

2020 College Success Forum

Robert Morris University

January 28, 2020

Getting Familiar With the FAFSA and The New Look of 2018 Tax Returns

Presenters: Mr. Dan Wray, PHEAA;
Ms. Jacqui Fraas, Robert Morris University
Location: Birmingham Room

This session will be of special interest to those who are not financial aid experts, but who occasionally need to help students and their families complete the FAFSA. We will cover the most common trouble spots within the application, as well as income, tax documentation, and verification implications. This will be a fast-moving, fact-filled session!



First On The List



<https://fsaid.ed.gov>

Least Confusing Start

Log in to the FAFSA

Only students may use their FSA ID to log in. Parents and others can start a FAFSA for a student by entering the student's identifiers. Parents and others can also work on a FAFSA form or correction the student started using the **Save Key** that the student made. [Help for parents.](#)

Form Approved
OMB No. 1845-0001
App. Exp. 12/31/2021

☒ I am the student

OR

☐ I am a parent, preparer, or student from a Freely Associated State

Do not log in with the FSA ID if you are not the student.

Don't have an FSA ID? [Create one](#) or login using the [student's identifiers](#).

Student's FSA ID Username, E-mail Address, or Mobile Number

?

FSA ID Username

[Forgot Username](#)

The student's FSA ID Password

?

FSA ID Password

[Forgot Password](#)

NEXT 

Pick the Correct Year

STUDENT INFORMATION

Welcome, first last!

Fill out your FAFSA form!

To receive federal student financial aid, you need to fill out a FAFSA every school year. Let's get started.

For which school year are you applying for financial aid?

If you are applying for the summer session, or just don't know which application to complete, check with the college you are planning to attend.

[Which school year should I choose?](#)

START 2020-2021 FAFSA

OR

START 2019-2020 FAFSA

SSN & Other Demographic Info

Personal Information for Student

Student
Demographics

School Selection

Dependency
Status

Parent
Demographics

Parent
Financials

Student
Financials

Sign & Submit

Confirmation

STUDENT INFORMATION



Application was successfully saved.



Because the FAFSA belongs to the student, "you" and "your" always (unless otherwise noted) refer to the student.


Your Social Security Number


454-45-4545


Must be **PREFECT**

Quick & easy way to eliminate Pell and State Grant from your award package

STUDENT INFORMATION

What will your high school completion status be when you begin college in the 2020-2021 school year? 

High school diploma 

What college degree or certificate will you be working on when you begin the 2020-2021 school year? 

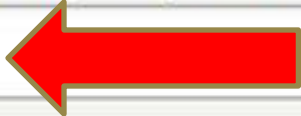
1st bachelor's degree 



Need an advanced degree eventually?
Need an undergrad degree first.


Two things can go wrong here


What will your college grade level be when you begin the 2020-2021 school year? ?

Never attended college/1st yr. 


Are you interested in being considered for work-study?

☐ Yes ☐ No ☒ Don't know





?

NEXT 

JUST
SAY
YES

Even though there's no draft.....

Student Demographics School Selection Dependency Status Parent Demographics Parent Financials Student Financials Sign & Submit Confirmation

STUDENT INFORMATION

Are you male or female?
☒ Male ☐ Female

i Most male citizens and male immigrants must register with the Selective Service System to receive federal student aid.

Are you registered with the Selective Service System?
☒ Yes ☐ No

DO IT NOW
SOMETIMES LATER BECOMES NEVER

PREVIOUS NEXT

No need to wait until 18

Add Schools



Here's where you'll search for the colleges to which you'd like to send your FAFSA information. You can add up to 10 colleges at a time to your FAFSA. If you're applying to more than 10 colleges, [follow these instructions](#).

Make sure you add ALL colleges you're interested in, even if you haven't applied or been accepted yet.



Complete the fields below to search for a college to add to your FAFSA.

Do you know the college's [Federal School Code](#)?

☐ Yes

☒ No



State



Select

City (optional)



School Name (optional)



SEARCH TIPS

← PREVIOUS

SEARCH

**Highest cost PA school first.
Order doesn't matter after that.**

Make sure you know who's at the keyboard

Student Demographics School Selection Dependency Status Parent Demographics Parent Financials Student Financials Sign & Submit Confirmation

STUDENT INFORMATION

Application was successfully saved.

What is your marital status as of today?

I am single

PREVIOUS NEXT

If a parent is working the *mouse*, this question can be a *trap*!





Dependency Determination

Student Demographics ✓ School Selection ✓ Dependency Status ✎ Parent Demographics Parent Financials Student Financials Sign & Submit Confirmation

STUDENT INFORMATION

Answer the following questions to determine if you are required to provide information about your parents on your FAFSA. Check all that apply or check **None of the above**. ?

