tame<br>(I) F                           | Wages, salaries, I<br>Wages, salaries, I<br>Tax-exempt intere<br>Qualitied dividend<br>I IRA distributions,<br>Penseise and ann<br>Social security be  | ps, elc. Attach Form<br>st  | (2) Social security (<br>(2) Social security (  | Anneer (3) Tekkinnskip<br>b Texakiski inter<br>b Octobery dand<br>d Texakiski error<br>b Texakiski error<br>b Texakiski error   | to you (6) / if que<br>C <sup>44</sup> second<br>C <sup>44</sup> secon | alber for the start of the star |  |
| Dependents (see<br>(1) First name<br>(1) First name<br>standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standard<br>Standar                               | Wages, salaries, 1<br>Wages, salaries, 1<br>a Tax-exemptitive<br>Qualified dinidend<br>RA distibutions ,<br>Premeares and ann<br>Social security be<br>Capital gain or 6o  | ps, elc. Attach Form<br>st  | (2) Social security (<br>(2) Social security (  | Anneer (3) Tekkinnskip<br>b Texakiski inter<br>b Octobery dand<br>d Texakiski error<br>b Texakiski error<br>b Texakiski error   | to you (6) / if que<br>C <sup>44</sup> second<br>C <sup>44</sup> secon | athes for ()<br>1<br>2b<br>3b<br>4b<br>4d<br>5b  |  |
| Dependents (see<br>(1) First name<br>(1) First nam   | Wages, salaries, I<br>Wages, salaries, I<br>Tax exemptiniser<br>Outlined dividend<br>IRA dobitutions.<br>Pensiers and ann<br>Social security ber<br>Capital guin of 60<br>Other income from  | per participante de la compositiva de la compo<br>el compositiva de la compositiva de l | eg W 2<br>2a<br>3a<br>4e<br>5a<br>D if requeed. If not rec   | b Tocaldo inter     b Tocaldo inter     b Octavy deal     b Tocaldo inter     b Octavy deal     b Tocaldo ante     d Tocaldo ante     b Tocaldo ante  | to you (6) / if que<br>C <sup>44</sup> second<br>C <sup>44</sup> secon | 1 2b 3b 4d 5b 6  |  |
| Dependents (see<br>(1) First name<br>(1) First name<br>(1) First name<br>(1)<br>2<br>Beredaet<br>Strates Oracles<br>Mits Sourcester<br>4<br>2<br>2<br>2<br>2<br>2<br>2<br>2<br>2<br>2<br>2<br>2<br>2<br>2  | Wages, salaries, Il<br>Tax exemptities<br>Qualities dividendi<br>RA dothibutions.<br>Peneserunt later<br>Social security ber<br>Capital game if do<br>Other income from<br>the income from<br>the income from<br>the income from<br>the income from                                      | personne  | 22 Societeouty 1<br>40 W 2<br>2a<br>3a<br>4a<br>5a<br>Difrequeed. If not re-c<br>7a. This is your total if   | b Tocaldo inter     b Tocaldo inter     b Octavy deal     b Tocaldo inter     b Octavy deal     b Tocaldo ante     d Tocaldo ante     b Tocaldo ante  | to you (6) / f opu<br>Orth second<br>Colling control<br>of the control of the control of the control<br>of the control of the control of the control of the control<br>of the control of t  | 1 1 2 b 3 b 4 b 4 d 5 b 6 7 a  |  |
| Dependents (see<br>(1) First name<br>(1) First nam   | Wages, salaries, 1<br>Tax-exemptities<br>Gualities dividending<br>RA dottibutions<br>Presents and anni<br>Social security bar<br>Other income from<br>Add Innes 1, 85, 30<br>Adjutiments form  | pp, etc. Attach Form<br>st.<br>st.<br>is<br>unter<br>st. fis<br>st.<br>refits<br>st. Attach Schedule<br>Sch. Attach Schedule<br>Sch. db, 4d, db, 6, and<br>come farm Schedule 1, im 9<br>b, 4b, 4d, ob, 6, and  | (2) Societrearity (<br>we) W 2<br>2a<br>3a<br>4a<br>4a<br>5a<br>Dif required. If not re-<br>7a. This is your total in  | b Teolite inter<br>b Teolite inter<br>b Orthogy data<br>b Teolite inter<br>b Orthogy data<br>b Teolite inter<br>d Teolite inter<br>d Teolite inter<br>d Teolite inter<br>d Teolite inter<br>d Teolite inter   | to you (6) / f opu<br>Orth second<br>Colling control<br>of the control of the control of the control<br>of the control of the control of the control of the control<br>of the control of t  | 1 1 2 2 b 3 3 b 4 b 4 4 d 5 b 6 7 a 7 b  |  |
| Dependents (see<br>(1) first ness<br>(1) first ness<br>(2) first nes   | Wayns, salarics, I<br>Tax exempt inter-<br>Qualities divided and<br>RA dobibutions.<br>Persons and ann<br>Social security be<br>Capital quan of do<br>Other income from<br>Adjustments for in-<br>Subtract from Gar  | refrom<br>ps, etc. Attach Form<br>ist.<br>st.<br>st.<br>st.<br>st.<br>st.<br>st.<br>st.   | 22 Societizentry 1<br>24<br>25<br>26<br>27<br>28<br>33<br>46<br>55<br>Di required. Il not re-<br>7, This is your total in<br>1, line 22<br>20<br>33<br>46<br>57<br>50<br>50<br>50<br>50<br>50<br>50<br>50<br>50<br>50<br>50  | b Testi ki inte<br>b Testi ki inte<br>b Catagi da b<br>b Tosta ki ma<br>b Tosta ma<br>tosta | byu Qi Ar can<br>Qi Marconi<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>Californi<br>California<br>California<br>California<br>California<br>California<br>Californi  | 1<br>1<br>2b<br>3b<br>4b<br>4d<br>5b<br>6<br>7a<br>7b<br>8a  |  |
| Dependents (see<br>(1) Fint nexe<br>(2) Fint nexe<br>(3) Fint nexe<br>(3) Fint nexe<br>(4) Fint nexe | Wages, salaries, f<br>Wages, salaries, f<br>Tax-exemptinter<br>Qualities danked<br>IRA dobitionism.<br>Persons and ann<br>Social security ber<br>Other income from<br>Other income from<br>Other income from<br>Add lines 1, 8b, 30<br>Add just 1, 8b, 30<br>Add just 1, 8b, 30          | pp, etc. Attach Form<br>st  | (2) Societreouty (<br>eq. W 2<br>2a<br>3a<br>4a<br>4a<br>4a, This is your total in<br>1, line 22<br>au adjusted gross ince<br>au adjusted gross ince<br>(a) Society (a) So   | Instance         (5) Ilidicating           b         Teccipie (mini-<br>b) Octavity (mini-<br>b) Octavity (mini-<br>b) Octavity (mini-<br>b) Octavity (mini-<br>b) Teccipie (mini-<br>d) Isocipie (mini-<br>tect) Isocipie (mini  | brew C40 Area (1997)   | 1<br>1<br>2b<br>3b<br>4b<br>4d<br>5b<br>6<br>7a<br>7b<br>8a  |  |
| Dependents (see<br>(1) Finit nexe<br>(2) F                           | Instructions):<br>Wayres, sciaries, I<br>Tax, occernptinter<br>Qualitied divided on<br>BRA dividuations.<br>Previous and anno<br>Social security bea<br>Capital guain or foo<br>Other income from<br>Add inness 1, 82, 30<br>Adjustments to in<br>Standard dieduat<br>Qualitied bosiness | per, etc. Attach Form<br>str.<br>str.<br>st.<br>st.<br>st.<br>st. Attach Form<br>st.<br>st.<br>Attach Schedule 1, ime 9<br>b, db, dd, db, G, and<br>Schedule 1, ime 9<br>b, db, db, db, db, db, db, db, db, db, d   | 22 Societizentry 1<br>24<br>25<br>26<br>27<br>28<br>33<br>46<br>55<br>Di required. Il not re-<br>7, This is your total in<br>1, line 22<br>20<br>33<br>46<br>57<br>50<br>50<br>50<br>50<br>50<br>50<br>50<br>50<br>50<br>50  | Instance         (5) Ilidicating           b         Teccipie (mini-<br>b) Octavity (mini-<br>b) Octavity (mini-<br>b) Octavity (mini-<br>b) Octavity (mini-<br>b) Teccipie (mini-<br>d) Isocipie (mini-<br>tect) Isocipie (mini  | byu Qi Ar can<br>Qi Marconi<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>California<br>Californi<br>California<br>California<br>California<br>California<br>California<br>Californi  | 1<br>1<br>2b<br>3b<br>4b<br>4d<br>5b<br>6<br>7a<br>7b<br>8a  |  |

