

# **Graduate Student Tax Workshop**

## **Understanding Taxes**

**Rackham Graduate School**  
**University of Michigan**

**4 p.m. to 5:15 p.m.**

**Thursday, September 10, 2020**

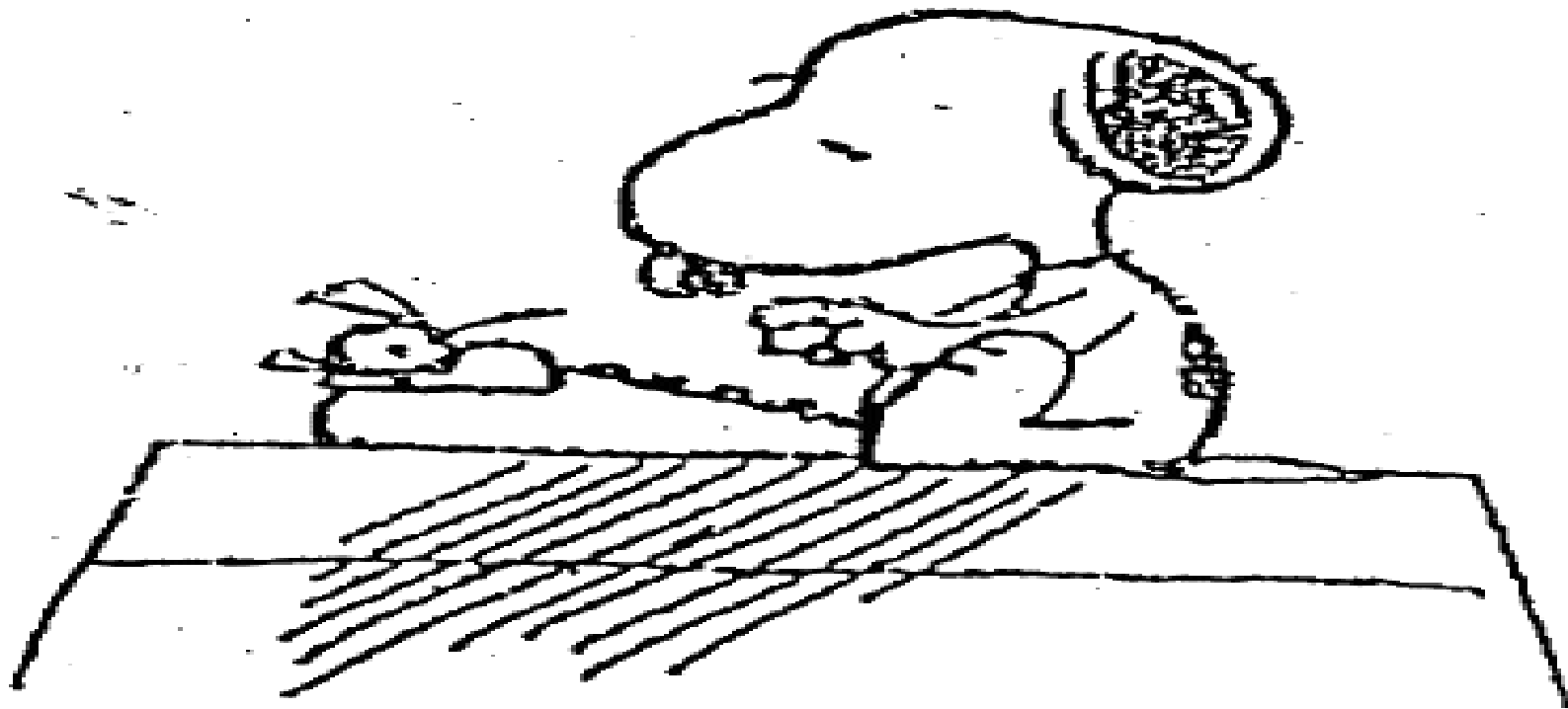
**Ed Jennings, U-M Tax Director**

# AGENDA

- **What is Taxable Income for Federal Tax Purposes?**
- **How Is the Tax Paid Regarding The Taxable Income?**
  - **Form W-2**
  - **Form 1099/1042S**
  - **Form 1098-T**
- **How Do I File My Taxes for CYE 2020 with the IRS?**
  - **Filing Threshold**
  - **Standard Deduction**
  - **Income Tax Return**
- **How Do I Pay and File My Federal and State Quarterly Estimated Taxes for CYE 2020 and CYE 2021?**
- **How Do I File My Taxes with State Agency(s)?**

Dear IRS,

I would like to cancel  
my subscription. Please  
remove my name from  
your mailing list.



# What is Taxable Income for Federal Tax Purposes?

- **Internal Revenue Code (IRC)** – Subjects taxpayers to income taxes earned annually on their net income.
  - Taxpayers include individuals, trusts, estates, corporations, etc.
  - Income is defined as an accretion of wealth (IRC Section 61).
    - Wages, interest, dividend income, capital gains, rental income, etc.
    - The tax forms also include self-employment contribution act (SECA) or federal insurance contributions act (FICA).
  - The taxes are based on graduated tax rates.
    - Rates vary based on filing statuses, e.g. single, married, etc.
  - Individuals tend to file returns based on the calendar year.
    - Virtually all individuals account and report their income on a cash-basis.
  - The IRC subjects to taxation the taxpayer's world-wide income.
    - But for non-resident aliens (NRAs) who are taxed on their US sourced income only.
  - Taxpayers must pay their taxes as they earn their income.
    - Either their employers withhold on their behalf or they make quarterly estimated tax payments.

# Income Tax Rates and Brackets for Individuals for CYE 2020

<b>Rate</b>	<b>For Single Individuals</b>	<b>For Married Individuals Filing Joint Returns</b>	<b>For Heads of Households</b>
10%	Up to \$9,875	Up to \$19,750	Up to \$14,100
12%	\$9,876 to \$40,125	\$19,751 to \$80,250	\$14,101 to \$53,700
22%	\$40,126 to \$85,525	\$80,251 to \$171,050	\$53,701 to \$85,500
24%	\$85,526 to \$163,300	\$171,051 to \$326,600	\$85,501 to \$163,300
32%	\$163,301 to \$207,350	\$326,601 to \$414,700	\$163,301 to \$207,350
35%	\$207,351 to \$518,400	\$414,701 to \$622,050	\$207,351 to \$518,400
37%	\$518,401 or more	\$622,051 or more	\$518,401 or more

Source: Internal Revenue Service

# How Is the Tax Paid Regarding The Taxable Income?

- **Form W-2** – Employers withhold and submit the taxes on wages paid to their employees due to the IRS throughout the year and file these amounts on this form with the IRS and provide copies to their employees shortly after year end.
- **Form 1042S – Employers** withhold and submit the taxes on payments, including scholarships and fellowships, made to non-resident aliens (NRA) due to the IRS throughout the year and file these amounts on this form with the IRS and provide copies to these NRAs shortly after year end.
- **Form 1099** – U-M reports to the IRS the amounts paid to vendors shortly after year end.
  - **No such forms are issued for scholarships or fellowships paid to domestic citizens or resident aliens.**
  - **The students bear the burden of quantifying their tax liabilities.**
  - **Also, since the payer is not withholding on these tax liabilities, the students must make payments to the IRS directly.**