- ☐ Are you currently serving on active duty in the U.S. Armed Forces for purposes other than training?
- ☐ Are you a veteran of the U.S. Armed Forces?
- ☐ At any time since you turned age 13, were both your parents deceased, were you in foster care, or were you a dependent or ward of the court?
- ☐ As determined by a court in your state of legal residence, are you or were you an emancipated minor?
- ☐ Does someone other than your parent or stepparent have legal guardianship of you, as determined by a court in your state of legal residence?
- ☒ None of the above

◀ PREVIOUS NEXT ▶



Dependency Determination

For guardianship, emancipated minor, etc., please be sure to have all documentation ready and available when the school and/or PHEAA requests it. Missing deadlines can mean missing out on free money.

Homeless Liaison is the best route

Student Demographics School Selection Dependency Status Parent Demographics Parent Financials Student Financials Sign & Submit Confirmation

STUDENT INFORMATION

On or after July 1, 2019, were you homeless or were you self-supporting and at risk of being homeless?

☐ Yes ☒ No

PREVIOUS NEXT

[https://www.education.pa.gov/K-12/Homeless Education/Pages/default.aspx](https://www.education.pa.gov/K-12/Homeless%20Education/Pages/default.aspx)

<https://homeless.center-school.org/about/homeless-liaisons/>

<https://directory.center-school.org/homeless/?page=liaison>

Most difficult question on the FAFSA

When did your parents get married or remarried?

06/1999

Emotions can run the gamut



Parents

The screenshot shows a web form titled 'PARENT INFORMATION' in a dark blue header. Below this is a dark blue instruction bar that reads 'Enter information for your first **parent** (father/mother/stepparent)'. The form contains two input fields. The first is labeled 'Parent's Social Security Number' and contains the text '484-48-4848'. To the right of this field is a small icon of a keyboard and a question mark in a circle. The second field is labeled 'Parent's last name' and contains the text 'last'. To the right of this field is a question mark in a circle.

PARENT INFORMATION

Enter information for your first **parent** (father/mother/stepparent)

Parent's Social Security Number

484-48-4848

Parent's last name

last

This is for the student's parents (know who's typing)

All demographic info must match the FSA ID
(assuming this parent has one)

Household Size & Number in College

Parent Household Info

Student
Demographics

School Selection

Dependency
Status

Parent
Demographics

Parent
Financials

Student
Financials

Sign & Submit

Confirmation



PARENT INFORMATION

Household Size

Number in College

How many people in your parents' household (as reported above) will be college students between July 1, 2020 and June 30, 2021? Do not include your parents.

**KEEP
CALM
AND
READ
CAREFULLY**

Financial Section

For 2018, have your parents completed their IRS income tax return or another tax return?



Already completed



What type of income tax return did your parents file for 2018?



IRS 1040



For 2018, what is your parents' tax filing status according to their tax return?



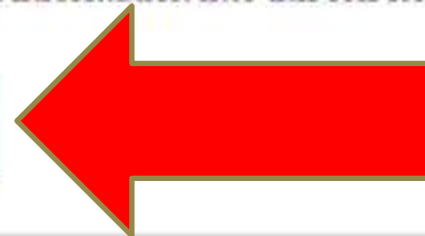
Married-Filed Joint Return



IRS Data Retrieval Tool

Applying is faster and easier if your parents transfer their tax return information into this FAFSA with the IRS Data Retrieval Tool (IRS DRT)!

LINK TO IRS ↔



Who Can't Use the IRS DRT?

- ❖ Married filing separately
- ❖ Don't have an FSA ID
- ❖ Don't have an SSN
- ❖ Separated/divorced now, but filed jointly in requested tax year
- ❖ Parents unmarried and living together
- ❖ Changed marital status after the end of the tax year
- ❖ Foreign tax return
- ❖ Tax return and FAFSA addresses don't match
- ❖ Victims of identity theft

IRS Data Retrieval Tool

For your protection, the IRS will not display your tax information and will further encrypt any tax information transferred using the IRS DRT; therefore, ED is unable to display your tax information on your FAFSA form.

The data retrieved from your tax return is limited to the items listed below as you reported to the IRS:



Refer to your tax records if you have a question about the values you reported.

These are some of the items the student and parent(s) will need to provide manually, if unable to use the IRS Data Retrieval Tool.

