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Introduction to the 2018 Income Tax Forms

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October 7-9, 2019

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- IRS publications, forms, and form instructions for 2018
- The most recent versions of each Department of Education publication, including but not limited to
 - The 2020-2021 pdf FAFSA
 - *Completing the FAFSA, 2019-2020*
 - *The EFC Formula Guide, ISIR Guide and SAR Comment Codes and Text, 2020-2021*
 - *The Application and Verification Guide, 2019-2020*
- The Program Integrity Website and announcements including all updates through September 29, 2019

This program was prepared for the Pennsylvania Association of Student Financial Aid Administrators (PASFAA) for the benefit of its members

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Agenda



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Where to Find the 2020-2021 FAFSA data on the 2018 Form 1040 and Schedules

Other Important Changes to Form 1040

How Do You Know if You Need Schedule 1, 2, or 3?

Schedule 1 and Qualifying for the Simplified Formula and the Automatic Zero EFC

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The New 1040 and Numbered Schedules



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Form 1040 – Page 1



Forms 1040A and 1040EZ have been eliminated

Six new numbered schedules have been introduced

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Form 1040 – Page 2



Data that did not fit on the new Form 1040 is now on six new schedules

Verification data appears on

- Form 1040
- Schedule 1
- Schedule 2
- Schedule 3

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Form 1040



Form 1040 (2018)

Attach Form(s) W-2. Also attach Form(s) W-3 and 1099-R if tax was withheld.

Standard Deduction for—
 • Single or married filing separately, \$12,000
 • Married filing jointly or Qualifying widow(er), \$24,000
 • Head of household, \$18,000

1	Wages, salaries, tips, etc. Attach Form(s) W-2	1	38,200
2a	Tax-exempt interest	2a	32
3a	Qualified dividends	3b	65
4a	IRAs, pensions, and annuities	4b	
5a	Social security benefits	5b	
6	Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22	6	39,865
7	Adjusted gross income. If you have no adjustments to income, enter the amount from line 6; otherwise, subtract Schedule 1, line 36, from line 6	7	33,865
8	Standard deduction or itemized deductions (from Schedule A)	8	12,000
9	Qualified business income deduction (see instructions)	9	
10	Taxable income. Subtract lines 8 and 9 from line 7. If zero or less, enter -0-	10	21,865
11	a Tax (see inst.) (check if any from: 1 <input type="checkbox"/> Form(s) 8814 2 <input type="checkbox"/> Form 4972 3 <input type="checkbox"/>)	11	2,635
12	a Child tax credit/credit for other dependents	12	2,000
13	Subtract line 12 from line 11. If zero or less, enter -0-	13	635

Common income appears on Form 1040 directly

Other income and all adjustments are brought in from Schedule 1

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Schedule 1



SCHEDULE 1
Form 1040

Additional Income and Adjustments to Income

OMB No. 1545-0047

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Department of the Treasury
Internal Revenue Service

Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0047

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Department of the Treasury
Internal Revenue Service

Go to www.irs.gov/Form1040 for instructions and the latest information.

10	Taxable refunds, credits, or offsets of state and local income taxes	10	
11	Alimony received	11	
12	Business income or (loss). Attach Schedule C or C-EZ	12	
13	Capital gain or (loss). Attach Schedule D if required. If not required, check here <input type="checkbox"/>	13	
14	Other gains or (losses). Attach Form 4797	14	
15a	Reserved	15a	
15b	Reserved	15b	
16a	Reserved	16a	
16b	Reserved	16b	
17	Rental and estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	17	
18	Farm income or (loss). Attach Schedule F	18	
19	Unemployment compensation	19	
20a	Reserved	20a	
21	Other income. List type and amount	21	1,600
22	Combine the amounts in the far right column. If you don't have any adjustments to income, enter zero and include on Form 1040, line 6. Otherwise, go to line 23	22	1,600
23	Adjustments to income	23	
24	Certain business expenses of reservists, performing artists, and fee-based government officials. Attach Form 2796	24	
25	Health savings account deduction. Attach Form 9895	25	
26	Moving expenses for members of the Armed Forces. Attach Form 5903	26	
27	Deductible part of self-employment tax. Attach Schedule SE	27	
28	Self-employed SEP, SIMPLE, and qualified plans	28	
29	Self-employed health insurance deduction	29	
30	Penalty on early withdrawal of savings	30	
31a	Army paid to Recipient's SON	31a	
32	IRA deduction	32	5,000
33	Student loan interest deduction	33	750
34	Reserved	34	
35	Reserved	35	
36	Add lines 23 through 35	36	6,000

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

Schedule 1 (Form 1040) 2018

Schedule 1 contains all the income that did not fit on form 1040 and all the adjustments to income

The line numbers on Schedules 1 to 5 are identical to the line numbers on the 2017 version of Form 1040

- Schedule C income – line 12
- Capital Gains – line 13
- Schedule E income – line 17
- Farm income – line 18
- IRA deduction – line 32
- EAPTCR – line 46 (Schedule 2)
- FAFSA education credit – line 50 (Schedule 3)

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Schedule 1 to Form 1040 – Income



Form 1040 (2018)				Page 2
1	Wages, salaries, tips, etc. Attach Form(s) W-2		1	38,200
2a	Tax-exempt interest	32	2b	65
3a	Qualified dividends		3b	
4a	IRAs, pensions, and annuities	Rollover 14,512	4b	
5a	Social security benefits		5b	
6	Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22	1,600	6	39,865
7	Adjusted gross income. If you have no adjustments to income, enter the amount from line 6. Otherwise, subtract Schedule 1, line 36, from line 6		7	33,865
Additional Income				
1-9b	Reserved		1-9b	
10	Taxable refunds, credits, or offsets of state and local income taxes		10	
11	Alimony received		11	
12	Business income or (loss). Attach Schedule C or C-EZ		12	
13	Capital gain or (loss). Attach Schedule D if required. If not required, check here <input type="checkbox"/>		13	
14	Other gains or (losses). Attach Form 4797		14	
15a	Reserved		15b	
16a	Reserved		16b	
17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E		17	
18	Farm income or (loss). Attach Schedule F		18	
19	Unemployment compensation		19	
20a	Reserved		20b	
21	Other income. List type and amount	Alaska Fund	21	1,600
22	Combine the amounts in the far right column. If you don't have any adjustments to income, enter here and include on Form 1040, line 6. Otherwise, go to line 23		22	1,600