# Income Taxation of Scholarships or Fellowships

- **General Rule Qualified Scholarships** - Generally, scholarships and fellowships constitute taxable income unless they are 'qualified scholarships'.
- **Qualified Scholarships** – Defined as payments that are given to the recipient who is a candidate for a degree that is made for the purpose of studying or conducting research at an educational institution.  
**Payments include tuition and fees required for enrollment or attendance at the educational institution, and fees, books, supplies or equipment 'required for courses of instruction' at the institution.**
- **Non-Qualified Scholarships** – Any fellowship payments that are not qualified scholarships.
- **Examples include cash stipends used to pay rent, buy food, or pay for other personal items**

**There is an exception for students from self employment taxation or Federal Insurance Contributions Act (FICA) taxes.**

# Tax Consequences For Non-Resident Aliens (NRAs)?

- **NRAs** – Defined as non-US citizens who have not become resident aliens in the U.S. as determined by the following:
  - The green card test,
  - The substantial presence test for the calendar year (which may be overridden by a provision in an applicable Income Tax Treaty), or
  - US citizen status via marriage.
- **U.S. Sourced Income** – NRAs are taxed by the IRC on income from U.S. sources only.
- **Payroll** - The IRS requires schools (U-M) to report “non-qualified” scholarship and fellowship grants (stipends) to NRAs on Form 1042S-Foreign Person’s U.S. Sourced Income Subject to Withholding.
  - “Qualified” scholarships or fellowships are not reported or withheld on.
  - Payroll will withhold on these stipends typically at 14% unless a treaty provision applies.



# NRAs

- **Treaties** – Provisions may provide reduced income tax withholding rates or allow exemptions.
- **FICA** - All aliens are subject to FICA taxes but for the following:
  - **Students holding an F-1 or J-1 visa (exemption is valid for the first five (5) calendar years they are in the U.S.)**
  - **Teachers and researchers holding a J-1 visa (exemption is valid for either the first two (2) calendar years they are in the U.S., or 2 out of the last 6 calendar years regardless of Immigration and Naturalization Service (INS) status.**
- **U.S. Income Tax Returns** - NRAs should fill out either a Form 1040NR or Form 1040NR-EZ when given a Form 1042S.
  - **Attach Form 8843 if you are "exempt" from the substantial presence test.**
- **Contact Payroll** - The NRA student must determine whether an exemption applies.
- **Web Resources** -
  - [www.internationalcenter.umich.edu/intlstudents/https://internationalcenter.umich.edu/resources/tax](http://www.internationalcenter.umich.edu/intlstudents/https://internationalcenter.umich.edu/resources/tax)
  - <https://finance.umich.edu/finops/payroll/resources/faculty/http://www.finance.umich.edu/finops/payroll/foreign>

# Quiz?

- **Query:** Would you rather have a \$50 deduction or a \$15 credit?

Tax Computation	Deduction	Credit
Income	\$100	\$100
Deduction	<u>(\$50)</u>	<u>\$0</u>
Taxable Income	\$50	\$100
Tax @ 10%	\$5	\$10
Credit	<u>(\$0)</u>	<u>(\$15)</u>
Taxes Due or Refund	<u>\$5</u>	\$0 if non-refundable or \$5 if a refundable credit

# Form 1098-T

- **Form 1098-T-** This form is a tuition statement filed by the institution that permits taxpayers to take either a deduction or credit on their income tax returns.
  - **The taxpayers must complete Form 8863 - Education Credits Filed by the Student Who Paid Tuition, to determine whether they are entitled to this tax benefit.**

8383 <input type="checkbox"/> VOID <input type="checkbox"/> CORRECTED				<b>Tuition Statement</b>	
FILER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone number		1 Payments received for qualified tuition and related expenses <b>\$</b>	OMB No. 1545-1574 <b>2020</b>		
		2	Form 1098-T		
FILER'S employer identification no.	STUDENT'S TIN <input type="checkbox"/>	3			<b>Copy A For Internal Revenue Service Center</b> <b>File with Form 1096.</b>  For Privacy Act and Paperwork Reduction Act Notice, see the <b>2020 General Instructions for Certain Information Returns.</b>
STUDENT'S name		4 Adjustments made for a prior year <b>\$</b>	5 Scholarships or grants <b>\$</b>		
Street address (including apt. no.)		6 Adjustments to scholarships or grants for a prior year <b>\$</b>	7 Check this box if the amount in box 1 includes amounts for an academic period beginning January–March 2021 <input type="checkbox"/>		
City or town, state or province, country, and ZIP or foreign postal code		9 Check if a graduate student <input type="checkbox"/>		10 Ins. contract reimb./refund <b>\$</b>	
Service Provider/Acct. No. (see instr.)	8 Check if at least half-time student <input type="checkbox"/>				

# Credit – Form 1098-T

- **Purpose of Form** – Educational institutions provide this form, 1098-T, to help taxpayers determine whether and, if so, how much credit they may take on their individual income tax returns for education expenses paid to these schools.
- **There are two education credits:**
  - **The American Opportunity Credit, part of which may be refundable.**
  - **The Lifetime Learning Credit, which is nonrefundable.**
- **Note** - A **refundable** credit can give you a refund even if you owe no tax and are not otherwise required to file a tax return. A **nonrefundable** credit can reduce your tax, but any excess is not refunded to you.
- **Student Financial Services** - link for tax information