Other Pieces of the Puzzle for parent(s) and student

- ✓ Earnings from work (i.e., W-2)
- ✓ Actual child support paid
- ✓ Actual child support received
- ✓ Current value of cash, savings, checking, stocks, bonds, CDs, real estate (not primary home/farm), other assets
- ✓ Untaxed income sources (includes pre-tax contributions to retirement, worker's comp, disability, etc.)
- ✓ Veterans' non-education benefits
 - NOT untaxed portions of Social Security

Auto-Zero/Simplified (Assets not considered)

DEPENDENT STUDENT

(1) Anyone in the parents' household received designated means-tested federal benefits; e.g., Medicaid, SSI, SNAP, Free and Reduced Price School Lunch, TANF, or WIC during 2018 or 2019

OR

the student's parents:

- filed a 2018 IRS Form 1040, but did not file a Schedule 1,
- filed a tax form from a Trust Territory,
- or were not required to file any income tax return;

OR

the student's parent is a dislocated worker.

AND

(2) The combined 2018 income of the student's parents is \$49,999 or less.
(AUTO-ZERO = \$26,000 or less)

Auto-Zero/Simplified (Assets not considered)

INDEPENDENT STUDENT

(1) Anyone in the student's household received designated means-tested federal benefits; e.g., Medicaid, SSI, SNAP, Free and Reduced Price School Lunch, TANF, or WIC during 2018 or 2019;

OR

the student and student's spouse (if the student is married) both

- filed a 2018 IRS Form 1040, but did not file a Schedule 1,
- filed a tax form from a Trust Territory,
- or were not required to file any income tax return;

OR

the student (or the student's spouse, if any) is a dislocated worker.

AND

(2) The student's (and spouse's) combined 2018 income is \$49,999 or less.
(AUTO-ZERO = \$26,000)

Not eligible for auto-zero if no dependents other than spouse.

Be sure to sign and submit

 Both you and a parent need to sign your FAFSA.

Only sign for yourself. If you and your parent are not together, one of you can sign, save the application and then exit. Give the "save key" to the other person who can log in with it and sign and submit the FAFSA.

Be sure not to mix up your and your parent's FSA IDs when signing.

Student Signature Needed



Signature Status: Unsigned

PROVIDE STUDENT SIGNATURE 

Parent Signature Needed



Signature Status: Unsigned

PROVIDE PARENT SIGNATURE 

Be sure to apply for State aid



Congratulations, Sample!

Your FAFSA was successfully submitted to Federal Student Aid.

Confirmation Number: F 11200004104 03/27/2018 11:00:3/27/2018 11:31:55 AM:3/27/2018 11:31:55 AM


Data Release Number (DRN): 9970

What Happens Next

- You will receive an e-mail version of this page.
- In 3-5 business days, you will receive an e-mail notifying you that your FAFSA was processed.
- Your FAFSA information will be made available to your school(s), and they will use it to determine the aid you may be eligible to receive.
- Your school(s) will contact you if they need more information or when they are ready to discuss your financial aid award.
- If you have questions about your financial aid package, contact your school(s).

An abbreviated version of your confirmation page has been sent to you at the e-mail address:

samplestudent@sample.com

PRINT THIS PAGE 

Start your state application to apply for Pennsylvania state-based financial aid.



The new studentaid.gov!

The new website combines content and features from StudentLoans.gov, fsaid.ed.gov, and nslds.ed.gov



Welcome to the new look of StudentAid.gov, the official federal student aid website. We've combined content and features from StudentLoans.gov, fsaid.ed.gov, and nslds.ed.gov to enhance your experience. [Learn how the changes impact you.](#)



An official website of the United States government.

[Help Center](#)

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[COMPLETE AID PROCESS](#) ▼

[MANAGE LOANS](#) ▼

Questions?

What's the big deal about 2018 tax returns?



What's the big deal?



- It's not really a big deal if the IRS Data Retrieval Tool was used when filing the FAFSA.
- The 2018 Federal 1040 tax return looks considerably different than in years past (Some say more complicated).
- When the IRS Data Retrieval Tool is not used, families will need to manually pull information from their tax return to complete the FAFSA, so it's important to understand the differences, if helping families.
- If selected for Verification, student/parent may need to submit federal tax return to the Financial Aid Office for review.
- The evaluation of the new 1040 tax return will be more complicated for Financial Aid Administrators to review.

Form 1040 Department of the Treasury—Internal Revenue Service **2017** U.S. Individual Income Tax Return

OMB No. 1545-0047 (IRS Use Only—Do not write or staple in this space.)

For the year: 1-12-31, 2017, or other year beginning 2017 ending 2017

Print your name and either Last name First name and initial Last name

If a joint return, spouse's last name and first 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 child's name here. ▶

5 ☐ Qualifying widow(er) (see instructions)

Exemptions

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

b ☐ Spouse

c ☐ Dependents:

(1) First name Last name (2) Dependents' social security number (3) Dependents' relationship to you (4) If child under age 17, qualifying for child tax credit (see instructions)

If more than four dependents, see instructions and check here ▶

d Total number of exemptions claimed

Income

7 Wages, salaries, tips, etc. Attach Form W-2

8 Taxable interest. Attach Schedule B if required

9a Tax-exempt interest. Do not include on line 9a.