Schedule 1, line 22, is the sum of all income and losses other than those on Form 1040, lines 1 to 5. The total is written on form 1040, line 6, as indicated

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Schedule 1 to Form 1040 – Adjustments



Form 1040 (2018)				Page 2
1	Wages, salaries, tips, etc. Attach Form(s) W-2		1	38,200
2a	Tax-exempt interest	32	2b	65
3a	Qualified dividends		3b	
4a	IRAs, pensions, and annuities	Rollover 14,512	4b	
5a	Social security benefits		5b	
6	Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22	1,600	6	39,865
7	Adjusted gross income. If you have no adjustments to income, enter the amount from line 6; otherwise, subtract Schedule 1, line 36, from line 6		7	33,865
Adjustments to Income				
23	Educator expenses	23	250	
24	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106	24		
25	Health savings account deduction. Attach Form 8889	25		
26	Moving expenses for members of the Armed Forces. Attach Form 3903	26		
27	Deductible part of self-employment tax. Attach Schedule SE	27		
28	Self-employed SEP, SIMPLE, and qualified plans	28		
29	Self-employed health insurance deduction	29		
30	Penalty on early withdrawal of savings	30		
31a	Alimony paid	31a		
32	IRA deduction	32	5,000	
33	Student loan interest deduction	33	750	
34	Reserved	34		
35	Reserved	35		
36	Add lines 23 through 35	36	6,000	

Schedule 1, line 36, is the sum of all the adjustments to income. The figure is **not written** on form 1040, line 6. Instead, it is subtracted from line 6 **off form** as part of the calculation of AGI on line 7.

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What if You Don't Get a Schedule?

Using the tax return

For the remainder of the 2018–2019 award year and all of 2019–2020, students can submit a copy of a tax return to complete verification. See the [January 9, 2019, electronic announcement](#) for more information, and see also the guidance under victims of identity theft later in this volume for an important caveat. The tax return will likely have been filed electronically with one of a variety of methods. These include do-it-yourself methods as well as completion by a tax preparer. Each method should permit printing of a paper copy of the return, though the e-file format might not contain every line item, showing instead only the data the tax filer provided. For example, if Item 8a, “Taxable interest income,” does not appear on such a return, that means no taxable interest income was reported.

Application and Verification Guide, 2019-2020, page 83

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When Do You Need a Schedule?

Form 1040 (2018) Page 2

1	Wages, salaries, tips, etc. Attach Form(s) W-2	1	38,200
2a	Tax-exempt interest	2b	65
3a	Qualified dividends	3b	
4a	IRAs, pensions, and annuities Rollover 14,512	4b	
5a	Social security benefits	5b	
6	Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22	6	39,865
7	Adjusted gross income. If you have no adjustments to income, enter the amount from line 6; otherwise, subtract Schedule 1, line 36, from line 6	7	33,865
8	Standard deduction or itemized deductions (from Schedule A)	8	12,000
9	Qualified business income deduction (see instructions)	9	
10	Taxable income. Subtract lines 8 and 9 from line 7. If zero or less, enter -0-	10	21,865
11	a Tax (see inst.) (check if any from: 1 Form(s) 8814 2 Form 4972 3) b Add any amount from Schedule 2 and check here	11	2,635
12	a Child tax credit/credit for other dependents 500 b Add any amount from Schedule 3 and check here	12	2,000
13	Subtract line 12 from line 11. If zero or less, enter -0-	13	635

If You See This	Review this Schedule
There is a number on line 6 next to the 22 OR line 6 is different from line 7	Schedule 1
The box on line 11b is checked	Schedule 2
The box on line 12 is checked	Schedule 3

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2018 Form 1040 → 2020-2021 FAFSA

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Verification Data Items

The following chart lists the 2018 IRS Form 1040 and schedules needed to verify the appropriate income and tax information.

FAFSA Information	Acceptable Documentation
Adjusted Gross Income	2018 IRS Form 1040 Line 7
U.S. Income Tax Paid	2018 IRS Form 1040 Line 13 minus Line 46 of Schedule 2 (Form 1040)
Untaxed Portions of Individual Retirement Account (IRA) Distributions and Pensions	2018 IRS Form 1040 Lines 4a minus 4b. Note: Exclude rollovers.
IRA Deductions and Payments	2018 IRS Schedule 1 (Form 1040) Line 28 plus Line 32
Tax Exempt Interest Income	2018 IRS Form 1040 Line 2a
Education Credits	2018 IRS Schedule 3 (Form 1040) Line 50

GEN-19-02 <https://ifap.ed.gov/dpclatters/GEN1902.html>

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Verification Data Items



	2017 (all from Form 1040)	2018 Tax Form
Adjusted Gross Income (AGI)	Line 37	Form 1040 , line 7
US Income Tax Paid	Line 56 minus Line 46	Form 1040 , line 13 minus Schedule 2 , line 46
Untaxed Portions of IRA Distributions	Line 15a minus line 15b Exclude Rollovers	Form 1040 , Line 4a minus line 4b Exclude Rollovers
Untaxed Portions of Pensions	Line 16a minus line 16b Exclude Rollovers	
IRA Deductions and Payments	Line 28 plus line 32	Schedule 1 , Line 28 plus Schedule 1 , line 32
Tax Exempt Interest	Line 8b	Form 1040 , line 2a
Education Credits	Line 50	Schedule 3 , line 50

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The Case



You are looking at the tax returns of a student you admitted to the class of 2020-2021

- This student's parent is a head of household with two children
- Your student, who was 17 at the end of 2018
- Your student's sibling, who was 14 at the end of 2018

Your student's parent's tax return reflects the following information in 2018

- They earned \$50,000 in wages
- They collected \$10,000 in unemployment compensation
- They contributed \$5,500 to a traditional (deductible) IRA

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Form 1040 – Page 2 – Verification

1. AGI (Adjusted Gross Income)
2. Income Tax after Credits
(2017 Form 1040 line 56)
3. Tax-exempt Interest
 - Note it's 2a. Last year it was 8b
4. IRA and Pension Distribution
 - Line 4a minus line 4b