|  | 12a Ta   |   | iy ton Fernisj 1 📃 881   |   |  | 12a  |  | -  | _   | Pa  | -            |
|--|--|---|--|---|--|--|--|--|---|---|--------------|
|  |  |   | and line 12a and enter the   |   | 12 3   | 128  |  | 126  |   |   |              |
|  |  |   |  | total .   |  | 1  |  | 126  |   |   | _            |
|  |  |   | for other dependents .   |   |  | 13a  |  | -  |   |   |              |
|  |  |   | and line 13a and onler the   |   |  |  |  | 136  |   |   |              |
|  |  |   | ne 12b. Il zero ar less, enl   |   |  | e e e e e  |  | 14   | -   |   |              |
|  |  | NGL DIG CONTRACTOR  | elt-employment tax, from   |   | ine 10   | 5. K. K. K. K.   | 2.3  | 15   |   |   |              |
|  |  | kt lines 14 and 15. Thi   |  | 1. 1. 1.  | 1.18 18 18 18 18   | 1. 1. 1. 1. 1  | 2.2  | - 16   |   |   | _            |
|  |  |   | held from Forms-W-2 and  | 1099 .  | 5  |  |  | 17   |   |   | _            |
| If you have a  |  | her payments and reh  |  |   |  | 4  |  |  |   |   |              |
| athrit Sch I G   | 1.1  | imet incomé credil (F   | 1350 D   | 2. 2. 2.  |  | 18a  |  | _  |   |   |              |
| It you have not taxable  |  |   | ht. Altach Schedule 8812   |   | · · / · · · · · · · · · · · · · · · · ·  | 186  |  | _  |   |   |              |
| combs, bay, are  |  |   | edit from Form 8863, line  | 8   |  | 180  |  | _  |   |   |              |
| instructions   |  | henliale 3, line 14   | 1.2.5.5.2.5.5  |   |  | 18d  |  |  |   |   |              |
| _  | •  |   | 6d. These are 3 r total o  |   | nts and refundable c   | lite .   | 8.8.   |  |   |   | -            |
|  |  | lie M1  |  | entr  |  |  |  | 19   |   | -   | _            |
|  |  | ine 👘 İh İn   |  |   | ie e amount you o  | paid .   |  |  | í   | -   | -            |
|  |  |   | ai etui dit vu   | an. 988 -   | Its ed, check here   | 1. 2. 3  |  | 1 10   | -   |   | _            |
| Direct depct   | ►b Re  | auting number   | TEITT  |   | ► p Type:  | Checking   | 1 Styles   |  |   |   |              |
| 509 haruca   |  |   |  |   | - n type:  |  | - Survit   | * I  |   |   |              |
|  |  | count number  |  |   |  |  |  | °  |   |   |              |
| _  | 22 An  | nount of line 20 you w  | ant applied to your 2020   |   | <sup> </sup>   [<br>∞  | 22   |  |  |   |   |              |
| Amount   | 22 An<br>23 Ar   | nount of line 20 you w<br>nount you owe. Subt   | ract line 19 from line 16. F   |   | <sup> </sup>   [<br>∞  | 22<br>.tkons   |  | 23   |   |   |              |
| Amount<br>You Owe  | 22 An<br>23 Ar<br>24 Es  | nount of line 20 you w<br>nount you owe. Subt<br>timated tax penalty (s   | ract line 19 from line 16. F<br>ee instructionsi .   | er details on   | ax   | 22<br>5xm<br>24  |  | 23   |   |   |              |
| Amount<br>You Owe<br>Third Party   | 22 An<br>23 Ar<br>24 Es  | nount of line 20 you w<br>nount you owe. Subt<br>timated tax penalty (s   | ract line 19 from line 16. F   | er details on   | ax   | 22<br>5xm<br>24  |  | • 23   | Yes. Con  | nplete be   | łow          |
| Amount<br>You Owe<br>Third Party<br>Designee   | 22 An<br>23 Ar<br>24 Es<br>Do you  | nount of line 20 you w<br>nount you owe. Subt<br>timated tax penalty (s<br>r want to allow anothe   | ract line 19 from line 16. F<br>ee instructionsi .   | er details on<br><br>Said preparer  | ax   | 22<br>Borns<br>24<br>with the #357 Se  | e instructio   | • 23<br>(6. 8  | Yes. Con<br>No  | nplete be   | łow          |
| Amount<br>You Owe<br>Third Party   | 22 An<br>23 Ar<br>24 Es<br>Do you<br>Design  | nount of line 20 you w<br>nount you owe. Subt<br>tim ated tex penalty is<br>want to allow another<br>ee's   | ract line 19 from line 16. F<br>ee instructionsi .   | er details on<br>oaid preparer)<br>Phon   | AX   | 22<br>ficens<br>24<br>with the IRS7 Se   | e instructio   | • 23<br>(6. 8  |   | nplete be   | 40%          |
| Amount<br>You Owe<br>Third Party<br>Designee<br>Corernas   | 22 An<br>23 Ar<br>24 Es<br>Do you<br>Design  | nount of line 20 you w<br>nount you owe. Subit<br>tim stad tex panalty is<br>the same to allow another<br>the set to allow another<br>the set to allow the set of the set of the<br>text to allow the set of | ract line 19 from line 16. F<br>ee instructional .<br>¢ person (offier than your p   | or details on l<br>oad preparent<br>Phone<br>no.  | ax .<br>how to pay, one instruction of the second sec | 22<br>Sons<br>24<br>with the IRS7 Se<br>De<br>nu   | e instructio<br>rsonal iden<br>mber (PIN)  | thication  | No  |   |              |
| Amount<br>You Owe<br>Third Party<br>Designee<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitu | 22 An<br>23 Ar<br>24 Es<br>Do you<br>Design<br>name  | nount of line 20 you w<br>nount you owe. Subt<br>timated tax penalty (s<br>want to allow another<br>events<br>here a penalty of the sub-  | ract line 19 from line 16. F<br>ee instructionsi .   | ar details on l   | ax .<br>have to pay, doo instruct<br>) to discuss this return<br>as<br>or parving schedules ar:  | 22<br>Bons<br>24<br>With the IRS7 Se<br>De<br>nu   | e instructio<br>scinal iden<br>inter (PIN)   | thication  | No  |   |              |
| Amount<br>You Owe<br>Third Party<br>Designee<br>Corernas   | 22 An<br>23 Ar<br>24 Es<br>Do you<br>Design<br>name<br>Unce p  | nount of line 20 you w<br>mount you owe. Subt<br>tim at of the panalty (s<br>is want to allow another<br>sets<br>sets<br>and complete. Declaration  | ract line 19 from line 16. F<br>eo instructional .<br>r person (other than your p<br>e that I have examined the  | ar details on l   | AX<br>how to pay, two instru-<br>to decass the return<br>e<br>orr carying son-dutes arc<br>in all information drivitish p  | 22<br>Bons<br>24<br>With the IRS7 Se<br>De<br>nu   | e instructio<br>social iden<br>inber (PIN)<br>the best of<br>or etge   | thication  | No<br>pasrd bak   | of they are   |              |
| Amount<br>You Owe<br>Third Party<br>Designee<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitute<br>Constitu | 22 An<br>23 Ar<br>24 Es<br>Do you<br>Design<br>name<br>Unce p  | nount of line 20 you w<br>nount you owe. Subt<br>timated tax penalty (s<br>want to allow another<br>events<br>here a penalty of the sub-  | ract line 19 from line 16. F<br>eo instructional .<br>r person (other than your p<br>e that I have examined the  | ior defails on i<br>suid preparent<br>Phone<br>no. •<br>return enciencies<br>sector based o                     | ax .<br>have to pay, doo instruct<br>) to discuss this return<br>as<br>or parving schedules ar:  | 22<br>Bons<br>24<br>With the IRS7 Se<br>De<br>nu   | e instructio<br>social idea<br>idea (PIN)<br>idea best of<br>orreage   |  | No<br>pe and bein   | f they so   |              |