<http://www.finance.umich.edu/finops/student/taxrelief97>

# Form 8863 – Education Credits Filed by the Student Who Paid Tuition

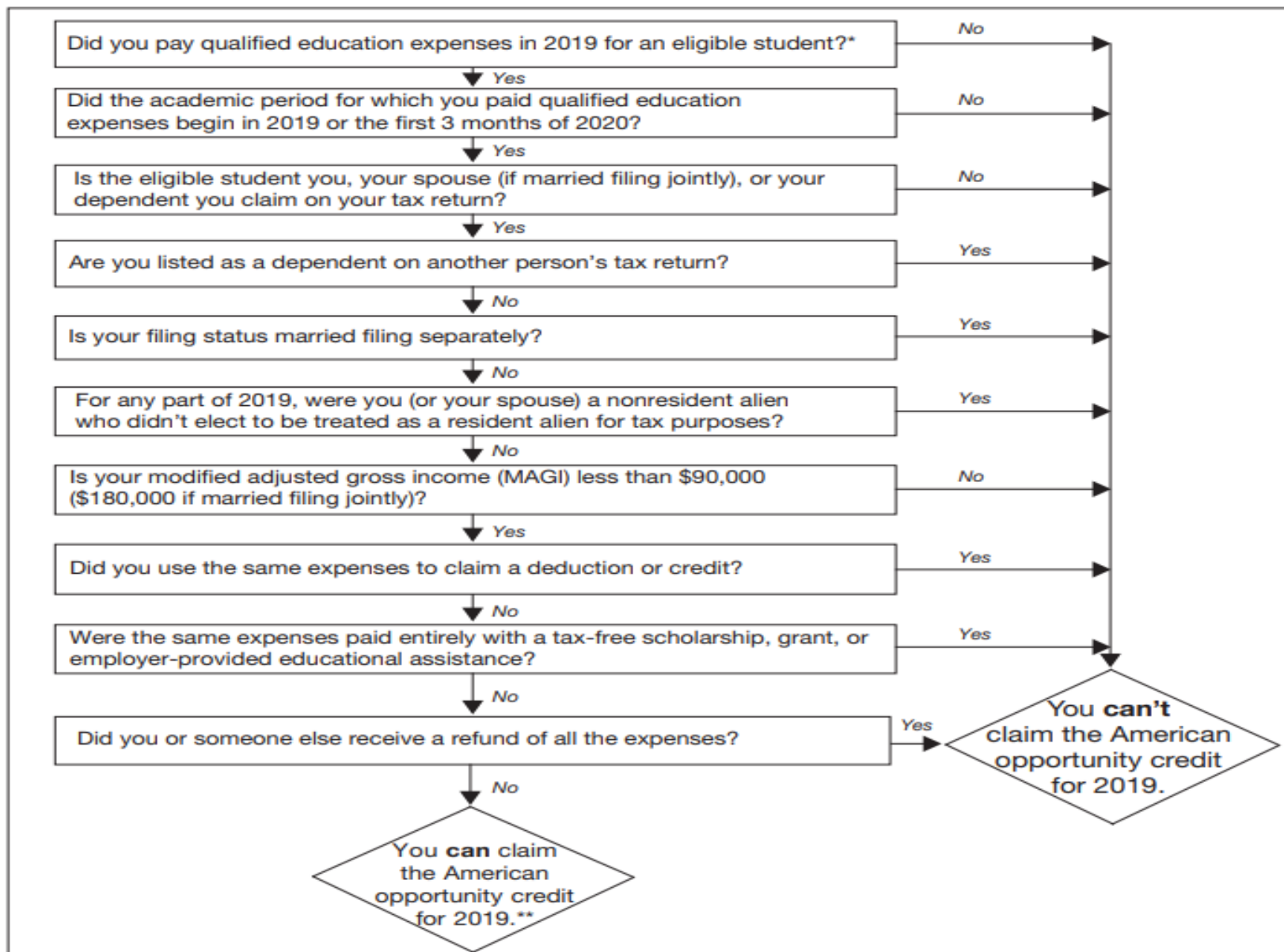
Form <b>8863</b> Department of the Treasury Internal Revenue Service (99)	<b>Education Credits</b> <b>(American Opportunity and Lifetime Learning Credits)</b> Attach to Form 1040 or 1040-SR. Go to <a href="http://www.irs.gov/Form8863">www.irs.gov/Form8863</a> for instructions and the latest information.	OMB No. 1545-0074 <b>2020</b> Attachment Sequence No. 50
Name(s) shown on return _____		Your social security number _____



Complete a separate Part III on page 2 for each student for whom you're claiming either credit before you complete Parts I and II.

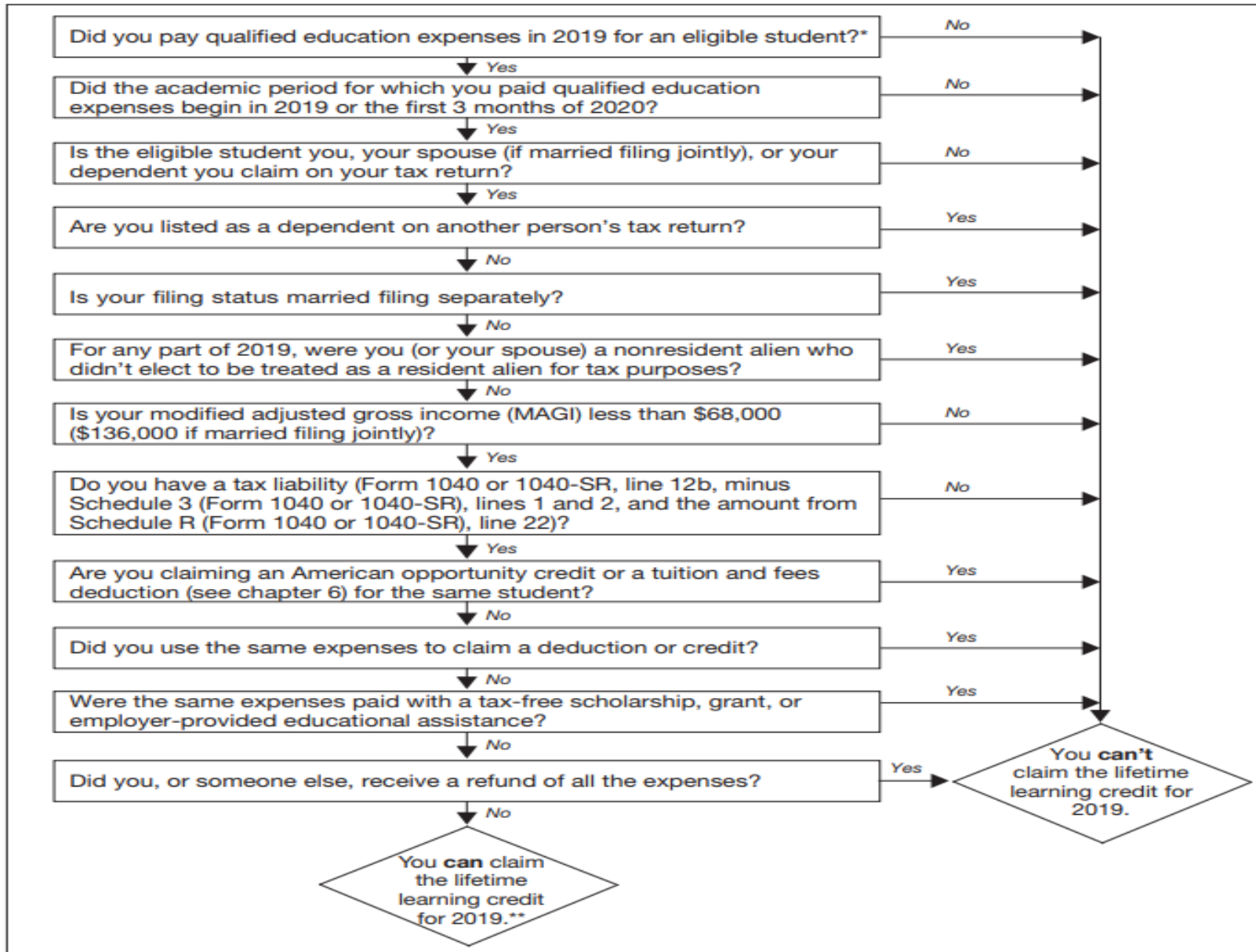
<b>Part I Refundable American Opportunity Credit</b>		
<b>1</b>	After completing Part III for each student, enter the total of all amounts from all Parts III, line 30 . . . . .	<b>1</b>
<b>2</b>	Enter: \$180,000 if married filing jointly; \$90,000 if single, head of household, or qualifying widow(er)	
<b>3</b>	Enter the amount from Form 1040 or 1040-SR, line 11. If you're filing Form 2555 or 4563, or you're excluding income from Puerto Rico, see Pub. 970 for the amount to enter	
<b>4</b>	Subtract line 3 from line 2. If zero or less, <b>stop</b> ; you can't take any education credit	
<b>5</b>	Enter: \$20,000 if married filing jointly; \$10,000 if single, head of household, or qualifying widow(er)	
<b>6</b>	If line 4 is: <ul style="list-style-type: none"> <li>▪ Equal to or more than line 5, enter 1.000 on line 6 . . . . .</li> <li>▪ Less than line 5, divide line 4 by line 5. Enter the result as a decimal (rounded to at least three places) . . . . .</li> </ul>	<b>6</b>
<b>7</b>	Multiply line 1 by line 6. <b>Caution:</b> If you were under age 24 at the end of the year <b>and</b> meet the conditions described in the instructions, you <b>can't</b> take the refundable American opportunity credit; skip line 8, enter the amount from line 7 on line 9, and check this box <input type="checkbox"/>	<b>7</b>
<b>8</b>	<b>Refundable American opportunity credit.</b> Multiply line 7 by 40% (0.40). Enter the amount here and on Form 1040 or 1040-SR, line 29. Then go to line 9 below.	<b>8</b>
<b>Part II Nonrefundable Education Credits</b>		
<b>9</b>	Subtract line 8 from line 7. Enter here and on line 2 of the Credit Limit Worksheet (see instructions) . . . . .	<b>9</b>
<b>10</b>	After completing Part III for each student, enter the total of all amounts from all Parts III, line 31. If zero, skip lines 11 through 17, enter -0- on line 18, and go to line 19 . . . . .	<b>10</b>
<b>11</b>	Enter the smaller of line 10 or \$10,000 . . . . .	<b>11</b>
<b>12</b>	Multiply line 11 by 20% (0.20) . . . . .	<b>12</b>
<b>13</b>	Enter: \$138,000 if married filing jointly; \$69,000 if single, head of household, or qualifying widow(er)	
<b>14</b>	Enter the amount from Form 1040 or 1040-SR, line 11. If you're filing Form 2555 or 4563, or you're excluding income from Puerto Rico, see Pub. 970 for the amount to enter	
<b>15</b>	Subtract line 14 from line 13. If zero or less, skip lines 16 and 17, enter -0- on line 18, and go to line 19	
<b>16</b>	Enter: \$20,000 if married filing jointly; \$10,000 if single, head of household, or qualifying widow(er)	
<b>17</b>	If line 15 is: <ul style="list-style-type: none"> <li>▪ Equal to or more than line 16, enter 1.000 on line 17 and go to line 18</li> <li>▪ Less than line 16, divide line 15 by line 16. Enter the result as a decimal (rounded to at least three places) . . . . .</li> </ul>	<b>17</b>
<b>18</b>	Multiply line 12 by line 17. Enter here and on line 1 of the Credit Limit Worksheet (see instructions) ▶	<b>18</b>
<b>19</b>	<b>Nonrefundable education credits.</b> Enter the amount from line 7 of the Credit Limit Worksheet (see instructions) here and on Schedule 3 (Form 1040), line 3	<b>19</b>