Form 1040 (2018) Parent One 345-34-5345 Page 2

1	Wages, salaries, tips, etc. Attach Form(s) W-2	1	50,000
2a	Tax-exempt interest. Do not include on line 8a	2b	0
3a	Qualified dividends	3b	0
4a	IRAs, pensions, and annuities	4b	0
5a	Social security benefits	5b	0
6	Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22	6	60,000
7	Adjusted gross income. If you have no adjustments to income, enter the amount from line 6; otherwise, subtract Schedule 1, line 36, from line 6	7	54,500
8	Standard deduction or itemized deductions (see instructions)	8	18,000
9	Qualified business income deduction (see instructions)	9	0
10	Taxable income. Subtract lines 8 and 9 from line 7. If zero or less, enter -0-	10	36,500
11	a Tax (see instructions) 4,111 check if any from: 1 Form(s) 9814 2 Form 4372	11	4,111
12	a Child tax credit for other dependents 2,500 b Add any amount from Schedule 3 and check here	12	2,500
13	Subtract line 12 from line 11. If zero or less, enter -0-	13	1,611
14	Other taxes. Attach Schedule 4	14	0
15	Total tax. Add lines 13 and 14	15	1,611
16	Federal income tax withheld from Forms W-2 and 1099	16	3,000
17	Refundable credits: a EIC (see instructions) b SRA 1012 c Form 8860	17	0
18	Add any amount from Schedule 1	18	3,000
19	If line 16 is more than line 15, subtract line 15 from line 18. This is the amount you overpaid	19	1,389
20a	Amount of line 19 you want refunded to you. If Form 8888 is attached, check here	20b	1,389

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Form 1040 – IRA/Pension Distributions

2017's lines 15 and 16 have been combined into 2018's line 4

Form 1040 (2018) Parent One 345-34-5345 Page 2

7	Wages, salaries, tips, etc. Attach Form(s) W-2	7	50,000
8a	Taxable interest. Attach Schedule B if required	8a	0
8b	Tax-exempt interest. Do not include on line 8a	8b	0
9a	Ordinary dividends. Attach Schedule B if required	9a	0
9b	Qualified dividends	9b	0
10	Taxable refunds, credits, or offsets of state and local income taxes	10	0
11	Alimony received	11	0
12	Business income or (loss). Attach Schedule C or C-EZ	12	0
13	Capital gain or (loss). Attach Schedule D if required. If not required, check here	13	0
14	Other gains or (losses). Attach Form 4797	14	0
15a	IRA distributions	15a	0
15b	IRA distributions	15b	0
16a	Pensions and annuities	16a	0
16b	Pensions and annuities	16b	0
17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	17	0
18	Farm income or (loss). Attach Schedule F	18	0
19	Unemployment compensation	19	10,000
20a	Social security benefits	20a	0
20b	Social security benefits	20b	0
21	Other income. List type and amount	21	0
22	Combine the amounts in the far right column for lines 7 through 21. This is your total income	22	60,000

Form 1040 (2018) Parent One 345-34-5345 Page 2

1	Wages, salaries, tips, etc. Attach Form(s) W-2	1	50,000
2a	Tax-exempt interest	2a	0
2b	Taxable interest	2b	0
3a	Qualified dividends	3a	0
3b	Ordinary dividends	3b	0
4a	IRAs, pensions, and annuities	4a	0
4b	Taxable amount	4b	0
5a	Social security benefits	5a	0
5b	Taxable amount	5b	0
6	Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22	6	60,000
7	Adjusted gross income. If you have no adjustments to income, enter the amount from line 6; otherwise, subtract Schedule 1, line 36, from line 6	7	54,500

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What Schedules Do You Need?



Form 1040 (2018) Parent		One	345-34-5345	Page 2
1	Wages, salaries, tips, etc. Attach Form(s) W-2	1	50,000	2
2a	Tax-exempt interest	2a	0	2b
2b	Taxable interest	2b	0	2c
3a	Qualified dividends	3a	0	3b
3b	Ordinary dividends	3b	0	3c
4a	IRAs, pensions, and annuities	4a	0	4b
4b	Taxable amount	4b	0	4c
5a	Social security benefits	5a	0	5b
5b	Taxable amount	5b	0	5c
6	Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22. 10,000	6	60,000	7
7	Adjusted gross income. If you have no adjustments to income, enter the amount from line 6. Otherwise, subtract Schedule 1, line 28, from line 6.	7	54,500	8
8	Standard deduction or itemized deductions (from Schedule A)	8	18,000	9
9	Qualified business income deduction (see instructions)	9	0	10
10	Taxable income. Subtract lines 8 and 9 from line 7. If zero or less, enter -0-	10	36,500	11
11	a Tax (see instructions) 4,111 check if any from: 1 Form(s) 9814 2 Form 4372	11	4,111	12
12	a Child tax credit (see instructions) 2,500 b Add any amount from Schedule 3 and check here	12	2,500	13
13	Subtract line 12 from line 11. If zero or less, enter -0-	13	1,611	14
14	Other taxes. Attach Schedule 4	14	0	15
15	Total tax. Add lines 13 and 14	15	1,611	16
16	Federal income tax withheld from Forms W-2 and 1099	16	3,000	17
17	Refundable credits: a EIC (see instructions) b SRA 1099 c Form 8870	17	0	18
18	Add lines 16 and 17. These are your total payments	18	3,000	19
19	If line 18 is more than line 15, subtract line 15 from line 18. This is the amount you overpaid	19	1,389	20a
20a	Amount of line 19 you want refunded to you. If Form 8888 is attached, check here	20a	1,389	