| Amount<br>You Owe<br>Third Party<br>Designee<br>Cotar has<br>codo paceed<br>Sign<br>Here<br>Jani exten?  | 22 An<br>23 Ar<br>24 Es<br>Do you<br>Design<br>name 1<br>Unce p<br>correct.<br>Your se                               | nount of line 20 you w<br>mount you owe. Subt<br>timated tax penalty is<br>a want to slove another<br>ear's<br>everter of perupy, ded<br>and complete. Decision<br>construe   | ract line 10 form line 16. F<br>so instructional .<br>r pesson (office than your p<br>sin that I foce examined the<br>notificacies cotte that social                           | ior defails on i<br>suid preparent<br>Phone<br>no. •<br>return enciencies<br>sector based o                     | AX<br>how to pay, two instru-<br>to decass the return<br>e<br>orr carying son-dutes arc<br>in all information drivitish p  | 22<br>Bons<br>24<br>With the IRS7 Se<br>De<br>nu   | e instructio<br>risonal ident<br>nicer (PIN)<br>inte best of<br>ocracije   | the RS se<br>rotection   | No<br>pe or d bele<br>rit you an<br>'N, order                               | f they so<br>klonitly<br>t bere                           |              |
| Amount<br>You Owe<br>Third Party<br>Designee<br>Crart 145<br>Cidspected<br>Sign<br>Here<br>Janl adum?<br>Sto instructions.   | 22 An<br>23 Ar<br>24 Es<br>Do you<br>Design<br>name 1<br>Unce p<br>correct.<br>Your se                               | nount of line 20 you w<br>mount you owe. Subt<br>timated tax penalty is<br>a want to slove another<br>ear's<br>everter of perupy, ded<br>and complete. Decision<br>construe   | ract line 19 from line 16. F<br>eo instructional .<br>r person (other than your p<br>e that I have examined the  | ior defails on i<br>suid preparent<br>Phone<br>no. •<br>return enciencies<br>sector based o                     | AX<br>how to pay, two instru-<br>to decass the return<br>e<br>orr carying son-dutes arc<br>in all information drivitish p  | 22<br>Borns<br>24<br>24<br>Per<br>Per<br>Num<br>statements, and to<br>repair frice any sh  | e instructio<br>rsonal dett<br>nber (PN)<br>the best of<br>oceage  | the IRS se   | No<br>pe or d belo<br>rit you an<br>'N, onter<br>int your sp                | f they so<br>Identify<br>there<br>ouse an                 | - a 1        |
| Amount<br>You Owe<br>Third Party<br>Designee<br>Cotor has<br>coldo recent<br>Sign<br>Here<br>Janl aduar?<br>See instructions.  | 22 An<br>23 Ar<br>24 Es<br>Do you<br>Design<br>name 1<br>Unce p<br>correct.<br>Your se                               | nount of line 20 you w<br>mount you owe. Subt<br>timated tax penalty is<br>a want to slove another<br>ear's<br>everter of perupy, ded<br>and complete. Decision<br>construe   | ract line 10 form line 16. F<br>so instructional .<br>r pesson (office than your p<br>sin that I foce examined the<br>notificacies cotte that social                           | er details on l<br>oaud preparent<br>Phone<br>no. •<br>return encience<br>sed a based o<br>Date                 | AX.<br>how to pay, too instrum<br>to declass this return<br>or parying schedules and<br>all incometion district p<br>Your population   | 22<br>Borns<br>24<br>24<br>Per<br>Per<br>Num<br>statements, and to<br>repair frice any sh  | e instructio<br>rsonal iden<br>iber (PN)<br>the best of<br>ocratige<br>b<br>b<br>b   | the RS as<br>rote the RS as<br>rotection (<br>rotection (<br>rotec | No<br>pe or d belo<br>rit you an<br>'N, onter<br>int your sp                | f they so<br>Identify<br>there<br>ouse an                 | - σ.         |
| Amount<br>You Owe<br>Third Party<br>Designee<br>Cotor has<br>coldo recent<br>Sign<br>Here<br>Janl aduar?<br>See instructions.  | 22 An<br>23 Ac<br>24 Es<br>Do you<br>Design<br>name<br>Urose p<br>correct.<br>Your si<br>Spous                       | nount of line 20 you we<br>nount you eve. Subt<br>binated tax panalty is<br>the state of tax panalty is<br>an are set of party, and<br>and complete. Declarate<br>agriculture<br>als signature. If a joint  | ract line 10 form line 16. F<br>so instructional .<br>r pesson (office than your p<br>sin that I foce examined the<br>notificacies cotte that social                           | er details on 1  Phone no.  Phone no.  Date Date Date   | K        | 22<br>Borns<br>24<br>24<br>Per<br>Per<br>Num<br>statements, and to<br>repair frice any sh  | e instructio<br>rsonal iden<br>iber (PN)<br>the best of<br>ocratige<br>b<br>b<br>b   | the IRS se   | No<br>pe or d belo<br>rit you an<br>'N, onter<br>int your sp                | f they so<br>Identify<br>there<br>ouse an                 | - σ.         |
| Amount<br>You Owe<br>Third Party<br>Designee<br>Cotar has<br>codo paceed<br>Sign<br>Here<br>Jani exten?  | 22 An<br>23 Ac<br>24 Es<br>Do you<br>Design<br>name I<br>Under p<br>conect.<br>Your si<br>Spous<br>Phone             | nount of line 20 you as<br>mount you eve. Arish<br>timited tax pointh to<br>see its<br>seen to allow a nother<br>ever it<br>and complex. Each sec<br>gradure<br>and complex. Each sec<br>gradure.   | ract line 19 form line 16. F<br>co instructions :<br>r person (office then your p<br>are not i have exemited the<br>not preview other that social<br>tricture, both must sign. | er details on l<br>could preparent<br>Phone<br>no. •<br>return ant exc<br>parent<br>Date<br>Date<br>Email addre | K        | 22 dons 24 dons 24 dons 25 don | e instruction<br>reconstruction<br>reconstruction<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpr | 23     10  | No<br>pe and been<br>rit you an<br>"N, enter<br>int your sp<br>eration Pitt | f they are<br>identify<br>there<br>ouse an<br>i, onler d  | - a 1        |
| Amount<br>You Owe<br>Third Party<br>Designee<br>Cotor has<br>coldo recent<br>Sign<br>Here<br>Janl aduar?<br>See instructions.  | 22 An<br>23 Ac<br>24 Es<br>Do you<br>Design<br>name I<br>Under p<br>conect.<br>Your si<br>Spous<br>Phone             | nount of line 20 you we<br>nount you eve. Subt<br>binated tax panalty is<br>the state of tax panalty is<br>an are set of party, and<br>and complete. Declarate<br>agriculture<br>als signature. If a joint  | ract line 10 form line 16. F<br>so instructional .<br>r pesson (office than your p<br>sin that I foce examined the<br>notificacies cotte that social                           | er details on l<br>could preparent<br>Phone<br>no. •<br>return ant exc<br>parent<br>Date<br>Date<br>Email addre | K        | 22<br>Borns<br>24<br>24<br>Per<br>Per<br>Num<br>statements, and to<br>repair frice any sh  | e instructio<br>rsonal iden<br>iber (PN)<br>the best of<br>ocratige<br>b<br>b<br>b   | 23     10  | No it you an 'D, ender it you an 'D, ender it your sp eckon Pff Check r     | I they are<br>identify<br>there<br>ouse an<br>i, enter if | i na         |
| Amount<br>You Owe<br>Third Party<br>Designed<br>Cotor tas<br>cotor sate<br>cotor sate<br>Sign<br>Here<br>Sto instructions.<br>Keep acceptions.<br>Your records.  | 22 An<br>23 Ac<br>24 Eo<br>Do you<br>Design<br>name I<br>Uroe: p<br>correct.<br>Your si<br>Spous-<br>Phone<br>Ptopor | nount of line 20 you as<br>mount you eve. Arish<br>timited tax pointh to<br>see its<br>seen to allow a nother<br>ever it<br>and complex. Each sec<br>gradure<br>and complex. Each sec<br>gradure.   | ract line 19 form line 16. F<br>co instructions :<br>r person (office then your p<br>are not i have exemited the<br>not preview other that social<br>tricture, both must sign. | er details on l<br>could preparent<br>Phone<br>no. •<br>return ant exc<br>parent<br>Date<br>Date<br>Email addre | K        | 22 dons 24 dons 24 dons 25 don | e instruction<br>reconstruction<br>reconstruction<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpretation<br>interpr | 23     10  | No it is and bee it you an iN, enter it your sp ection PM Check r 2 2 d     | f they are<br>identify<br>there<br>ouse an<br>i, onler d  | - tu<br>- tu |

