

Example Tax Returns

Exercise 3

**(Self-Employment Income & Unemployment) Forms Included: 1040, Schedule C,
Schedule SE, 1099G, 8867, 8995**

Client's Social Security Number 257-00-4705

Filing Status Married Filing Joint

Neither Taxpayer nor Spouse is Blind or Deceased

Client's First Name, Initial, and Last Name

Richard D. Spock

Taxpayer's Date of Birth

03/01/1975

Secondary First Name, Initial, and Last Name

Meredith S. Spock

Secondary SSN 258-00-4706

Spouse's Date of Birth 01/15/1977

Taxpayer's Occupation: Professor

Street Address

3109 Greenbrier Street Zip Code 30906 (Augusta, Georgia)

Daytime Telephone 706-868-0985

Secondary Telephone 706-868-9981

Secondary's Occupation: Business Owner

E-Mail spock@gmail.com

Dependent Information:

First Dependent

Name: Ashley B. Spock

Dependent Date of Birth 05/03/2004

Dependent SSN 256-00-3287

Relationship Daughter

Number of Months Lived in Home 12

No Dependent Care Expenses Paid

Taxpayer has not released claim for Ashley to another person.

Second Dependent

Name Morgan A. Spock

Dependent Date of Birth 06/10/2005

Dependent SSN 254-00-2144

Relationship Daughter Number of Months Lived in Home 12

No Dependent Care Expenses Paid

Taxpayer has not released claim for Morgan to another person

Recovery Rebate Credit:

Client does qualify for the Recovery Rebate Credit. They received 5,600

Healthcare care Coverage Information:

Taxpayer and family have minimum essential healthcare coverage through taxpayer's employer. No health insurance was purchased through the marketplace/exchange.

W-2 Information Taxpayer

Employer Identification Number 58-5478124

Employer Name/Address

Augusta State University

2100 Central Avenue Augusta, GA 30906

Wages \$42200.00

Federal Withholding \$4020.00

State Number One

GA State

ID Number 289741520

State Wages \$40100.00

State Tax Withheld \$3210.00

State Number Two SC

State ID Number 216543210

State Wages \$2100.00

State Tax Withheld \$200.00

Unemployment Income: Taxpayer

Payer's Identification Number 56-2525367

Payer's Name/Address

Department of Labor, 400 Peachtree Ave Atlanta, GA 30301

Unemployment Compensation \$36000

Federal Withholding \$2600

State Withholding (GA) \$1200

Schedule C Information / Business Income:

Spouse

Principal Business Category Retail Trade

Business Code 443120 – Computer and Software Stores

Business Name Microsoft

Employer ID Number 58-9638521

Business Address 529 Heard Avenue Augusta, GA 30906

Leave all Schedule C Questions to the Default Answers

Schedule C Income Figures

Gross Receipts or Sales \$86950.00
Returns & Allowances \$550.00

Cost of Goods Sold

Inventory at Beginning of Year \$452600.00
Purchases Less Cost of Items Withdrawn for Personal Use \$36900.00
Inventory at End of Year \$48350.00

Schedule C Expenses

Advertising \$6500.00
Insurance (Other than Health) \$890.00
Rent Property \$16200.00
Supplies \$630.00
Taxes and Business License \$300.00
Utilities \$8620.00

Other Expenses

Grounds Upkeep \$320.00
Web Page Maintenance \$600.00
Cell Phone \$1375.00

CAR & TRUCK EXPENSE

Car & Truck (Std. Mileage Rate)
Date Placed in Service 04/01/21
Total Business Miles 4400
Total Commuting Miles 3210
Total Other Personal Miles 10120

Schedule A – Itemized Deductions

Medical

Medical and Dental Insurance \$12,100
Out of pocket paid to Dentist \$700
Medical Mileage 820 miles

Taxes Paid

State and Local Tax from W-2s \$9,410
Prior Year State Amount Due \$570
Real Estate Taxes – Personal Residence \$2850
Personal Property Taxes- Auto Tags \$420

Home Mortgage Interest from Form 1098

Payer- Vanderbilt
Payer Address: 123 Build Drive
Zip Code: 27105

Interest Paid: \$9780

Gifts to Charity

Church (by checks) \$4,010

Salvation Army (clothes, etc.) \$386

Taxpayer needs an explanation of the different type of refund options there is to choose from