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Schedule 1 – Verification



5. IRA deductions and payments to self-employed plans (lines 28 + 32)

Additional Income		1-2b	Reserved	1-2b
10	Taxable refunds, credits, or offsets of state and local income taxes	10	0	11
11	Alimony received	11	0	12
12	Business income or (loss). Attach Schedule C or C-EZ	12	0	13
13	Capital gain or (loss). Attach Schedule D if required. If not required, check here	13	0	14
14	Other gains or (losses). Attach Form 4797	14	0	15a
15a	Reserved	15a	0	15b
15b	Reserved	15b	0	16
17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	17	0	18
18	Farm income or (loss). Attach Schedule F	18	0	19
19	Unemployment compensation	19	10,000	20a
20a	Reserved	20a	0	21
21	Other income. List type and amount	21	0	22
22	Combine the amounts in the far right column. If you don't have any adjustments to income, enter here and include on Form 1040, line 6. Otherwise, go to line 23	22	10,000	23
23	Educator expenses	23	0	24
24	Certain business expenses of reservists, performing artists, and fee-based government officials. Attach Form 2106	24	0	25
25	Health savings account deduction. Attach Form 8879	25	0	26
26	Moving expenses for members of the Armed Forces. Attach Form 3903	26	0	27
27	Deductible part of self-employment tax. Attach Schedule SE	27	0	28
28	Self-employed SEP, SIMPLE, and qualified plans	28	0	29
29	Self-employed health insurance deduction	29	0	30
30	Penalty on early withdrawal of savings	30	0	31a
31a	Alimony paid b Recipient's SSN	31a	5,500	31b
31b	IRA deduction	31b	5,500	32
32	Student loan interest deduction	32	0	33
33	Reserved	33	0	34
34	Reserved	34	0	35
35	Reserved	35	0	36
36	Add lines 23 through 35	36	5,500	

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Schedules 2 and 3 – Verification



6. Excess Advance Premium Tax Credit Repayment (2017 Form 1040 – line 46)
7. Relevant Education Credit (2017 Form 1040 – line 50)

SCHEDULE 2 (Form 1040)		Tax		OMB No. 1545-0074	
Department of the Treasury Internal Revenue Service		▶ Attach to Form 1040. ▶ Go to www.irs.gov/Form1040 for instructions and the latest information.		2018 Allocation Sequence No. 02	
Name(s) shown on Form 1040 Parent: One		Your social security number 345-34-5345			
Tax		38-44		45	
45 Alternative minimum tax. Attach Form 6251		46		47	
46 Excess advance premium tax credit repayment. Attach form 8962		47		48	
47 Add the amounts in the far right column. Enter here and include on Form 1040, line 11		48		49	
For Paperwork Reduction Act Notice, see your tax return instructions.		Schedule 2 (Form 1040) 2018			

SCHEDULE 3 (Form 1040)		Nonrefundable Credits		OMB No. 1545-0074	
Department of the Treasury Internal Revenue Service		▶ Attach to Form 1040. ▶ Go to www.irs.gov/Form1040 for instructions and the latest information.		2018 Allocation Sequence No. 03	
Name(s) shown on Form 1040 Parent: One		Your social security number 345-34-5345			
Nonrefundable Credits		48		49	
48 Foreign tax credit. Attach Form 1116 if required		49		50	
49 Credit for child and dependent care expenses. Attach Form 2441		50		51	
50 Education credits from Form 8863, line 19		51		52	
51 Retirement savings contributions credit. Attach Form 8880		52		53	
52 Reserved		53		54	
53 Residential energy credit. Attach Form 5695		54		55	
54 Other credits from Form a <input type="checkbox"/> 3800 b <input type="checkbox"/> 8801		55		56	
c <input type="checkbox"/>		56		57	
55 Add the amounts in the far right column. Enter here and include on Form 1040, line 12		57		58	
For Paperwork Reduction Act Notice, see your tax return instructions.		Schedule 3 (Form 1040) 2018			

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Form 1040 & Schedule 1 – Work



Earned Income is Derived from

- Form 1040, line 1
- Schedule 1, lines 12 & 18
- Schedule K-1 (Form 1065), Box 14, Code A (which will be zero if line 17 is blank)

Form 1040 (2018)		Parent: One		345-34-5345		Page 2	
1 Wages, salaries, tips, etc. Attach Form(s) W-2		1		50,000			
2a Tax-exempt interest		2a		0		2b	
2b Qualified dividends		2b		0		2c	
3a IRA, pension, and annuity		3a		0		3b	
3b Social security benefits		3b		0		3c	
4 Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22.		4		10,000		5	
5 Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22.		5		10,000		6	
6 Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22.		6		10,000		7	

SCHEDULE 1 (Form 1040)		Additional Income and Adjustments to Income		OMB No. 1545-0074	
Department of the Treasury Internal Revenue Service		▶ Attach to Form 1040. ▶ Go to www.irs.gov/Form1040 for instructions and the latest information.		2018 Allocation Sequence No. 01	
Name(s) shown on Form 1040 Parent: One		Your social security number 345-34-5345			
Additional Income		1-10		11	
1-10 Reserved		11		12	
11 Taxable refunds, credits, or offsets of state and local income taxes		12		13	
12 Alimony received		13		14	
13 Business income or (loss). Attach Schedule C or C-EZ		14		15	
14 Capital gain or (loss). Attach Schedule D if required. If not required, check here <input type="checkbox"/>		15		16	
15 Other gains or (losses). Attach Form 4797		16		17	
16a Dividends		17		18	
16b Reserved		18		19	
17 Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E		19		20	
18 Farm income or (loss). Attach Schedule F		20		21	
19 Unemployment compensation		21		22	
20a Reserved		22		23	
20b Other income. List type and amount ▶		23		24	
21 Combine the amounts in the far right column. If you don't have any adjustments to income, enter here and include on Form 1040, line 6. Otherwise, go to line 23		24		25	
22		25		26	

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Schedule 1 – Health Savings Account

The Health Savings Account deduction is mentioned in **FAFSA Q44h and Q92h** and is included as untaxed income

**SCHEDULE 1
(Form 1040)**

23	Adjustments to income		
24	Educator expenses	24	0
25	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106	25	0
26	Health savings account deduction. Attach Form 8889	26	0
27	Moving expenses for members of the Armed Forces. Attach Form 3903	27	0
28	Deductible part of self-employment tax. Attach Schedule SE	28	0
29	Self-employed SEP, SIMPLE, and qualified plans	29	0
30	Self-employed health insurance deduction	30	0
31a	Penalty on early withdrawal of savings	31a	0
31b	Alimony paid b. Recipient's SSN	31b	0
32	IRA deduction	32	5,500
33	Student loan interest deduction	33	0
34	Reserved	34	0
35	Reserved	35	0
36	Add lines 23 through 35	36	5,500

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

Schedule 1 (Form 1040) 2018

92. Parents' 2018 Untaxed Income (Enter the amounts for your parent[s].)

h. Other untaxed income not reported in items 92a through 92g, such as workers' compensation, disability benefits, untaxed foreign income, etc. Also include the untaxed portions of health savings accounts from IRS Form 1040 Schedule 1—line 25. **Don't include** extended foster care benefits, student aid, earned income credit, additional child tax credit, welfare payments, untaxed Social Security benefits, Supplemental Security Income, Workforce Innovation and Opportunity Act educational benefits, on-base military housing or a military housing allowance, combat pay, benefits from flexible spending arrangements (e.g., cafeteria plans), foreign income exclusion or credit for federal tax on special fuels.