9b Ordinary dividends. Attach Schedule B if required

10 Taxable refunds, credits, or offsets of state and local income taxes

11 Alimony received

12 Business income or (loss). Attach Schedule C or C-EZ

13 Capital gain or (loss). Attach Schedule D if required. If not required, check here ▶

14 Other gains or (losses). Attach Form 4797

15a IRA distributions. 15b Taxable amount

16a Pensions and annuities. 16b Taxable amount

17 Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E

18 Farm income or (loss). Attach Schedule F

19 Unemployment compensation

20a Social security benefits. 20b Taxable amount

21 Other income. List type and amount

22 Combine the amounts in the far right column for lines 7 through 21. This is your total income ▶

Adjusted Gross Income

23 Educator expenses

24 Certain business expenses of entertainers, performing artists, and fee-based government officials. Attach Form 2106 or 2106-EZ

25 Health savings account deduction. Attach Form 8889

26 Moving expenses. Attach Form 3903

27 Deductible part of self-employment tax. Attach Schedule SE

28 Self-employed SEP, SIMPLE, and qualified plans

29 Self-employed health insurance deduction

30 Penalty on early withdrawal of savings

31a Alimony paid b Recipient's SSN ▶

32 IRA deduction

33 Student loan interest deduction

34 Tuition and fees. Attach Form 8917

35 Domestic production activities deduction. Attach Form 8802

36 Add lines 23 through 35

37 Subtract line 36 from line 22. This is your adjusted gross income

For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see separate instructions. Cat. No. 113008 Form 1040 (997)

Form 1040 (997) Page 2

Tax and Credits

38 Amount from line 37 (adjusted gross income)

39a Check ☐ You were born before January 2, 1953. ☐ Blind. Total boxes checked ▶ 39a

39b ☐ Spouse was born before January 2, 1953. ☐ Blind. checked here ▶ 39b

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

40 Itemized deductions (from Schedule A) or your standard deduction (see left margin)

41 Subtract line 40 from line 38

42 Exemptions. If this is \$19,000 or less, multiply \$4,000 by the number on line 40. Otherwise, see instructions

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

44 Tax (see instructions). Check if any from a ☐ Form(s) 9814 b ☐ Form 4372 c ☐

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

46 Excess advance premium tax credit repayment. Attach Form 8962

47 Add lines 44, 45, and 46

48 Foreign tax credit. Attach Form 1116 if required

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

50 Education credits from Form 8863, line 19

51 Retirement savings contributions credit. Attach Form 8880

52 Child tax credit. Attach Schedule 8812, if required

53 Residential energy credits. Attach Form 5695

54 Other credits from Form: a ☐ 3903 b ☐ 8801 c ☐

55 Add lines 48 through 54. These are your total credits

56 Subtract line 55 from line 47. If line 55 is more than line 47, enter -0-

57 Self-employment tax. Attach Schedule SE

58 Unreported social security and Medicare tax from Form: a ☐ 4137 b ☐ 9919

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

60a Household employment taxes from Schedule H

60b First-time homebuyer credit repayment. Attach Form 5408, if required

61 Health care: individual responsibility (see instructions). Full-year coverage ☐

62 Taxes from: a ☐ Form 9698 b ☐ Form 9968 c ☐ Instructions: enter code(s)

63 Add lines 56 through 62. This is your total tax

64 Federal income tax withheld from Forms W-2 and 1099

65 Estimated tax payments and amount applied from 2016 return

66a Child tax credit (EIC)

66b Child tax credit (EIC)

67 American opportunity credit from Form 8863, line 8

68 Net premium tax credit. Attach Form 9692

69 Amount paid with request for extension to file

70 Excess social security and tier 1 RRTA tax withheld

71 Credit for federal tax on fuels. Attach Form 4136

72a Deductible from Form: a ☐ 439 b ☐ 9968 c ☐ 9968 d ☐

73 Add lines 64, 65, 66a, 66b, and 67 through 73. These are your total payments ▶

74 Add lines 64, 65, 66a, and 67 through 73. These are your total payments ▶

Refund

75 If line 74 is more than line 63, subtract line 63 from line 74. This is the amount you overpaid

76a Amount of line 75 you want refunded to you. If Form 8868 is attached, check here ▶

76b Routing number ▶

76c Account number ▶

77 Amount of line 75 you want applied to your 2018 estimated tax ▶

Amount You Owe

78 Amount you owe. Subtract line 74 from line 63. For details on how to pay, see instructions ▶

79 Estimated tax penalty (see instructions)

Third Party Designee

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

Designee's name ▶

Designee's title ▶

Designee's address ▶

Designee's phone number ▶

Sign Here

Under penalties of perjury, I declare that I have prepared this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and accurately reflect all amounts and omissions of income I received during the year. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Taxpayer's signature ▶ Date ▶