**Figure 2-1. Can You Claim the American Opportunity Credit for 2019?**



\*Qualified education expenses paid by a dependent you claim on your tax return, or by a third party for that dependent, are considered paid by you.

**Figure 3-1. Can You Claim the Lifetime Learning Credit for 2019?**



\*Qualified education expenses paid by a dependent you claim on your tax return, or by a third party for that dependent, are considered paid by you.

# How Do I File My Taxes for CYE 2020 with the IRS?

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“Mind if I go in first?”



# Filing Threshold for CYE 2020

- **New Filing Threshold** – The elimination of the exemption deduction means that taxpayers whose gross income is less than the standard deduction for their filing status are not required to file an individual income tax return for that calendar year unless claimed as dependents on another taxpayer's return.
- **Standard deduction amount increased.** For CYE 2020, the standard deduction amount has been increased for all filers. Taxpayers who do not itemize deductions may take the standard deduction listed in the following chart.

Filing Status	Standard Deduction Amount
Single	\$12,400
Married Filing Jointly & Surviving Spouses	\$24,800
Married Filing Separately	\$12,400
Heads of Household	\$18,650

- **Exception** - However, if a taxpayer can be claimed as a dependent on another person's individual income tax return for CYE 2020, then the standard deduction is the greater of:
  - **\$1,100, or the taxpayer's earned income plus \$350 (up to the standard deduction amount).**
  - **IRS Publication 17 under Standard Deduction considers taxable scholarships as earned income for this purpose.**
- **Filing Regardless** - Students may file for refunds even if not required to file.

# Overview of the Rules for Claiming an Exemption for a Dependent

Tests To Be a Qualifying Child	Tests To Be a Qualifying Relative
<ol style="list-style-type: none"><li data-bbox="123 482 977 654">1. The child must be your son, daughter, stepchild, foster child, brother, sister, half brother, half sister, stepbrother, stepsister, or a descendant of any of them.</li><li data-bbox="123 711 1020 882">2. The child must be (a) under age 19 at the end of the year or (b) under age 24 at the end of the year, a student, or (c) any age if permanently and totally disabled.</li><li data-bbox="123 939 958 1025">3. The child must have lived with you for more than half of the year.</li><li data-bbox="123 1082 969 1168">4. The child must not have provided more than half of his or her own support for the year.</li><li data-bbox="123 1225 942 1310">5. The child must not be filing a joint return for the year.</li></ol>	<ol style="list-style-type: none"><li data-bbox="1151 482 1688 611">1. The person cannot be your qualifying child or the qualifying child of any other taxpayer.</li><li data-bbox="1151 668 1723 1039">2. The person either (a) must be related to you in one of the ways listed under <u>Relatives who donot have to live with you</u> or (b) must live with you all year as a member of your household (and your relationship must not violate local law).</li><li data-bbox="1151 1096 1727 1168">3. The person's gross income for the year must be less than <b>\$4,300</b>.</li><li data-bbox="1151 1225 1727 1353">4. You must provide more than half of the person's total support for the year.</li></ol>

# Case Study #1

- A graduate student who is single receives a total of \$14,250 of scholarship funds in 2020.
- She is a US citizen who is 23 years old and worked solely on her scholarship.



**Filing Status**  Single  Married filing jointly  Married filing separately (MFS)  Head of household (HOH)  Qualifying widow(er) (QW)  
 Check only one box.  
 If you checked the MFS box, enter the name of your spouse. If you checked the HOH or QW box, enter the child's name if the qualifying person is a child but not your dependent ▶

Your first name and middle initial <b>Jane</b>	Last name <b>Doe</b>	Your social security number <b>x x x   x x   x x x x</b>
If joint return, spouse's first name and middle initial	Last name	Spouse's social security number

Home address (number and street). If you have a P.O. box, see instructions. Apt. no. **Presidential Election Campaign**  
 Check here if you, or your spouse if filing jointly, want \$3 to go to this fund. Checking a box below will not change your tax or refund.  
 You  Spouse

City, town, or post office. If you have a foreign address, also complete spaces below. State ZIP code

Foreign country name Foreign province/state/county Foreign postal code

At any time during 2020, did you receive, sell, send, exchange, or otherwise acquire any financial interest in any virtual currency?  Yes  No

**Standard Deduction** **Someone can claim:**  You as a dependent  Your spouse as a dependent  
 Spouse itemizes on a separate return or you were a dual-status alien

**Age/Blindness** You:  Were born before January 2, 1956  Are blind **Spouse:**  Was born before January 2, 1956  Is blind