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Schedules 4, 5, and 6 – Not Needed

SCHEDULE 4 (Form 1040) Department of the Treasury Internal Revenue Service ▶ Go to www.irs.gov/Form1040 for instructions and the latest information.		OMB No. 1545-0047 2018 Attachment Sequence No. 04 Your social security number 345-34-5345	
(Name(s) shown on Form 1040) Parent: One			
Other Taxes 57 Self-employment tax 58 Unreported social security 59 Additional tax on IRA accounts. Attach Form 5320. 60a Household employment taxes. b Payment of first-time homebuyer credit. 61 Health care: individual 62 Taxes from: a <input type="checkbox"/> Form 966-A e <input type="checkbox"/> Instructions, or 63 Section 965 net tax liability. 64 Add the amounts in b here and on Form 10. KIA For Paperwork Reduction Act Notice, see your tax return instructions.	SCHEDULE 5 (Form 1040) Department of the Treasury Internal Revenue Service ▶ Go to www.irs.gov/Form1040 for instructions and the latest information.		
(Name(s) shown on Form 1040) Parent: One		OMB No. 1545-0074 2018 Attachment Sequence No. 05 Your social security number 345-34-5345	
Other Payments and Refundable Credits 65 Reserved 66 2018 estimated tax payments and amount applied from 2017 return 67a Reserved b Reserved 68-69 Reserved 70 Net premium tax credit. Attach Form 8962 71 Amount paid with required estimated tax payments. 72 Excess social security credits. 73 Credit for federal tax on foreign income. 74 Credits from Form 478. 75 Add the amounts in b here and on Form 10. For Paperwork Reduction Act Notice, see your tax return instructions.		SCHEDULE 6 (Form 1040) Department of the Treasury Internal Revenue Service ▶ Go to www.irs.gov/Form1040 for instructions and the latest information.	
(Name(s) shown on Form 1040) Foreign Address and Third Party Designee		OMB No. 1545-0074 2018 Attachment Sequence No. 05A Your social security number 345-34-5345	
Foreign Address Foreign country name Foreign province/county Foreign postal code		Third Party Designee Do you want to allow another person to discuss this return with the IRS (see instructions)? <input type="checkbox"/> Yes, Complete below. <input type="checkbox"/> No Designee's name Phone no. For Paperwork Reduction Act Notice, see your tax return instructions. Cat. No. 714020 Schedule 6 (Form 1040) 2018	

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TRT – Income Section



Income	
WAGES, SALARIES, TIPS, ETC:	\$50,000.00
TAXABLE INTEREST INCOME: SCH B:	\$0.00
TAX-EXEMPT INTEREST:	\$0.00
ORDINARY DIVIDEND INCOME: SCH B:	\$0.00
QUALIFIED DIVIDENDS:	\$0.00
REFUNDS OF STATE/LOCAL TAXES:	\$0.00
BUSINESS INCOME OR LOSS (Schedule C):	\$0.00
BUSINESS INCOME OR LOSS: SCH C PER COMPUTER:	\$0.00
CAPITAL GAIN OR LOSS: (Schedule D):	\$0.00
CAPITAL GAIN OR LOSS: SCH D PER COMPUTER:	\$0.00
OTHER GAINS OR LOSSES (Form 4797):	\$0.00
TOTAL IRA DISTRIBUTIONS:	\$0.00
TAXABLE IRA DISTRIBUTIONS:	\$0.00
TOTAL PENSIONS AND ANNUITIES:	\$0.00
TAXABLE PENSION/ANNUITY AMOUNT:	\$0.00
SCHEDULE 3 INDICATOR	
SCHEDULE 3 INDICATOR:	0
ADDITIONAL INCOME:	\$0.00
ADDITIONAL INCOME PER COMPUTER:	\$0.00
REFUNDABLE CREDITS PER COMPUTER:	\$0.00
REFUNDABLE EDUCATION CREDITS PER COMPUTER:	\$0.00
QUALIFIED BUSINESS INCOME DEDUCTION:	\$0.00
SELF/ROAULTY/PARTNERSHIP/ESTATE (Schedule E):	\$0.00
SELF/ROAULTY/PARTNERSHIP/ESTATE (Schedule E) PER COMPUTER:	\$0.00
ESTATE/INVEST INCOME/LOSS PER COMPUTER:	\$0.00
PARTNERSHIP/S-CORP INCOME/LOSS PER COMPUTER:	\$0.00
FAARM INCOME OR LOSS (Schedule F):	\$0.00
FAARM INCOME OR LOSS (Schedule F) PER COMPUTER:	\$0.00
UNEMPLOYMENT COMPENSATION:	\$0.00
TOTAL SOCIAL SECURITY BENEFITS:	\$0.00
TAXABLE SOCIAL SECURITY BENEFITS:	\$0.00
TOTAL INCOME:	\$50,000.00
SCHEDULE EIC BE INCOME PER COMPUTER:	\$0.00
SCHEDULE EIC EARNED INCOME PER COMPUTER:	\$0.00
PER EIC EQUALIZATION INC COMPTER:	\$0.00
TOTAL INCOME:	\$50,000.00
TOTAL INCOME PER COMPUTER:	\$50,000.00