Preparer's signature ▶ Date ▶

Spouse's signature ▶ Date ▶

Spouse's occupation ▶

Daytime phone number ▶

Paid Preparer Use Only

Print preparer's name ▶

Preparer's signature ▶

Date ▶

Check ☐ I am a CPA ☐ I am a tax preparer ☐ I am a self-employed preparer ☐ Other ▶

Go to www.irs.gov/efile for instructions and the latest information. Form 1040 (997)

Those were the good days

2017
1040, 1040EZ and 1040A

2018

- Forms 1040A and 1040EZ have been eliminated.
- Instead, 6 new schedules are possible.
- For FAFSA and Verification we need 1040 and just the Schedules 1, 2 and 3.

Form 1040 Department of the Treasury—Internal Revenue Service **2018** U.S. Individual Income Tax Return

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

Your first name and initial: **Lucy J** Last name: **Matterocci** Your social security number: **XXX XX 1614**

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

If joint return, spouse's first name and initial: **John L** Last name: **Matterocci** Spouse's social security number: **XXX XX 7145**

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

☐ Spouse is blind ☐ Spouse itemizes on a separate return or you were dual-status alien

Home address (number and street). If you have a P.O. box, see instructions. Apt. no. **1234 W Shady Lane** **Springfield, OR 99999**

Dependents (see instructions):

(i) First name	Last name	(ii) Social security number	(iii) Relationship to you	(iv) <input checked="" type="checkbox"/> If qualifies for (see inst.) Child tax credit	Credit for other dependents
Joey P	Matterocci	XXX XX 5630	Son	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Sergio D	Matterocci	XXX XX 7982	Son	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Lucia T	DeLuca	XXX XX 5309	Parent	<input type="checkbox"/>	<input checked="" type="checkbox"/>

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

Your signature: **Lucy J Matterocci** Date: **04/15/19** Your occupation: **Systems Analyst**

Spouse's signature: **John L Matterocci** Date: **04/15/19** Spouse's occupation: **Nuclear Contracts Manager**

Paid Preparer Use Only

Preparer's name: _____ Preparer's signature: _____ PTIN: _____ Firm's EIN: _____

Firm's name: _____ Phone no.: _____

Firm's address: _____

For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see separate instructions. GAT No. 113298 Form 1040 (2018)

Form 1040 (2018) Page **2**

1 Wages, salaries, tips, etc. Attach Form(s) W-2 **122,179.00**

2a Tax-exempt interest **2a** **2,208.00**

3a Qualified dividends **3a**

4a IRAs, pensions, and annuities **4a**

5a Social security benefits **5a**

6 Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22 **8,110**

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 **132,497.00**

8 Standard deduction or itemized deductions (from Schedule A) **24,000.00**

9 Qualified business income deduction (see instructions)

10 Taxable income. Subtract lines 8 and 9 from line 7. If zero or less, enter -0- **108,497.00**

11 Tax (see inst.) **15,748** (check if any from: ☐ Form 9814 ☐ Form 4872 ☐ ☐)

12 Child tax credit/credit for other dependents **4,500** b Add any amount from Schedule 3 and check here ☐

13 Refundable credits: a EIC (see inst.) b Sch. 8812 **11,248.00**

14 Other taxes. Attach Schedule 4

15 Total tax. Add lines 13 and 14 **11,248.00**

16 Federal income tax withheld from Forms W-2 and 1099 **11,272.00**

17 Refundable credits: a EIC (see inst.) b Sch. 8812

18 Add lines 16 and 17. These are your total payments **11,272.00**

19 If line 16 is more than line 15, subtract line 15 from line 18. This is the amount you overpaid **24.00**

20a Amount of line 19 you want refunded to you. If Form 8879 is attached, check here ☐

20b Routing number **20b**

20c Type: ☐ Checking ☐ Savings

21 Amount of line 19 you want applied to your 2019 estimated tax **21**

22 Amount you owe. Subtract line 18 from line 15. For details on how to pay, see instructions **22**

23 Estimated tax penalty (see instructions) **23**

Go to www.irs.gov/Form1040 for instructions and the latest information. Form 1040 (2018)

INCOME TAX PAID
1040 Line 13
PLUS
Schedule 3, Line 4b
(if negative amount, enter zero)

Schedules 1, 2 and 3 – Yikes!

SCHEDULE 2
(Form 1040)

OMB No. 1545-0074

2018
Attachment
Sequence No. 02

Department of the Treasury
Internal Revenue Service

► Attach to Form 1040.
► Go to www.irs.gov/Form1040 for instructions and the latest information.