All draft forms can be accessed <u>online</u>.

2019





The six new forms from last year (Schedules 1 - 6) have been revised and combined into three forms (Schedules 1 - 3).

- 1 Additional Income and Adjustments To Income is pretty much the same. Some lines have been renumbered.
- 2 Tax is now Additional Taxes. It is a combination of last year's Schedules 2 (Tax) and 4 (Other Taxes).
- 3 Nonrefundable Credits is now called Additional Credits and Payments. It is a combination of last year's Schedules 3 and 5. It contains nonrefundable credits, payments, and refundable credits.
- 4 Other Taxes This information was added to Schedule 2. Schedule 4 is now **obsolete**.
- 5 Other Payments and Refundable Credits This information was added to Schedule 3. Schedule 5 is now **obsolete**.
- 6 Foreign Address and Third Party Designee information was added to Form 1040. Schedule 6 is now obsolete.

@Prosperity o

All draft forms can be accessed online.



Starting with tax year 2019, there is a new 1040.

#### Form 1040-SR, U.S. Income Tax Return for Seniors

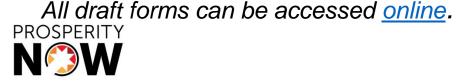
Based on the draft form dated 09-11-19:

- The taxpayer must be age 65 or older to use this form. On a joint return, at least one taxpayer must meet the age requirement.
- Form 1040-SR fills the entire pages 1 and 2 of the usual 8.5" by 11" form.
- Form 1040-SR uses a larger font than the Form 1040.
- The taxpayer(s) can take the standard deduction or itemize.
- There is a standard deduction chart at the bottom of page 1 of the Form 1040-SR to help determine the standard deduction for taxpayer(s) who were born before January 2, 1955.