WAGES, SALARIES, TIPS, ETC:	\$50,000.00
TAXABLE INTEREST INCOME: SCH B:	\$0.00
TAX-EXEMPT INTEREST:	\$0.00
ORDINARY DIVIDEND INCOME: SCH B:	\$0.00
QUALIFIED DIVIDENDS:	\$0.00
REFUNDS OF STATE/LOCAL TAXES:	\$0.00
ALIMONY RECEIVED:	\$0.00
BUSINESS INCOME OR LOSS (Schedule C):	\$0.00
BUSINESS INCOME OR LOSS: SCH C PER COMPUTER:	\$0.00
CAPITAL GAIN OR LOSS: (Schedule D):	\$0.00
CAPITAL GAINS OR LOSSES: SCH D PER COMPUTER:	\$0.00
OTHER GAINS OR LOSSES (Form 4797):	\$0.00
TOTAL IRA DISTRIBUTIONS:	\$0.00
TAXABLE IRA DISTRIBUTIONS:	\$0.00
TOTAL PENSIONS AND ANNUITIES:	\$0.00
TAXABLE PENSION/ANNUITY AMOUNT:	\$0.00

Tax exempt interest income

IRA and Pension distributions have not been combined on the transcript

- Wherever the data are, just subtract the taxable amount from the total

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TRT – Adjustments Section



Adjustments to Income	
EDUCATOR EXPENSES:	\$0.00
EDUCATOR EXPENSES PER COMPUTER:	\$0.00
RESERVIST AND OTHER BUSINESS EXPENSE:	\$0.00
HEALTH SAVINGS ACCT DEDUCTION:	\$0.00
HEALTH SAVINGS ACCT DEDUCTION PER COMPTER:	\$0.00
MOVING EXPENSES: FIRM:	\$0.00
SELF EMPLOYMENT TAX DEDUCTION:	\$0.00
SELF EMPLOYMENT TAX DEDUCTION PER COMPUTER:	\$0.00
SELF EMPLOYMENT TAX DEDUCTION VERIFIED:	\$0.00
WAGON/REP CONTRIBUTION DEDUCTION:	\$0.00
SELF-EMP HEALTH INS DEDUCTION:	\$0.00
EARLY WITHDRAWAL OF SAVINGS PENALTY:	\$0.00
ALIMONY PAID SEM:	\$0.00
ALIMONY PAID:	\$0.00
IRA DEDUCTION:	\$5,500.00
IRA DEDUCTION PER COMPUTER:	\$5,500.00
STUDENT LOAN INTEREST DEDUCTION:	\$0.00
STUDENT LOAN INTEREST DEDUCTION PER COMPUTER:	\$0.00
STUDENT LOAN INTEREST DEDUCTION VERIFIED:	\$0.00
TUITION AND FEES DEDUCTION:	\$0.00
TUITION AND FEES DEDUCTION PER COMPUTER:	\$0.00
DOMESTIC PRODUCTION ACTIVITIES DEDUCTION:	\$0.00
DOMESTIC PRODUCTION ACTIVITIES DEDUCTION PER COMPUTER:	\$0.00
OTHER ADJUSTMENTS:	\$0.00
ARCHER MSA DEDUCTION:	\$0.00
ARCHER MSA DEDUCTION PER COMPUTER:	\$0.00
TOTAL ADJUSTMENTS:	\$0.00
TOTAL ADJUSTMENTS PER COMPUTER:	\$0.00
ADJUSTED GROSS INCOME:	\$54,500.00
ADJUSTED GROSS INCOME PER COMPUTER:	\$54,500.00

IRA deductions and payments
(add together)

Health Savings Account deduction
(add together)

Adjusted Gross Income (AGI)

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- Make sure you are in the Tax and Credits section
- Take the figure in the middle of the three lines

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Income Tax after Credits (Form 1040, line 13)

- Subtract Schedule 1, line 46 from this figure for U.S. Income Tax Paid

This figure is the last figure in the Tax and Credits section, just above the Other Taxes section

TRT – New Fields



Income		
WAGES, SALARIES, TIPS, ETC.	.....	\$0.00
TAXABLE INTEREST INCOME: SCH B1	.....	\$0.00
TAX-EXEMPT INTEREST	.....	\$0.00
ORDINARY DIVIDEND INCOME: SCH B4	.....	\$0.00
QUALIFIED DIVIDENDS	.....	\$0.00
REFUND OF STATE/LOCAL TAXES	.....	\$0.00
ALIMONY RECEIVED	.....	\$0.00
BUSINESS INCOME OR LOSS: (SCHEDULE C)	.....	\$0.00
BUSINESS INCOME OR LOSS: SCH C PER COMPUTER	.....	\$0.00
CAPITAL GAIN OR LOSS: (SCHEDULE D)	.....	\$0.00
CAPITAL GAIN OR LOSS: SCH D PER COMPUTER	.....	\$0.00
OTHER GAINS OR LOSSES (FROM 4797)	.....	\$0.00
TOTAL TAX DEDUCTIONS	.....	\$0.00
TOTAL PENSIONS AND ANNUITIES	.....	\$0.00
TAXABLE PENSION/ANNUITY AMOUNT	.....	\$0.00
SCHEDULE 2 INDICATOR: 0 (FOR NO) or 1 (FOR YES)	.....
SCHEDULE 3 INDICATOR: 0 (FOR NO) or 1 (FOR YES)	.....
ADDITIONAL INCOME	.....	\$0.00
ADDITIONAL INCOME PER COMPUTER	.....	\$0.00
REFUNDABLE CREDITS PER COMPUTER	.....	\$0.00
REFUNDABLE EDUCATION CREDITS PER COMPUTER	.....	\$0.00
QUALIFIED BUSINESS INCOME DEDUCTION	.....	\$0.00
RENT/ROYALTY/PARTNERSHIP/ESTATE (Schedule E)	.....	\$0.00
RENT/ROYALTY/PARTNERSHIP/ESTATE (Schedule E) PER COMPUTER	.....	\$0.00

Most of the new fields from the new Form 1040 appear in the middle of the Income section

The value of the standard deduction is now reported on the transcript

The old "Child Tax Credit" line has been replaced by a new "Child and Other Dependent Credit" line