Name(s) shown on Form 1040

Your social security number

Tax

38-44	Reserved	38-44
45	Alternative minimum tax. Attach Form 6251.	45
46	Excess advance premium tax credit repayment.	46
47	Add the amounts in the far right column. Enter here and include on Form 1040, line 11.	47

For Paperwork Reduction Act Notice, see your tax return instructions. Cat. No. 71478U Schedule 2 (Form 1040) 2018

INCOME TAX PAID
1040 Line 13
minus
Schedule 2, Line 46
(If negative amount, enter zero)

SCHEDULE 1
(Form 1040)

OMB No. 1545-0074

2018
Attachment
Sequence No. 01

Department of the Treasury
Internal Revenue Service

► Attach to Form 1040.
► Go to www.irs.gov/Form1040 for instructions and the latest information.

Name(s) shown on Form 1040

Your social security number

Additional Income

1-9b	Reserved	1-9b	814.00
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	
16a	Reserved	16a	
17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E.	17	7,296.00
18	Farm income or (loss). Attach Schedule F.	18	
19	Unemployment compensation	19	
20a	Reserved	20a	
21	Other income. List type and amount. If you don't have any adjustments to income, enter here and include on Form 1040, line 6. Otherwise, go to line 23.	21	8,110.00
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	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 2903.	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. b Recipient's SSN ►	31a	
32	IRA deduction	32	
33	Student loan interest deduction	33	
34	Reserved	34	
35	Reserved	35	
36	Add lines 23 through 35.	36	

For Paperwork Reduction Act Notice, see your tax return instructions. Cat. No. 71478F Schedule 1 (Form 1040) 2018

*Income earned from work: IRS Form 1040-Line 1, Schedule 1-Lines 12 and 18, Schedule K-1 (IRS Form 1065)-Box 14 (Code A), if any individual earning item is negative, do not include that item in your calculation.

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SCHEDULE 3
(Form 1040)

OMB No. 1545-0074

2018
Attachment
Sequence No. 03

Department of the Treasury
Internal Revenue Service

► Attach to Form 1040.
► Go to www.irs.gov/Form1040 for instructions and the latest information.

Name(s) shown on Form 1040

Your social security number

Nonrefundable Credits

40	Foreign tax credit. Attach Form 1116 (if required).	40	
41	Credit for child and dependent care expenses. Attach Form 2441.	41	
42	Educator expenses. Attach Form 8889.	42	
43	Excess advance premium tax credit repayment. Attach Form 8885.	43	
44	Other credits from Form 8880.	44	
45	Add the amounts in the far right column. Enter here and include on Form 1040, line 12.	45	

For Paperwork Reduction Act Notice, see your tax return instructions. Cat. No. 71478G Schedule 3 (Form 1040) 2018

Did the Student/Parent file a Schedule 1?

Generally, taxpayers file a Schedule 1 to report income or adjustments to income that can't be entered directly on Form 1040.

This question is used to help determine if your parent(s) may be eligible to skip certain financial questions in the FAFSA form.

Select “No” if your [parents](#) didn't and won't file a Schedule 1.

OR

Select “No” if your parents filed or will file a Schedule 1 but only to report one or more of the following six additions or adjustments to income on Schedule 1:

1. Capital gain (Line 13 may not be less than 0)
2. Unemployment compensation (Line 19)
3. Other income to report an Alaska Permanent Fund dividend (Line 21 may not be less than 0)
4. Educator expense (Line 23)
5. IRA deduction (Line 32)
6. Student loan interest deduction (Line 33)

- Yes
- No
- I Don't Know

SCHEDULE 1
(Form 1040)

Department of the Treasury
Internal Revenue Service

Additional Income and Adjustments to Income

► Attach to Form 1040.
► Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0074
2018
Attachment
Sequence No. 01

Name(s) shown on Form 1040 _____ Your social security number _____

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

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

Verification

- Accuracy Review Process.
- Roughly 30% of all FAFSA are selected by the US Department of Education.

Standard Verification Group	<u>Tax Filers</u> <ul style="list-style-type: none">• Adjusted Gross Income• U.S. Income Tax Paid• Untaxed Portions of IRA Distributions and Pensions• IRA Deductions and Payments• Tax Exempt Interest Income• Education Tax Credits <u>Nontax Filers</u> <ul style="list-style-type: none">• Income Earned from Work <u>Tax Filers and NonTax Filers</u> <ul style="list-style-type: none">• Number of Household Members• Number in College
Custom Verification Group	<ul style="list-style-type: none">• High School Completion Status• Identity/Statement of Educational Purpose

How to Complete Verification

- Easiest way to complete verification

- Use IRS Data Retrieval Tool at FAFSA Completion
- Submit a Verification Worksheet
- Don't you wish all families took the easy route?!