Note: Taxpayers age 65 or older are not required to use the new form. It is just an optional alternative.

@Prosperit/

prosperitync



For Disclosure, Privacy Act, and Paperwork Beduction Act Notice, see separate instructions.

#### This gives you an idea of what the draft 1040-SR looks like:

Cet. No. 7 936F

| 1040                                |                                      | e Traesury - Internal Pavenus as       | min 189 Jan da 🖌  | -                                | Ĩ                            |   | Form 1040-88 (2                              | 010  |  |                                     |                                       | Page  |
|-------------------------------------|--------------------------------------|--|---|----------------------------------|------------------------------|---|--|--|--|-------------------------------------|---------------------------------------|---|
| 1040                                | -Jn U.S. Tax                         | <b>Return for Seni</b>                 | ors 쓰셨ヿ   |                                  |                              | Do not will or and a in Tria space,   |  | 12a Tax (see instructions).  | Check if any from:   | 12 04                               |                                       |   |
| iling                               | Single                               | E                                      | Married filing jo   |                                  | Married fling                | separately (MFS)  |  | 1 - Formis) 5814 2   | Selection of the selection of the  | 12a                                 |                                       |   |
| status<br>neckonk ros               | Head of house<br>If you checked the  | MFS box, enter the na                  | <ul> <li>Qualifying wide<br/>me of socuse. If yo</li> </ul> |                                  | OH pr QW box en              | ter the child's   |  | b Add Schedule 2, line 3,  |  |                                     | <b>)</b> 1                            | 0h  |
| SR.                                 | name if the qualityin                | ng person is a child bu                | it not your depende   |                                  |                              |   |  |  |  |                                     | er er se 🖌 🗖                          | 20  |
| Your first nam                      | e and middle initial                 | Last                                   | name  | -                                | Y                            | four social security number   |  | 13a Child tax credit or credi  | t for other dependent  | s  13a                              |                                       |   |
| if joint return, i                  | spo.coe's first name an              | d middle initial Last                  | name  | Λς                               |                              | ipouse's social security number   | 100  | <ul> <li>b Add Schedule 3, line 7,</li> <li>14 Subtract line 13b from</li> </ul>                               | and the second division of the second divisio |                                     |                                       | 3b  |
|                                     |                                      | l you have a P O, box, si              | 10 10   |                                  |                              | Presidential Election Campaign<br>hold brochysty crystar sports (Ting<br>hib, ward \$5 bigs is the type |  | 15 Other taxes, including s  |  |                                     | · · · · · · · · · · · · · · · · · · · | 5   |
| City, town or p                     | ost office, state, and ZI            | Picode, If you have a fore             | gn address, also comp                                       | plete spaces below (s            | see instructions), 👌         | notegetablice for acted will up the   |  | 16 Add lines 14 and 15. Tr   | is is your total tax .   |                                     | <b>)</b> 1                            | 16  |
| Foreign counts                      | emenyo                               |  | foreign province/state                                      | Ncounty 18                       |                              | readure. You Spouse<br>Finare than four dependents.   |  | 17 Federal income tax with   | held from Forms W-2  | and 1099                            |                                       | 17  |
|                                     |                                      |  |   |                                  |                              | ize inst and ∠here ► [  |  | 18 Other payments and re   |  |                                     |                                       |   |
| Standard<br>Deduction               |                                      | im: You as a de<br>es on a separate re |   |                                  |                              | <b>201</b>  | • If you have<br>a raulifying<br>chid, utach | <ul> <li>a Earned income credit (5)</li> </ul>   |  | 18a                                 | 1                                     | <b>ZU</b>   |
| ge/Blindness                        |                                      | om before January a                    |   |                                  |                              |   | Soh. EC.                                     | b Additional child tax creater   | dit. Attach Schedule 8   | 812 <b>18b</b>                      | 7 1                                   |   |
|                                     | Spouse: UWas<br>ts (see instruction: | born before Januar                     |   | olind<br>(3) Relationship to you |                              | walifies for free inst (  | restacable<br>contact pay,                   | c American opportunity c   | redit from Form 8863   | Ine 8 18c                           | -                                     |   |
| 1) First name                       | Last name                            |  | social second y number                                      | faturiancient in to              |                              | Coalifies Pergion inst (<br>Tradition other dependents  | soo<br>instructions.                         | d Schedule 3, line 14 .  |  |                                     |                                       |   |
|                                     |                                      |  |   |                                  |                              |   |  |  |  |                                     | la ana dia b                          | 0   |
|                                     |                                      |  |   |                                  |                              |   |  | <ul> <li>Add lines 18a through 18d.</li> </ul>   |  |                                     | -                                     | 00  |
|                                     |                                      |  |   |                                  | -                            | -   |  | 19 Add lines 17 and 18e. T   |  |                                     | 🕨 1                                   | 19  |
|                                     | 1 Wanes sala                         | ries, tips, etc. Attact                | Ecom(s) W-2   | and the second second            | entre entre                  | 1   | Refund                                       | 20 If line 19 is more than line '  | 6, subtract line 16 from   | ine 19. This is the amount y        | ou overpaid 2                         | 20  |
| tach L                              | 2a Tax-exempt                        |  |   | 1                                | nterest                      | 20  |  | 21a Amount of line 20 you wa   |  |                                     |                                       | 1a  |
| chedule 8<br>required.              | 3a Qualified div                     | idends34                               |   | b Ordinary                       | dividends                    | 3b  | Direct deposit?                              | b Routing number   | 11111  | ► c Type: L Checking                | ∐ Savings                             |   |
| J                                   | 4a IBA distribut                     |  |   | b Taxable a                      |                              | 4b  | See  | d Account number   | 11 11  |                                     | 1                                     |   |
|                                     |                                      |  |   |                                  |                              | 4d  |  | 22 Amount of line 20 you wan   | applied to your 2020   | etimated tax > 20                   |                                       |   |
|                                     | c Pensions an                        |  | D   | d Taxable a                      |                              |   |  |  |  |                                     |                                       |   |
|                                     | 5a Social securit                    | •                                      |   | b Taxable a                      |                              | 5b  |  | 23 Amount you owe. Subtrac   |  |                                     | structions 🕨 2                        | 3   |
|                                     | 6 Capital gain o                     | r (loss). Attach Sched                 | ale D if required. If r                                     | not required, chec               | ik here 🛛 . 🕨 🔲              | 6   |  | 24 Estimated tax penalty §   |  |                                     |                                       |   |
|                                     | 7a Other Incom                       | e from Schedule 1,                     | line 9  |                                  |                              | 7a  | Third Party                                  | Do you want to allow another persons   | (other than your paid preparer)  | o discuss this return with the FIS3 |                                       |   |
|                                     | b Add lines 1,                       | 26, 3b, 4b, 4d, 5b, 1                  | 6, and 7a. This is  | your total incor                 | me                           | 7b  | Designee                                     | Designee's   | Phone  |                                     | Personal identification               | I No  |
|                                     |                                      | to income from Sci                     |   |                                  |                              | 8a  | petroverery                                  | mme 🕨  | no. 🕨  |                                     | number (PIN)                          |   |
|                                     |                                      |  |   |                                  |                              |   | Sign   | Under penalties of perjury, I declare<br>my knowledge and belief, they are tr                                  |  |                                     |                                       |   |
| tandard                             |                                      | 8a from line 7b. Th                    |   | -                                |                              | 8b  |  | of which preparer has any knowledg   | e.   |                                     |                                       |   |
| eduction                            |                                      | duction or itemized of                 |   |                                  |                              |   |  | Your signature   | Date   | Your occupation                     | 1 hotected                            | Siseni you an Identity<br>in P <u>IN, anter it here</u>     |
| e Standard<br>ebstace Chart         | 10 Qualified busin                   | ass income deduction. A                | Attach Form 8995 or 1                                       | Form 8995-A 10                   | 1                            |   | Rohitectur?<br>See riskuptons.               |  |  | North Color of the Article of the   | (see not                              |   |
| icw.                                | 11a Add lines 9 a                    | and 10                                 | 1.11.1.1.1  |                                  |                              | 11a   | Keep & copyro<br>exerciseds                  | Spouse's signature. If a joint raturn, I   | ooth must sign. Date   | Spouse's occupation                 |                                       | s cent your spouse an<br>Yot <u>ection PIN, enter it he</u> |
| /                                   | b Taxable inc                        | ome. Subtract line '                   | 1a from line 8b. I  | if zero or less, er              | nter -0                      | 11b   | Burt storage                                 | un la companya de la companya de la companya de la companya de la companya de la companya de la companya de la |  |                                     | (see inst                             | )   |
| tandard                             |                                      | of boxes checked in th                 |   |                                  |                              | <b>.</b>  |  | Phone no.<br>Preparer's name   | Freail addre   | s<br>Date                           | PTN                                   | Check it  |
| eduction                            | IF your filing status is             | AND the number of<br>boxes checked is  |   | IF your filing status is         | AND the number boxes checked | er of THEN your stenderd<br>is deduction is   | Paid   | Preparer s name  | matrices o signature   | Date                                | r (IN                                 | GRECK IT  |
| hart                                | an anna an                           | 0                                      | \$12,200  | 263322265253                     | 0                            | \$18,350  | Preparer                                     |  |  |                                     |                                       | T Ser-sup cost  |
| n' use this chart.<br>Cried te sich | Single                               | 1                                      | 13,850  | Head of<br>household             | 1                            | 20,000  | Use Only                                     | Firm's name 🕨  |  |                                     | Phone m                               |   |
| 1000 CERCE                          |                                      | 2                                      | 15,500  | 1.00001010                       | 2                            | 21,650  |  | Emi's aldress 🕨  |  |                                     | Firm's FI                             |   |
| Tyjaca<br>sandent your              | Married                              | 0                                      | 24,400  |                                  | D                            | 12,200  | Go to more stage                             | w/>ven/OR/SPPTor instructions and the la   | test information.  |                                     |                                       | fam 1040-SR 20  |
| case benkses of                     | filing jointly                       | 1                                      | 25,700 27,000   | Mamed filing                     | 1                            | 13,500  |  |  |  |                                     |                                       |   |
| 10.000 0 0.000                      | Qualitying                           | 2                                      | 28,300  | oeparately                       | 2                            | 16,100  |  |  |  |                                     |                                       |   |
| theter, ralls outs                  | widowien                             |  |   |                                  |                              |   |  |  |  |                                     |                                       |   |