**Dependents** (see instructions):

(1) First name	Last name	(2) Social security number	(3) Relationship to you	(4) <input checked="" type="checkbox"/> if qualifies for Child tax credit	(5) Credit for other dependents
				<input type="checkbox"/>	<input type="checkbox"/>
				<input type="checkbox"/>	<input type="checkbox"/>
				<input type="checkbox"/>	<input type="checkbox"/>
				<input type="checkbox"/>	<input type="checkbox"/>

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

Attach Sch. B if required.	<b>1</b> Wages, salaries, tips, etc. Attach Form(s) W-2	<b>1</b>	<b>14,250</b>
	<b>2a</b> Tax-exempt interest	<b>2a</b>	
	<b>3a</b> Qualified dividends	<b>3a</b>	
	<b>4a</b> IRA distributions	<b>4a</b>	
	<b>5a</b> Pensions and annuities	<b>5a</b>	
	<b>6a</b> Social security benefits	<b>6a</b>	
<b>7</b> Capital gain or (loss). Attach Schedule D if required. If not required, check here ▶ <input type="checkbox"/>		<b>7</b>	
<b>8</b> Other income from Schedule 1, line 9		<b>8</b>	
<b>9</b> Add lines 1, 2b, 3b, 4b, 5b, 6b, 7, and 8. This is your <b>total income</b> ▶		<b>9</b>	<b>14,250</b>
<b>10</b> Adjustments to income:			
<b>a</b> From Schedule 1, line 22	<b>10a</b>		
<b>b</b> Charitable contributions if you take the standard deduction. See instructions	<b>10b</b>		
<b>c</b> Add lines 10a and 10b. These are your <b>total adjustments to income</b> ▶	<b>10c</b>		
<b>11</b> Subtract line 10c from line 9. This is your <b>adjusted gross income</b> ▶		<b>11</b>	
<b>12</b> Standard deduction or itemized deductions (from Schedule A)		<b>12</b>	<b>12,400</b>
<b>13</b> Qualified business income deduction. Attach Form 8995 or Form 8995-A		<b>13</b>	
<b>14</b> Add lines 12 and 13		<b>14</b>	<b>12,400</b>
<b>15</b> Taxable income. Subtract line 14 from line 11. If zero or less, enter -0-		<b>15</b>	<b>1,850</b>

<b>16</b>	<b>Tax</b> (see instructions). Check if any from Form(s): <b>1</b> <input type="checkbox"/> 8814 <b>2</b> <input type="checkbox"/> 4972 <b>3</b> <input type="checkbox"/>	<b>16</b>	<b>185</b>
<b>17</b>	Amount from Schedule 2, line 3	<b>17</b>	
<b>18</b>	Add lines 16 and 17	<b>18</b>	
<b>19</b>	Child tax credit or credit for other dependents	<b>19</b>	
<b>20</b>	Amount from Schedule 3, line 7	<b>20</b>	
<b>21</b>	Add lines 19 and 20	<b>21</b>	
<b>22</b>	Subtract line 21 from line 18. If zero or less, enter -0-	<b>22</b>	
<b>23</b>	Other taxes, including self-employment tax, from Schedule 2, line 10	<b>23</b>	
<b>24</b>	Add lines 22 and 23. This is your <b>total tax</b>	<b>24</b>	<b>185</b>
<b>25</b>	Federal income tax withheld from:		
<b>a</b>	Form(s) W-2	<b>25a</b>	
<b>b</b>	Form(s) 1099	<b>25b</b>	
<b>c</b>	Other forms (see instructions)	<b>25c</b>	
<b>d</b>	Add lines 25a through 25c	<b>25d</b>	
<b>26</b>	2020 estimated tax payments and amount applied from 2019 return	<b>26</b>	
<b>27</b>	Earned income credit (EIC)	<b>27</b>	
<b>28</b>	Additional child tax credit. Attach Schedule 8812	<b>28</b>	
<b>29</b>	American opportunity credit from Form 8863, line 8	<b>29</b>	
<b>30</b>	Recovery rebate credit. See instructions	<b>30</b>	
<b>31</b>	Amount from Schedule 3, line 13	<b>31</b>	
<b>32</b>	Add lines 27 through 31. These are your <b>total other payments and refundable credits</b>	<b>32</b>	
<b>33</b>	Add lines 25d, 26, and 32. These are your <b>total payments</b>	<b>33</b>	
<b>Refund</b>	<b>34</b> If line 33 is more than line 24, subtract line 24 from line 33. This is the amount you <b>overpaid</b>	<b>34</b>	
	<b>35a</b> Amount of line 34 you want <b>refunded to you</b> . If Form 8888 is attached, check here <input type="checkbox"/>	<b>35a</b>	
Direct deposit? See instructions.	<b>b</b> Routing number	<b>c</b> Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings	
	<b>d</b> Account number		
<b>36</b>	Amount of line 34 you want applied to your <b>2021 estimated tax</b>	<b>36</b>	
<b>Amount You Owe</b>	<b>37</b> Subtract line 33 from line 24. This is the <b>amount you owe now</b>	<b>37</b>	<b>185</b>
For details on how to pay, see instructions.	<b>Note:</b> Schedule H and Schedule SE filers, line 37 may not represent all of the taxes you owe for 2020. See Schedule 3, line 12e, and its instructions for details.		
<b>38</b>	Estimated tax penalty (see instructions)	<b>38</b>	
<b>Third Party Designee</b>	Do you want to allow another person to discuss this return with the IRS? See instructions <input type="checkbox"/> <b>Yes. Complete below.</b> <input type="checkbox"/> <b>No</b>		
	Designee's name	Phone no.	Personal identification number (PIN)
<b>Sign Here</b>	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.		
Joint return? See instructions. Keep a copy for your records.	Your signature	Date	Your occupation
	Spouse's signature. If a joint return, <b>both</b> must sign.	Date	Spouse's occupation
	Phone no.	Email address	If the IRS sent you an Identity Protection PIN, enter it here
			If the IRS sent your spouse an Identity Protection PIN, enter it here
<b>Paid Preparer Use Only</b>	Preparer's name	Preparer's signature	Date
	Firm's name		PTIN
	Firm's address		Check if: <input type="checkbox"/> Self-employed
			Phone no.
			Firm's EIN

Go to [www.irs.gov/Form1040](http://www.irs.gov/Form1040) for instructions and the latest information.

Form **1040** (2020)

- Please note good news regarding the “Kiddie Tax”.