- The Not as Easy way to Complete Verification

- When IRS DRT is not used, tax filers must submit either:
 - Federal Tax Return Transcript (www.irs.gov/get-transcript)
- OR
- A Signed Federal 1040 Tax Return.

- Non-Tax Filer Requirements

- Verification of Non Filing Letter (Independent Students/Parents of Dependent Students)
- W-2's
- Other applicable forms

Cheat Sheet

FAFSA Question	Where to Find it on 2018 1040/Schedules
Adjusted Gross Income (AGI)	1040: line 7
US Income Tax Paid	1040: line 13 - Schedule 2: line 46
Untaxed Portion of IRA Distributions and Pensions	1040 lines 4a - 4b. (Exclude Rollover)
IRA Deductions and Payments	Schedule 1: line 28 – line 32
Tax Exempt Interest Income	1040: Line 2a
Education Credits	Schedule 3: line 50

Form 1040 (2018) Page **2**

1	Wages, salaries, tips, etc. Attach Form(s) W-2	1	122,179 00
2a	Tax-exempt interest	2b	2,208 00
3a	Qualified dividends	3b	
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	132,497 00
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	132,497 00
8	Standard deduction or itemized deductions (from Schedule A)	8	24,000 00
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	108,497 00
11	a Tax (see inst.) 15,748 (check if any from: 1 <input type="checkbox"/> Form(s) 8814 2 <input type="checkbox"/> Form 4972 3 <input type="checkbox"/>)	11	15,748 00
12	b Add any amount from Schedule 2 and check here	12	4,500 00
13	a Child tax credit/credit for other dependents 4,500 b Add any amount from Schedule 3 and check here	13	11,248 00
14	Subtract line 12 from line 11. If zero or less, enter -0-	14	
15	Other taxes. Attach Schedule 4	15	11,248 00
16	Total tax. Add lines 13 and 14	16	11,272 00
17	Federal income tax withheld from Forms W-2 and 1099	17	
18	Refundable credits: a EIC (see inst.) b Sch. 8812	18	11,272 00
19	Add any amount from Schedule 5	19	24 00
20a	Add lines 16 and 17. These are your total payments	20a	24 00

INCOME TAX PAID
1040 Line 13
minus
Schedule 2, Line 46
(If negative amount, enter zero)

Refund

19 If line 18 is more than line 15, subtract line 15 from line 18. This is the amount you overpaid

20a Amount of line 19 you want refunded to you. If Form 8888 is attached, check here

SCHEDULE 1
(Form 1040)Department of the Treasury
Internal Revenue Service**Additional Income and Adjustments to Income**▶ Attach to Form 1040.
▶ Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0074

2018
Attachment
Sequence No. **01**

Name(s) shown on Form 1040

Your social security number

Additional Income	1-9b	Reserved	1-9b		
	10	Taxable refunds, credits, or offsets of state and local income taxes	10	814	00
	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	7,296	00
20a	Reserved	20b			
21	Other income. List type and amount ▶	21			
	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	8,110	00
Adjustments to Income	23	Educator expenses	23		
	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 b Recipient's SSN ▶	31a		
	32	IRA deduction	32		
	33	Student loan interest deduction	33		
	34	Reserved	34		
35	Reserved	35			
	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

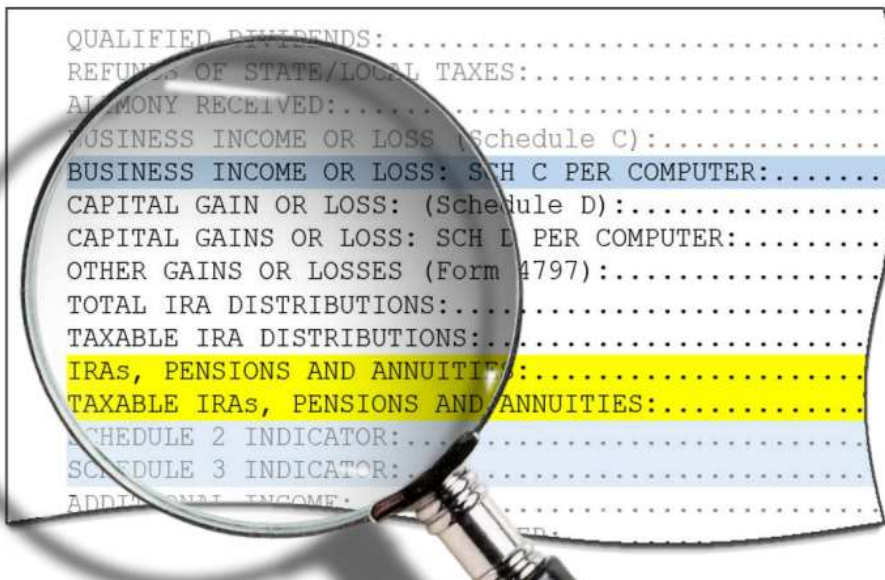
SCHEDULE 2 (Form 1040) Department of the Treasury Internal Revenue Service	Tax ▶ Attach to Form 1040. ▶ Go to www.irs.gov/Form1040 for instructions and the latest information.	OMB No. 1545-0074 <div style="font-size: 2em; font-weight: bold;">2018</div> Attachment Sequence No. 02
Name(s) shown on Form 1040		Your social security number
Tax 38-44 Reserved 45 Alternative minimum tax. Attach Form 6251 46 Excess advance premium tax credit repayment. Attach Form 8880 47 Add the amounts in the far right column. Enter here and include on Form 1040, line 11	<div style="border: 2px solid red; padding: 5px; margin: 5px; text-align: center;"> INCOME TAX PAID 1040 Line 13 minus Schedule 2, Line 46 (if negative amount, enter zero) </div>	<div style="border: 2px solid red; padding: 5px; margin: 5px;"> 38-44 45 46 47 </div>
For Paperwork Reduction Act Notice, see your tax return instructions.		Cat. No. 71478U Schedule 2 (Form 1040) 2018