All draft forms can be accessed <u>online</u>.





Confused about the 1040?

To clarify, let's review recent 1040 history:

tax year 2017 - There were three 1040s.

- Form 1040-EZ
- Form 1040-A
- Form 1040

tax year 2018 – There was just one 1040. Form 1040

(plus Schedules 1 - 6)

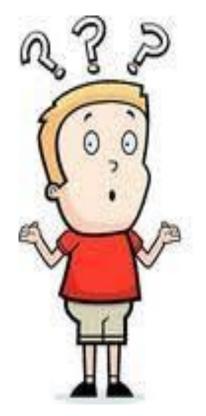
tax year 2019 - There are two 1040s.

• Form 1040

Form 1040-SR

(plus Schedules 1-3)







#### Form W-4, Employee's Withholding Allowance Certificate

This form has changed substantially. The concept of withholding allowances no longer applies. See the Tax Prep Dispatch, "What's Going on with Form W-4?" for more information. Only taxpayers starting a new job after December 31, 2019, or who want to revise their withholding, are required to use the new W-4.

#### Form W-2, Wage and Tax Statement

The IRS is ending the W-2 pilot program that used verification codes to authenticate W-2 data. Because of the January 31 deadline for employers to file W-2 forms, IRS can more quickly coordinate W-2 data with e-filed returns and the codes are no longer needed.

#### Form 1099-MISC, Miscellaneous Income

There is no change for tax year 2019. But beginning with tax year 2020, nonemployee compensation (now box 7) will no longer be reported on Form 1099-MISC. A new Form 1099-NEC, Nonemployee Compensation, will be used instead.

All draft forms can be accessed <u>online</u>.





# Changes to Intake, Interview & Quality Review





# CHANGES TO IRS FORMS – FORM 13614-C

Not much has changed on Form 13614-C, Intake, Interview & Quality Review

- The big change: Part VI Health Care Coverage has been eliminated. Because the individual shared responsibility payment was reduced to zero, taxpayers are no longer required to report if they had health insurance coverage during the tax year.
- A new question has been added to Part V, Life Events:

(Last year, did you or your spouse) Have health coverage through the Marketplace (Exchange)? [Provide Form 1095-A]

Taxpayers who had insurance through the Marketplace are still required to reconcile their Premium Tax Credit (Form 8962).

 Two questions were moved from Part V, Life Events, to the Additional Information section on page 3:

@Prosperity

5. 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? Yes No



# **CHANGES TO IRS FORMS – FORM 13614-C**

New questions regarding the taxpayer's race and ethnicity have been added to the Additional Information questions on page 3. Taxpayers are not required to provide this information and may choose, "Prefer not to answer" for any or all of these questions.

| 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 |
| 13. Your ethnicity?                | Hispanic or Latino | Not Hispanic or Lati   | ino 🔲 Prefer not to answer                |       |                      |
| 14. Your spouse's ethnicity?       | Hispanic or Latino | 🔲 Not Hispanic or Lati | ino 🗌 Prefer not to answer                |       |                      |





# **CHANGES TO IRS FORMS – FORM 13614-C**

Here's what *hasn't* changed about Form 13614-C:

□ It must be completed for every tax return prepared.