Other minor changes or additions

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TRT – New Fields



TOTAL PENSIONS AND ANNUITIES	\$0.00
TAXABLE PENSION/ANNUITY AMOUNT	\$0.00
SCHEDULE 2 INDICATOR: 1 0 (FOR NO) or 1 (FOR YES)	.....
SCHEDULE 3 INDICATOR: 2 0 (FOR NO) or 1 (FOR YES)	.....
ADDITIONAL INCOME	.....	\$0.00
ADDITIONAL INCOME PER COMPUTER	.....	\$0.00
REFUNDABLE CREDITS PER COMPUTER	.....	\$0.00
REFUNDABLE EDUCATION CREDITS PER COMPUTER	.....	\$0.00
QUALIFIED BUSINESS INCOME DEDUCTION	.....	\$0.00
RENT/ROYALTY/PARTNERSHIP/ESTATE (Schedule E)	.....	\$0.00
RENT/ROYALTY/PARTNERSHIP/ESTATE (Schedule E) PER COMPUTER	.....	\$0.00

4 is not the Education Credit you are looking for – you need the **non-refundable credit**

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Comparing the 2017 and 2018 Tax Forms

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2017 vs. 2018 Filing Status Fields



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Placement of filing status options has changed

1040 U.S. Individual Income Tax Return 2017

For the year Jan. 1–Dec. 31, 2017, or other tax year beginning 2017 ending 20

Parent: Your first name and initial Last name One 345-34-5345

Spouse's first name and initial Last name

Home address (number and street). If you have a P.O. box, see instructions. Apt. no.

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

Foreign country name 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 and full name here.) 4 Head of household (with qualifying person. (See instructions.) If the qualifying person is a child but not your dependent, enter the child's name here.) 5 Qualifying widow(er) (see instructions)

MFS Spouse or HoH QP

1040 U.S. Individual Income Tax Return 2018

Filing status: ☐ Single ☐ Married filing jointly ☐ Married filing separately ☒ Head of household ☐ Qualifying widow(er)

Your first name and initial Last name One 345-34-5345

Parent: Your first name and initial Last name One 345-34-5345

Spouse's first name and initial Last name

Home address (number and street). If you have a P.O. box, see instructions. Apt. no.

City, town or post office, state, and ZIP code. If you have a foreign address, attach Schedule 6.

The name of the Non-dependent Qualifying Person for HoH or the spouse of a taxpayer filing as MFS goes here

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2017 vs. 2018 Claimed-by-Others



New position for "Someone can claim you as a dependent" box

- Less relevant in 2018 as the dependent exemption is worth \$0

2017

Filing Status

1 ☐ Single
 2 ☐ Married filing jointly (even if only one had income)
 3 ☐ Married filing separately. Enter spouse's SSN above and full name here.
 4 ☒ Head of household (own qualifying persons) (see instructions).
 5 ☐ Qualifying widow(er) (see instructions)

Exemptions

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

6b ☐ Spouse

6c **Dependents:**

(1) First name	Last name	(2) Social security number	(3) Relationship to you	(4) <input checked="" type="checkbox"/> If child under age 17, check box 6c(4) for child tax credit	(5) <input checked="" type="checkbox"/> If child under age 17, check box 6c(5) for credit for other dependents
Prospective	Over 17	456-45-6456	Daughter	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Younger Sib	Under 17	567-56-7567	Son	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

6d ☐ Total number of exemptions claimed

1040 U.S. Individual Income Tax Return 2018

Filing status: ☐ Single ☐ Married filing jointly ☒ Married filing separately ☐ Head of household ☐ Qualifying widow(er)

Your first name and initial: Parent Last name: One Social security number: 345-34-5345

Your standard deduction: ☐ Someone can claim you as a dependent ☐ You were born before January 2, 1954 ☐ You are blind

Spouse standard deduction: ☐ Someone can claim your spouse as a dependent ☐ Spouse was born before January 2, 1954 ☒ Full-year health care coverage (see instructions)

Home address (number and street, if you have a P.O. box, see instructions): Apt. no.: Presidential Election Campaign (see inst.): ☐ You ☐ Spouse

City, town or post office, state, and ZIP code. If you have a foreign address, attach Schedule 6: If more than four dependents, see inst. and check here ☐

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2017 vs. 2018 Dependent Info



2017

Exemptions

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

6b ☐ Spouse

6c **Dependents:**

(1) First name	Last name	(2) Social security number	(3) Relationship to you	(4) <input checked="" type="checkbox"/> If child under age 17, check box 6c(4) for child tax credit	(5) <input checked="" type="checkbox"/> If child under age 17, check box 6c(5) for credit for other dependents
Prospective	Over 17	456-45-6456	Daughter	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Younger Sib	Under 17	567-56-7567	Son	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

6d ☐ Total number of exemptions claimed

2018

Dependents (see instructions):

(1) First name	Last name	(2) Social security number	(3) Relationship to you	(4) <input checked="" type="checkbox"/> If child under age 17, check box 6c(4) for child tax credit	(5) <input checked="" type="checkbox"/> If child under age 17, check box 6c(5) for credit for other dependents
Prospective	Over 17	456-45-6456	Daughter	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Younger Sib	Under 17	567-56-7567	Son	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Eligible for Expanded Child Credits

Eligible for New Credit for Other Dependents

Number of exemptions is no longer reported on the 2018 Form 1040

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Auto Zero EFC and the Simplified EFC Formula

2018 SCHEDULE 1 – ACADEMIC YEAR 2020-2021

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Qualification Rules

	Simplified Formula	Automatic Zero EFC*
Income Earned from Work (non-filers)	Less than \$50,000	Less than \$26,001
Adjusted Gross Income (filers)		
The dependent student's parents or the independent student and their spouse meet one of these three criteria:		
<ul style="list-style-type: none">• They did not file Schedule 1 or if they did, they only reported certain kinds of income or adjustments• One of them is a dislocated worker as defined in the Workforce Innovation and Opportunity Act• Anyone counted in their household size received a means-tested federal benefit at any time during 2018 or 2019, and the aid officer may use professional judgment if individual did not receive these benefits in these years, but is receiving them "now"		

*Independent students without a dependent other than a spouse do not qualify for the Automatic Zero EFC

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New FAFSA Question 35/82

82. Did (or will) your parents file a Schedule 1 with their 2018 tax return?
Answer **"No"** if they did not file a Schedule 1 or only filed a Schedule 1 to report an Alaska Permanent Fund dividend or one of the other exceptions listed in the **Notes on page 9**.