# Case Study #2

- **A post doctorate student receives a grant award of \$15,000 from NIH to conduct research at the University of Y.**
- **He is a U.S. citizen.**
  - **The expenses are primarily for rent and other living expenses.**
- **In the alternative, same facts as above but the graduate student receives a grant award of \$25,000 for conducting research at University Y; \$9,000 which covers tuition, \$1,000 which covers books required for the curriculum and \$15,000 for rent and other living expenses.**

**Filing Status**  Single  Married filing jointly  Married filing separately (MFS)  Head of household (HOH)  Qualifying widow(er) (QW)  
 Check only one box. If you checked the MFS box, enter the name of your spouse. If you checked the HOH or QW box, enter the child's name if the qualifying person is a child but not your dependent ▶

Your first name and middle initial <b>Jane</b>	Last name <b>Doe</b>	Your social security number <b>x x x   x x   x x x x</b>
If joint return, spouse's first name and middle initial	Last name	Spouse's social security number

Home address (number and street). If you have a P.O. box, see instructions. Apt. no. **Presidential Election Campaign**  
 Check here if you, or your spouse if filing jointly, want \$3 to go to this fund. Checking a box below will not change your tax or refund.  
 You  Spouse

City, town, or post office. If you have a foreign address, also complete spaces below. State ZIP code

Foreign country name Foreign province/state/county Foreign postal code

At any time during 2020, did you receive, sell, send, exchange, or otherwise acquire any financial interest in any virtual currency?  Yes  No

**Standard Deduction** **Someone can claim:**  You as a dependent  Your spouse as a dependent  
 Spouse itemizes on a separate return or you were a dual-status alien

**Age/Blindness** **You:**  Were born before January 2, 1956  Are blind **Spouse:**  Was born before January 2, 1956  Is blind

**Dependents** (see instructions):

If more than four dependents, see instructions and check here ▶ <input type="checkbox"/>	(1) First name	Last name	(2) Social security number	(3) Relationship to you	(4) <input checked="" type="checkbox"/> if qualifies for (see instructions): Child tax credit	Credit for other dependents
						<input type="checkbox"/>
					<input type="checkbox"/>	<input type="checkbox"/>
					<input type="checkbox"/>	<input type="checkbox"/>
					<input type="checkbox"/>	<input type="checkbox"/>

Attach Sch. B if required.

**Standard Deduction for—**  
 • Single or Married filing separately, \$12,400  
 • Married filing jointly or Qualifying widow(er), \$24,800  
 • Head of household, \$18,650  
 • If you checked any box under Standard Deduction, see instructions.

<b>1</b> Wages, salaries, tips, etc. Attach Form(s) W-2		<b>1</b>	<b>15,000</b>
<b>2a</b> Tax-exempt interest	<b>2a</b>	<b>2b</b> Taxable interest	<b>2b</b>
<b>3a</b> Qualified dividends	<b>3a</b>	<b>3b</b> Ordinary dividends	<b>3b</b>
<b>4a</b> IRA distributions	<b>4a</b>	<b>4b</b> Taxable amount	<b>4b</b>
<b>5a</b> Pensions and annuities	<b>5a</b>	<b>5b</b> Taxable amount	<b>5b</b>
<b>6a</b> Social security benefits	<b>6a</b>	<b>6b</b> Taxable amount	<b>6b</b>
<b>7</b> Capital gain or (loss). Attach Schedule D if required. If not required, check here ▶ <input type="checkbox"/>			<b>7</b>
<b>8</b> Other income from Schedule 1, line 9			<b>8</b>
<b>9</b> Add lines 1, 2b, 3b, 4b, 5b, 6b, 7, and 8. This is your <b>total income</b>			<b>9</b> <b>15,000</b>
<b>10</b> Adjustments to income:			
<b>a</b> From Schedule 1, line 22	<b>10a</b>		
<b>b</b> Charitable contributions if you take the standard deduction. See instructions	<b>10b</b>		
<b>c</b> Add lines 10a and 10b. These are your <b>total adjustments to income</b>		<b>10c</b>	
<b>11</b> Subtract line 10c from line 9. This is your <b>adjusted gross income</b>			<b>11</b>
<b>12</b> <b>Standard deduction or itemized deductions</b> (from Schedule A)			<b>12</b> <b>12,400</b>
<b>13</b> Qualified business income deduction. Attach Form 8995 or Form 8995-A			<b>13</b>
<b>14</b> Add lines 12 and 13			<b>14</b> <b>12,400</b>
<b>15</b> <b>Taxable income.</b> Subtract line 14 from line 11. If zero or less, enter -0-			<b>15</b> <b>2,600</b>

16	Tax (see instructions). Check if any from Form(s): 1 <input type="checkbox"/> 8814 2 <input type="checkbox"/> 4972 3 <input type="checkbox"/> _____	16	260
17	Amount from Schedule 2, line 3	17	
18	Add lines 16 and 17	18	
19	Child tax credit or credit for other dependents	19	
20	Amount from Schedule 3, line 7	20	
21	Add lines 19 and 20	21	
22	Subtract line 21 from line 18. If zero or less, enter -0-	22	
23	Other taxes, including self-employment tax, from Schedule 2, line 10	23	
24	Add lines 22 and 23. This is your <b>total tax</b>	24	260

25	Federal income tax withheld from:		
a	Form(s) W-2	25a	
b	Form(s) 1099	25b	
c	Other forms (see instructions)	25c	
d	Add lines 25a through 25c	25d	

26	2020 estimated tax payments and amount applied from 2019 return		
27	Earned income credit (EIC)	27	
28	Additional child tax credit. Attach Schedule 8812	28	
29	American opportunity credit from Form 8863, line 8	29	
30	Recovery rebate credit. See instructions	30	
31	Amount from Schedule 3, line 13	31	
32	Add lines 27 through 31. These are your <b>total other payments and refundable credits</b>	32	
33	Add lines 25d, 26, and 32. These are your <b>total payments</b>	33	

<b>Refund</b>	34	If line 33 is more than line 24, subtract line 24 from line 33. This is the amount you <b>overpaid</b>	34	
	35a	Amount of line 34 you want <b>refunded to you</b> . If Form 8888 is attached, check here <input type="checkbox"/>	35a	
Direct deposit? See instructions.	▶ b	Routing number	▶ c Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings	
	▶ d	Account number		
	36	Amount of line 34 you want <b>applied to your 2021 estimated tax</b>	36	

<b>Amount You Owe</b>	37	Subtract line 33 from line 24. This is the <b>amount you owe now</b>	37	260
For details on how to pay, see instructions.		<b>Note:</b> Schedule H and Schedule SE filers, line 37 may not represent all of the taxes you owe for 2020. See Schedule 3, line 12e, and its instructions for details.		
	38	Estimated tax penalty (see instructions)	38	

**Third Party Designee**

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

Designee's name ▶ \_\_\_\_\_ Phone no. ▶ \_\_\_\_\_ Personal identification number (PIN) ▶ \_\_\_\_\_