□ Every question must be answered.

□ The shaded areas must be completed by the preparer.

□ The preparer must review the form with the taxpayer.

□ Any question that is answered, "unsure," or where the information is unclear, must be discussed with the taxpayer.

□ The completed Form 13614-C must be made available to the quality reviewer.

Remember, Form 13614-C is the preparer's friend and is a key element in preparing a correct and complete return!



@Prosperity

prosperitync

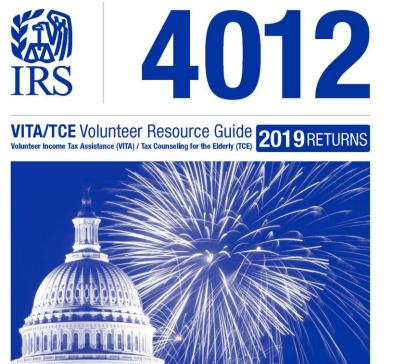


# **Returns Prepared by VITA**



### **Returns Prepared by VITA**

- IRS provides strict guidelines as to the types of tax returns that VITA tax sites can prepare.
- The tax issues that can be handled by VITA preparers are said to be "in scope."
- The return issues that are in scope are designated as Basic or Advanced. For some additional issues, Military, International, or Health Savings Account certification is required.
- A detailed Scope of Service chart is included in Publication 4012, <u>Volunteer</u> <u>Resource Guide</u>.





Take your VITA/TCE training online at 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.

Publication 4012 (Rev. 10-2019) Catalog Number 34163E Department of the Treasury Internal Revenue Service www.irs.gov





### **Returns Prepared by VITA - Basic**

The following items were added to **Basic** scope for filing season 2020.

• Form 1099-INT, Interest Income – These items have been added to scope:

Box 10 - market discount

Box 11- bond premium

Box 12 - bond premium on Treasury obligations

Box 13 - bond premium on tax exempt bonds

Several more unusual items that are not in scope may appear on Form 1099-INT. When you see something unfamiliar, check the Scope of Service chart in Publication 4012.

• Form 1099-OID, Original Issue Discount – These items have been added to scope:

Box 5 – market discount

Box10 – bond premium

Note: Enter the information just as it appears on the 1099 and the software will complete the calculations. For example, a taxpayer had bond interest income of \$550 reported in box 1 of Form 1099-INT and \$50 bond premium reported in box 11. The software will put \$450 - the correct amount of taxable interest - on Form 1040, line 2.

@Prosperity No:

prosperitync.v.org



### **Returns Prepared by VITA - Advanced**

The following item was also added to Advanced scope for filing season 2020.

- Form 1099-PATR, Taxable Distributions Received from Cooperatives
  - There are limitations. If the taxpayer confirms that the dividends in box 1 were solely paid on items bought for personal use – not for a business, the amount of the dividend is not reported and is not included in income. No entry is required.
  - If there are any entries on Form 1099-PATR other than box 1 or if the dividends in box 1 are related to a business, then the return is out of scope.
- The qualified business income deduction (QBID) is still in scope for Advanced preparers. But a new tax preparation issue for tax year 2019, QBID loss carryforward, is <u>out of scope for</u> <u>VITA</u>.
  - IRS requires that the taxpayer report prior year qualified loss carryforwards on line 3 of Form 8995,Qualified Business Income Deduction Simplified Computation, even if the taxpayer is no longer in business.
  - If the taxpayer has a QBID loss carryforward (line 16 of the 2018 Qualified Business Income Deduction—Simplified Worksheet), then the 2019 return is out of scope. Generally, you would encounter this when the taxpayer had a loss on a Schedule C for the prior year.

@Prosperity/lov.

prosperitync.v.org



### **Returns Prepared by VITA**



- Do not prepare a tax return with any tax issue that is out of scope.
- If you encounter an issue that is in scope but you don't understand it or it wasn't covered in your training, ask an experienced preparer or site coordinator. If they don't know, don't do the return.

When you can't prepare a return because of an out of scope or difficult issue, apologize and advise the taxpayer to find another tax preparer.





# **New Numbers**



@ProsperityNow

# **NEW NUMBERS - EITC**

As usual, income and credit amounts for the earned income tax credit have been adjusted for tax year 2019.

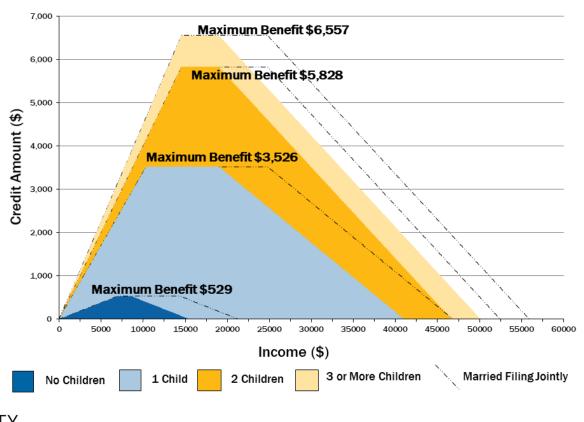
|  | <u>2019</u> | <u>2018</u> |
|--|-------------|-------------|
| EARNED INCOME TAX CREDIT                         |             |             |
| Maximum income - Single / Head of Household / QW |             |             |
| No children                                      | \$15,570    | \$15,270    |
| One qualifying child                             | \$41,094    | \$40,320    |
| Two qualifying children                          | \$46,703    | \$45,802    |
| Three qualifying children                        | \$50,162    | \$49,194    |
| Maximum Income - Married Filing Jointly          |             |             |
| No children                                      | \$21,370    | \$20,950    |
| One qualifying child                             | \$46,884    | \$46,010    |
| Two qualifying children                          | \$52,493    | \$51,492    |
| Three qualifying children                        | \$55,952    | \$54,884    |
| Investment Income Maximum                        | \$3,600     | \$3,500     |
| Maximum EITC                                     |             |             |
| No children                                      | \$529       | \$519       |
| One qualifying child                             | \$3,526     | \$3,461     |
| Two qualifying children                          | \$5,828     | \$5,716     |
| Three qualifying children                        | \$6,557     | \$6,431     |
|  |             |             |



@ProsperityNow

# **NEW NUMBERS – EITC**

Here's a graphic representation of the tax year 2019 parameters. Thanks to the Center on Budget and Policy Priorities for developing and sharing this graph.



@Prosperitr/ loc.

prosperitynew.