SCHEDULE 3 (Form 1040) Department of the Treasury Internal Revenue Service	Nonrefundable Credits ▶ Attach to Form 1040. ▶ Go to www.irs.gov/Form1040 for instructions and the latest information.	OMB No. 1545-0074 <div style="font-size: 2em; font-weight: bold;">2018</div> Attachment Sequence No. 03
Name(s) shown on Form 1040		Your social security number
Nonrefundable Credits 48 Foreign tax credit. Attach Form 1116 if required 49 Credit for child and dependent care expenses. Attach Form 2441 50 Education credits from Form 8863, line 19 51 Retirement savings contributions credit. Attach Form 8880 52 Reserved 53 Residential energy credit. Attach Form 5695 54 Other credits from Form a <input type="checkbox"/> 3800 b <input type="checkbox"/> 8801 c <input type="checkbox"/> 55 Add the amounts in the far right column. Enter here and include on Form 1040, line 12	<div style="border: 2px solid red; padding: 5px; margin: 5px;"> 48 49 50 51 52 53 54 55 </div>	<div style="border: 2px solid red; padding: 5px; margin: 5px;"> 48 49 50 51 52 53 54 55 </div>
For Paperwork Reduction Act Notice, see your tax return instructions.		Cat. No. 71480G Schedule 3 (Form 1040) 2018

Annual Tax Transcript Decoder NASFAA

Tax Transcript Decoder®

COMPARISON OF 2018 TAX RETURN AND TAX TRANSCRIPT DATA
2020-21 Award Year (Version 1.0)



A magnifying glass is positioned over a tax transcript form. The form lists various tax items with dotted lines for data entry. The following items are highlighted in yellow: BUSINESS INCOME OR LOSS: SCH C PER COMPUTER:....., IRAs, PENSIONS AND ANNUITIES:....., and TAXABLE IRAs, PENSIONS AND ANNUITIES:...... The other items on the form are: QUALIFIED DIVIDENDS:....., REFUND OF STATE/LOCAL TAXES:....., ALIQUOT RECEIVED:....., BUSINESS INCOME OR LOSS (Schedule C):....., CAPITAL GAIN OR LOSS: (Schedule D):....., CAPITAL GAINS OR LOSS: SCH D PER COMPUTER:....., OTHER GAINS OR LOSSES (Form 4797):....., TOTAL IRA DISTRIBUTIONS:....., TAXABLE IRA DISTRIBUTIONS:....., SCHEDULE 2 INDICATOR:....., SCHEDULE 3 INDICATOR:....., and ADDITIONAL INCOME:......

QUALIFIED DIVIDENDS:.....
REFUND OF STATE/LOCAL TAXES:.....
ALIQUOT RECEIVED:.....
BUSINESS INCOME OR LOSS (Schedule C):.....
BUSINESS INCOME OR LOSS: SCH C PER COMPUTER:.....
CAPITAL GAIN OR LOSS: (Schedule D):.....
CAPITAL GAINS OR LOSS: SCH D PER COMPUTER:.....
OTHER GAINS OR LOSSES (Form 4797):.....
TOTAL IRA DISTRIBUTIONS:.....
TAXABLE IRA DISTRIBUTIONS:.....
IRAs, PENSIONS AND ANNUITIES:.....
TAXABLE IRAs, PENSIONS AND ANNUITIES:.....
SCHEDULE 2 INDICATOR:.....
SCHEDULE 3 INDICATOR:.....
ADDITIONAL INCOME:.....

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