**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.

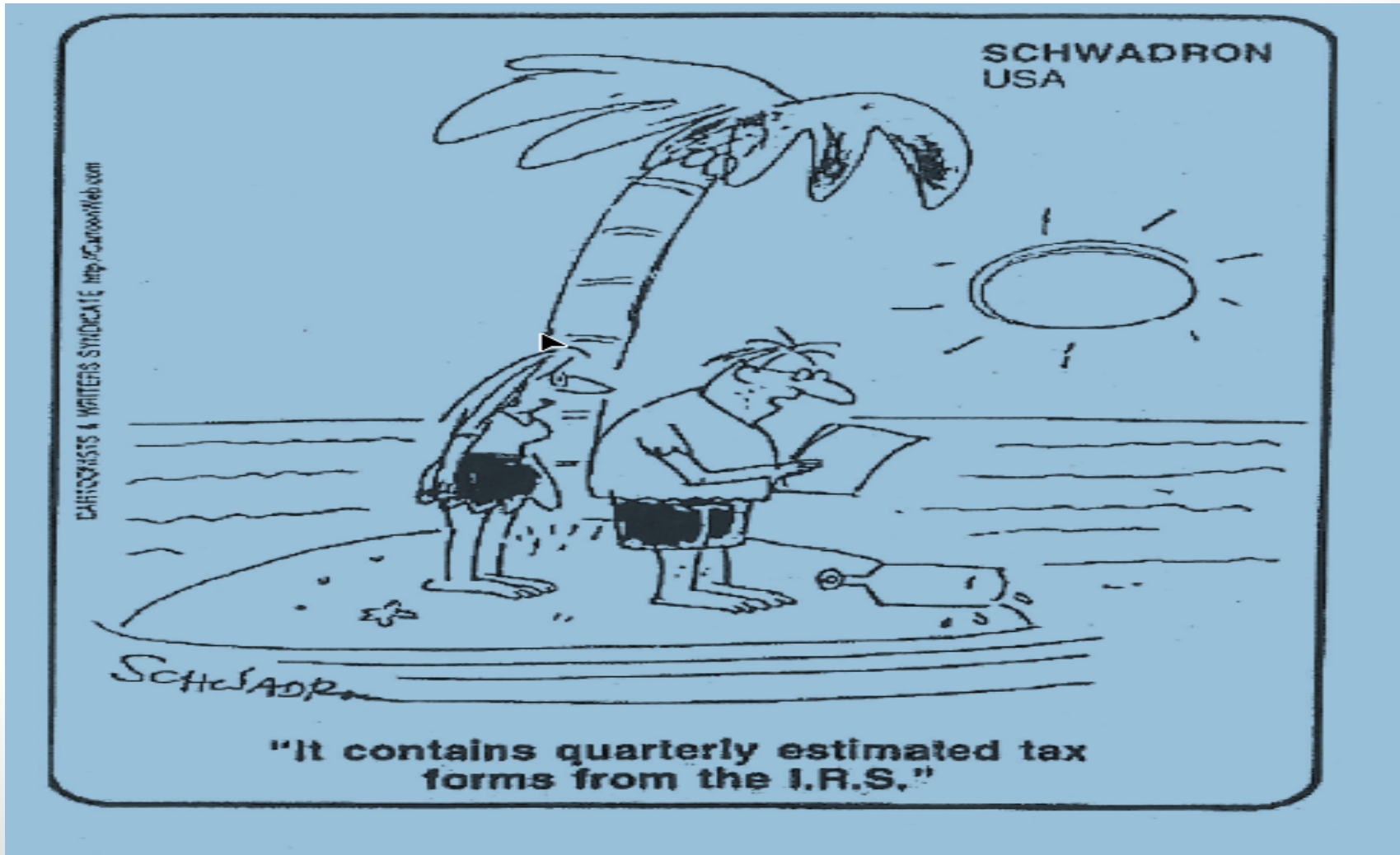
Your signature	Date	Your occupation	If the IRS sent you an Identity Protection PIN, enter it here (see inst.) ▶ _____
Spouse's signature. If a joint return, <b>both</b> must sign.	Date	Spouse's occupation	If the IRS sent your spouse an Identity Protection PIN, enter it here (see inst.) ▶ _____
Phone no.	Email address		

**Paid Preparer Use Only**

Preparer's name	Preparer's signature	Date	PTIN	Check if: <input type="checkbox"/> Self-employed
Firm's name ▶	Firm's address ▶			Phone no.
Firm's address ▶	Firm's EIN ▶			



# How Do I File My Federal and State Quarterly Estimated Taxes?



# Payment Dates and Forms

- **Estimated Taxes:** Estimated taxes for the calendar year end 2021 are due in four installments;
  - April 15th,
  - June 15th,
  - September 15th of the current year and January 15<sup>th</sup>, 2022.
- You don't have to make the payment due January 15, 2022, if you file your 2021 tax return by January 31, 2022, and pay the entire balance due with your return.

**Forms:** Payments made by check should accompany a form 1040-ES with the student's social security number listed on the form.

- **State Taxes** – States have similar filing requirements.
  - **Example - Quarterly estimates are required if you expect to owe more than \$500 (translates to \$11,765 @4.25%) when you file form 1040-MI.**

**Record of Estimated Tax Payments** (Farmers, fishermen, and fiscal year taxpayers, see *Payment Due Dates*.)

Keep for Your Records 

Payment number	Payment due date	(a) Amount due	(b) Date paid	(c) Check or money order number, or credit or debit card confirmation number	(d) Amount paid (do not include any convenience fee)	(e) 2019 overpayment credit applied	(f) Total amount paid and credits (add (d) and (e))
1	4/15/2020						
2	6/15/2020						
3	9/15/2020						
4	1/15/2021**						
<b>Total</b>							

\*\* You do not have to make this payment if you file your 2020 tax return by February 1, 2021, and pay the entire balance due with your return.

**Privacy Act and Paperwork Reduction Act Notice.** We ask for this information to carry out the tax laws of the United States. We need it to figure and collect the right amount of tax. Our legal right to ask for this information is Internal Revenue Code section 6654, which requires that you pay your taxes in a specified manner to avoid being penalized. Additionally, sections 6001, 6011, and 6012(a) and their regulations require you to file a return or statement for any tax for which you are liable; section 6109 requires you to provide your identifying number. Failure to provide this information, or providing false or fraudulent information, may subject you to penalties.

You are not required to provide the information requested on a form that is subject to the Paperwork Reduction Act unless the form displays a valid OMB control number. Books or records relating to a form or its instructions must be retained as long as their contents may become material in the administration of any Internal Revenue law. Generally, tax returns and return information are confidential, as stated in Code section 6103.

We may disclose the information to the Department of Justice for civil and criminal litigation and to other federal agencies, as provided by law.

We may disclose it to cities, states, the District of Columbia, and U.S. commonwealths or possessions to carry out their tax laws. We may also disclose this information to other countries under a tax treaty, to federal and state agencies to enforce federal nontax criminal laws, or to federal law enforcement and intelligence agencies to combat terrorism.

If you do not file a return, do not give the information asked for, or give fraudulent information, you may be charged penalties and be subject to criminal prosecution.

Please keep this notice with your records. It may help you if we ask you for other information. If you have any questions about the rules for filing and giving information, please call or visit any Internal Revenue Service office.

The average time and expenses required to complete and file this form will vary depending on individual circumstances. For the estimated averages, see the instructions for your income tax return.

If you have suggestions for making this package simpler, we would be happy to hear from you. See the instructions for your income tax return.

Tear off here

Form	1040-ES Department of the Treasury Internal Revenue Service	<b>2020 Estimated Tax</b>		Payment Voucher <b>4</b>	OMB No. 1545-0074	
	File only if you are making a payment of estimated tax by check or money order. Mail this voucher with your check or money order payable to "United States Treasury." Write your social security number and "2020 Form 1040-ES" on your check or money order. Do not send cash. Enclose, but do not staple or attach, your payment with this voucher.			Calendar year — Due <b>Jan. 15, 2021</b>	Amount of estimated tax you are paying by check or money order.	
Pay online at <a href="http://www.irs.gov/etpay">www.irs.gov/etpay</a>  Simple. Fast. Secure.	Print or type	Your first name and middle initial	Your last name	Your social security number		
		If joint payment, complete for spouse				
		Spouse's first name and middle initial	Spouse's last name	Spouse's social security number		
		Address (number, street, and apt. no.)				
		City, state, and ZIP code. (If a foreign address, enter city, also complete spaces below.)				
		Foreign country name	Foreign province/county	Foreign postal code		

For Privacy Act and Paperwork Reduction Act Notice, see instructions.