Yes ☐
No ☐
Don't know ☐

Notes for questions 35 (page 4) and 82 (page 6)

Answer **"No"** if you (and if married, your spouse) did not file a Schedule 1.
Answer **"No"** if you (and if married, your spouse) did or will file a Schedule 1 to report **only one or more** of the following items:

1. Capital gain (line 13 – may not be a negative value)
2. Unemployment compensation (line 19)
3. Other income to report an Alaska Permanent Fund dividend (line 21 – may not be a negative value)
4. Educator expenses (line 23)
5. IRA deduction (line 32)
6. Student loan interest deduction (line 33)

Answer **"Yes"** if you (or if married, your spouse) filed or will file a Schedule 1 and reported additional income or adjustments to income on any lines **other than or in addition to** the six exceptions listed above.

If you do not know if you filed or will file a Schedule 1, select **"Don't know."**

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DoE's Approach

Students may qualify for the simplified formulas if they (and their spouse) or their parents (if they are dependent students)

- Did not file a Schedule 1 **or**
- Filed a Schedule 1 that contains only these income/adjustment items

Capital Gains	Line 13, but not if the figure is negative (net capital gains are OK, net capital losses are not)
Unemployment Compensation	Line 19
Alaska Permanent Fund	Line 21, only if the income is \$1,600 or \$3,200 (joint only) with words "Alaska Fund" or similar
Educator Expenses	Line 23
IRA Deduction	Line 32
Student Loan Interest Deduction	Line 33

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Schedule 1 – Eligible



Additional Income	1-9b	Reserved	1-9b	
10	10	Taxable refunds, credits, or offsets of state and local income taxes	10	
11	11	Alimony received	11	
12	12	Business income or (loss). Attach Schedule C or C-EZ	12	
13	13	Capital gain or (loss). Attach Schedule D if required. If not required, check here <input type="checkbox"/>	13	74
14	14	Other gains or (losses). Attach Form 4797	14	
15a	15a	Reserved	15a	
16a	16a	Reserved	16a	
17	17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	17	12,000
18	18	Farm income or (loss). Attach Schedule F	18	
19	19	Unemployment compensation	19	
20a	20a	Reserved	20a	
21	21	Other income. List type and amount	21	1,600
22	22	Combine the amounts in the far right column. If you don't have any adjustments to income, enter here and include on Form 1040, line 6. Otherwise, go to line 23	22	13,674
Adjustments to Income	23	Educator expenses	23	250
24	24	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106	24	
25	25	Health savings account deduction. Attach Form 8889	25	
26	26	Moving expenses for members of the Armed Forces. Attach Form 3903	26	
27	27	Deductible part of self-employment tax. Attach Schedule SE	27	
28	28	Self-employed SEP, SIMPLE, and qualified plans	28	
29	29	Self-employed health insurance deduction	29	
30	30	Penalty on early withdrawal of savings	30	
31a	31a	Alimony paid b. Recipient's SSN	31a	
32	32	IRA deduction	32	7,000
33	33	Student loan interest deduction	33	2,500
34	34	Reserved	34	
35	35	Reserved	35	
36	36	Add lines 23 through 35	36	9,750

For Paperwork Reduction Act Notice, see your tax return instructions. Cat. No. 71479F Schedule 1 (Form 1040) 2018

- Capital Gains (if the figure on line 13 is not negative)
- Unemployment Compensation
- Alaska Permanent Fund (if a multiple of \$1,600 and "Alaska" is written on line 21 or in a statement)
- Educator Expenses
- IRA Deduction
- Student Loan Interest Deduction

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Schedule 1 – Not Eligible



Additional Income	1-9b	Reserved	1-9b	
10	10	Taxable refunds, credits, or offsets of state and local income taxes	10	
11	11	Alimony received	11	
12	12	Business income or (loss). Attach Schedule C or C-EZ	12	
13	13	Capital gain or (loss). Attach Schedule D if required. If not required, check here <input type="checkbox"/>	13	512,235 (74)
14	14	Other gains or (losses). Attach Form 4797	14	
15a	15a	Reserved	15a	
16a	16a	Reserved	16a	
17	17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	17	
18	18	Farm income or (loss). Attach Schedule F	18	
19	19	Unemployment compensation	19	
20a	20a	Reserved	20a	
21	21	Other income. List type and amount	21	3,250
22	22	Combine the amounts in the far right column. If you don't have any adjustments to income, enter here and include on Form 1040, line 6. Otherwise, go to line 23	22	
Adjustments to Income	23	Educator expenses	23	
24	24	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106	24	
25	25	Health savings account deduction. Attach Form 8889	25	
26	26	Moving expenses for members of the Armed Forces. Attach Form 3903	26	
27	27	Deductible part of self-employment tax. Attach Schedule SE	27	
28	28	Self-employed SEP, SIMPLE, and qualified plans	28	
29	29	Self-employed health insurance deduction	29	
30	30	Penalty on early withdrawal of savings	30	
31a	31a	Alimony paid b. Recipient's SSN	31a	
32	32	IRA deduction	32	
33	33	Student loan interest deduction	33	700
34	34	Reserved	34	
35	35	Reserved	35	
36	36	Add lines 23 through 35	36	

For Paperwork Reduction Act Notice, see your tax return instructions. Cat. No. 71479F Schedule 1 (Form 1040) 2018

- The taxpayer must answer "Yes" to the Schedule 1 question if the Schedule 1 has any of these kinds of income/losses
 - Capital Losses
 - Line 21 cannot show any figures other than Alaska Permanent Fund dividends. If the number is not \$1,600 or \$3,200, there must be other income
 - Only business owners can contribute to this kind of account

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PASFAA Tax Webinars for Aid Officers

<p>OCTOBER 31, 2019, AT 10:00 AM VERIFICATION IN THE NEW TAX WORLD</p> <p>2020-2021 Key Concepts</p> <p>Verifying Tax Filers</p> <p>The 2018 Form 1040 and the 2020-2021 FAFSA</p> <p>Schedule 1 and the Simplified Formula/Automatic Zero EFC</p> <p>Rollovers</p>	<p>NOVEMBER 13, 2019 AT 10:00 AM CONFLICTING INFORMATION IN THE NEW TAX WORLD</p> <p>Verifying Non-filers</p> <p>Who is Required to File a Tax Return?</p> <p>What is the Correct Filing Status for a Person?</p>
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Thank You PASFAA!

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