### The Federal EITC in Tax Year 2019



# **NEW NUMBERS – STANDARD DEDUCTION**

The standard deduction amounts and the gross income test for a qualifying relative have increased. The exemption amount remains zero.

| STANDARD DEDUCTION  | <u>2019</u> | <u>2018</u> |
|---|-------------|-------------|
| Single/Married Separate                                       | \$12,200    | \$12,000    |
| Married Jointly / QW  | \$24,400    | \$24,000    |
| Head of Household   | \$18,350    | \$18,000    |
| Additional std. ded. for over 65 - single/HOH                 | \$1,650     | \$1,600     |
| Additional std. ded. for over 65 - married/QW (each taxpayer) | \$1,300     | \$1,300     |
| EXEMPTION   | \$0         | \$0         |
| GROSS INCOME TEST   | \$4,200     | \$4,150     |





# **NEW NUMBERS – MILEAGE RATES**

Most of the standard mileage rates have increased for tax year 2019.



| MILEAGE RATE   | <u>2019</u> | <u>2018</u> |
|----------------|-------------|-------------|
| Business       | 58¢         | 54.5¢       |
| Medical/moving | 20¢         | 18¢         |
| Charitable     | 14¢         | 14¢         |





# **NEW NUMBERS – CHILD TAX CREDIT & COD**

The amounts for the child tax credit and credit for other dependents have *not* changed.

| CHILD TAX CREDIT                          | <u>2019</u> | <u>2018</u> |
|---|-------------|-------------|
| Maximum credit per child                  | \$2,000     | \$2,000     |
| Refundable credit earning threshold       | \$2,500     | \$2,500     |
| Maximum refundable child tax credit       | \$1,400     | \$1,400     |
| Nonrefundable Credit for Other Dependents | \$500       | \$500       |



@Prosperity

prosperitync.



# Basic Tax Law Changes



@ProsperityNow

Really, there is no new law. But one item that was part of the Tax Cut and Jobs Act didn't go into effect until tax year 2019.

#### Alimony Income and Alimony Adjustments

For any divorce decree (or separate maintenance agreement) executed or modified after December 31, 2018:

- The alimony payments are no longer included in income by the recipient of the payments.
- The alimony payments are no longer deductible by the taxpayer who paid the alimony.

In other words, for taxpayers who got divorced (or modified their divorce) during 2019, the alimony is not reported on the return of either ex-spouse. All other divorced taxpayers receiving or paying alimony report it the same way they always have.

@Prosperity



*Example:* Tootsie and Trudy have been best friends for over 30 years and they do everything together. In fact, they both got divorces last winter and they both are getting \$18,000 alimony each year. Tootsie's divorce was finalized just before Thanksgiving 2018 and Trudy's was finalized January 4, 2019.



Tootsie will have to report her alimony income on her 2019 1040. Trudy is not required to report any of her alimony income.





One aspect of the Affordable Care Act has changed.

The Individual Shared Responsibility Payment is zero for tax year 2019.

Sounds simple, but what does it mean?

• No more penalty for not having health insurance.

 Preparers don't need to know whether the taxpayer and family members had insurance.

- The whole ACA chart at the top of page 3 of the Form 13614-C is gone.
- No more trying to figure out health insurance exemptions for Form 8965, Health Coverage Exemptions.

Note: Tax preparers still need to ask if taxpayers had insurance through the Marketplace and if they did, Form 1095-A is needed for reconciliation of the Premium Tax Credit on Form 8962, Premium Tax Credit. This is an Advanced issue and remember, a return with a shared policy allocation is out of scope.

@Prosperit

prosperitynewo



*Example*: Clayton is already 28 years old and he still hasn't gotten any health insurance. Last year when he filed his tax return, he had to pay a \$695 penalty.



Clayton does not need to report anything about health insurance on his 2019 return.





Remember the **extenders**? Extenders are items of tax law that expired. They are called extenders because in the past, such items were usually extended by Congress to delay expiration. But in recent years, the extenders haven't been extended.



@Prosperity

prosperitynew

The Bipartisan Budget Act of 2019 extended the following tax breaks only through December 31, 2017. They were not available for tax year 2018 and will not be available for tax year 2019.

- Deduction for qualified tuition & fees
- Credit for nonbusiness energy property (residential energy credit)

Volunteers will be notified if Congress passes some last-minute legislation to change this.



Not much has changed from last year. But last year there were important changes to the **child tax credit** and there is now the new **credit for other dependents**. It would be wise for volunteers to go back and review the training material on these topics.

# We're still here!







# Advanced Tax Law Changes



# **ADVANCED TAX LAW CHANGES**

Not much has changed from last year. But the new QBID (qualified business income deduction) was a doozey. It works the same for tax year 2019, but it would be wise for advanced volunteers to go back and review the training material.



Like last year, most of the complications regarding QBID – like type of business an wages paid – only apply to high income taxpayers.





# **ADVANCED TAX LAW CHANGES**

For taxpayers who itemize, the **medical expense** deduction threshold for tax year 2019 is 10% of adjusted gross income. The lower 7.5% AGI threshold has expired.

**Extenders**: The Bipartisan Budget Act of 2019 extended the following provisions only through December 31, 2017. They are expired for tax year 2019.

- Exclusion from gross income of qualified principal residence indebtedness
- Mortgage insurance premiums deductible on Schedule A as qualified residence interest





# **Resources and Summary**





#### Draft IRS Forms

- Final IRS Forms
- Form 13614-C, Intake, Interview & Quality Review Sheet
- Publication 4012, Volunteer Resource Guide
- Site Coordinator Corner
- Publication 4491, VITA/TCE Training Guide
- Form 6744, VITA/TCE Volunteer Assistor's Test/Retest





# SUMMARY

- There are two notable form changes.
  - Form 1040 has been reorganized again. Schedules 1 6 are now just Schedules 1 3.
  - The ACA section has been removed from Form 13614-C. Otherwise, it just has slight changes.
- There have been minor changes to IRS scope.
  - Some obscure Items on Forms 1099-INT and 1099-OID have been added to scope for Basic.
  - Limited items on Form 1099-PATR have been added to scope for Advanced.
- There are the usual minimal changes to numerical limits.
- There are few tax law changes for tax year 2019.
  - The new treatment of alimony income from The Tax Cut and Job Act goes into affect for tax year 2019.
  - The ACA Individual Shared Responsibility Payment has been reduced to zero. No more penalty for not having health insurance.
- Because there is not much new for tax year 2019, preparers are urged to review the major changes that went into effect for tax year 2018 – particularly child tax credit, credit for other dependents, and the qualified business income deduction.
- There are lots of <u>resources</u> available for further information.





# Thank you for taking this training!



# Thanks for being a VITA volunteer!



@ProsperityNow prosperitync...org