Form 1040-ES (2020)

# Example

## 2020 Estimated Tax Worksheet

Keep for Your Records



<b>1</b>	Adjusted gross income you expect in 2020 (see instructions)	<b>1</b>	28,600
<b>2a</b>	Deductions	<b>2a</b>	12,400
	<ul style="list-style-type: none"> <li>If you plan to itemize deductions, enter the estimated total of your itemized deductions.</li> <li>If you don't plan to itemize deductions, enter your standard deduction.</li> </ul>		
<b>b</b>	If you can take the qualified business income deduction, enter the estimated amount of the deduction	<b>2b</b>	
<b>c</b>	Add lines 2a and 2b	<b>2c</b>	12,400
<b>3</b>	Subtract line 2c from line 1	<b>3</b>	16,200
<b>4</b>	<b>Tax.</b> Figure your tax on the amount on line 3 by using the <b>2020 Tax Rate Schedules</b> . <b>Caution:</b> If you will have qualified dividends or a net capital gain, or expect to exclude or deduct foreign earned income or housing, see Worksheets 2-5 and 2-6 in Pub. 505 to figure the tax.	<b>4</b>	1,747
<b>5</b>	Alternative minimum tax from <b>Form 6251</b>	<b>5</b>	
<b>6</b>	Add lines 4 and 5. Add to this amount any other taxes you expect to include in the total on Form 1040, line 12a	<b>6</b>	1,747
<b>7</b>	Credits (see instructions). <b>Do not include</b> any income tax withholding on this line	<b>7</b>	
<b>8</b>	Subtract line 7 from line 6. If zero or less, enter -0-	<b>8</b>	1,747
<b>9</b>	Self-employment tax (see instructions)	<b>9</b>	
<b>10</b>	Other taxes (see instructions)	<b>10</b>	
<b>11a</b>	Add lines 8 through 10	<b>11a</b>	1,747
<b>b</b>	Earned income credit, additional child tax credit, fuel tax credit, net premium tax credit, refundable American opportunity credit, and refundable credit from Form 8885.	<b>11b</b>	
<b>c</b>	<b>Total 2020 estimated tax.</b> Subtract line 11b from line 11a. If zero or less, enter -0-	<b>11c</b>	1,747
<b>12a</b>	Multiply line 11c by 90% (66 $\frac{2}{3}$ % for farmers and fishermen)	<b>12a</b>	1,572
<b>b</b>	Required annual payment based on prior year's tax (see instructions)	<b>12b</b>	1,777
<b>c</b>	<b>Required annual payment to avoid a penalty.</b> Enter the <b>smaller</b> of line 12a or 12b	<b>12c</b>	1,572
	<b>Caution:</b> Generally, if you do not prepay (through income tax withholding and estimated tax payments) at least the amount on line 12c, you may owe a penalty for not paying enough estimated tax. To avoid a penalty, make sure your estimate on line 11c is as accurate as possible. Even if you pay the required annual payment, you may still owe tax when you file your return. If you prefer, you can pay the amount shown on line 11c. For details, see chapter 2 of Pub. 505.		
<b>13</b>	Income tax withheld and estimated to be withheld during 2020 (including income tax withholding on pensions, annuities, certain deferred income, etc.)	<b>13</b>	0
<b>14a</b>	Subtract line 13 from line 12c	<b>14a</b>	1,572
	Is the result zero or less? <input type="checkbox"/> <b>Yes.</b> Stop here. You are not required to make estimated tax payments. <input checked="" type="checkbox"/> <b>No.</b> Go to line 14b.		
<b>b</b>	Subtract line 13 from line 11c	<b>14b</b>	1,747
	Is the result less than \$1,000? <input type="checkbox"/> <b>Yes.</b> Stop here. You are not required to make estimated tax payments. <input checked="" type="checkbox"/> <b>No.</b> Go to line 15 to figure your required payment.		
<b>15</b>	If the first payment you are required to make is due April 15, 2020, enter $\frac{1}{4}$ of line 14a (minus any 2019 overpayment that you are applying to this installment) here, and on your estimated tax payment voucher(s) if you are paying by check or money order	<b>15</b>	393

# Penalties for Failure to Pay Quarterly Payments

## ○ Penalties:

Failure to make these payments timely may result in the assessment of underpayment penalties. To avoid this penalty the student may

- (1) pay at least 90% of the tax shown on the current year's return, OR**
- (2) pay 100% of the tax shown on the prior year's return assuming that the return represents a 12 month period, or**
- (3) make payments on a current basis using the annualized income installment method.**

## ○ Exception:

Note that no penalty for failure to pay estimated taxes will apply to an individual whose tax liability for the year, after credit for withheld taxes, is less than \$1,000.

# How Do I File My Taxes with State Agency(s)?

**A fresh solution for safeguarding U.S. nuclear security:**

**The Department of Energy should rewrite our nuclear secrets in the style of the federal tax code, so that any enemy who tried to read them would be driven insane.**

**--Humor Columnist, Dave Barry**

# State Income Taxes

- **State Filing Requirement** – In general, income that the federal government deems subject to taxation is also subject to taxation by states agencies unless the state does not have an income tax regime.
  - **If the student files a federal return, he or she will most likely file a corresponding state return.**
- **Multi-State Filing Requirement** - The student may file more than one state income tax return if the state in which the scholarship was earned is different from the student's state of domicile.
  - **Domicile is determined by the student's intent to reside.**
- **No Double Taxation** - The student should be sure to file a credit form with the 'domicile' return to avoid double taxes.
  - **If the student moved during the year to the state in which the grant was earned, he or she may have to file two state income tax returns as a part-year resident in both states. Under these circumstances, no credit form is necessary.**

# Michigan State Filing Requirements

- **Filers** – Much like most states, the state of Michigan places an income tax on individual taxpayers.
- **MI Homestead Exemption** – You may claim a property tax credit if all of the following apply:
  - Your homestead is located in MI,
  - You were a MI resident at least 6 months during the year,
  - You pay property taxes or rent on your MI homestead,
  - If you own your home, your taxable value is \$135,000 or less
  - Your total household resources are < or = \$50,000.



# Case Study #3

- **The graduate student receives \$8,025 in non-qualified scholarships for the calendar year.**
- **No other income was earned.**
- **The student is not claimed as a dependent by another taxpayer.**
- **The student is a resident of Michigan and qualifies for the homestead exemption.**

# 2019 MICHIGAN Individual Income Tax Return MI-1040

Amended Return   
(Include Schedule AMD)

Return is due April 15, 2020. Type or print in blue or black ink.

1. Filer's First Name Jane		M.I.	Last Name Doe		2. Filer's Full Social Security No. (Example: 123-45-6789) XXX — XX — XXXX	
If a Joint Return, Spouse's First Name		M.I.	Last Name		3. Spouse's Full Social Security No. (Example: 123-45-6789) — — — —	
Home Address (Number, Street, or P.O. Box)						
City or Town			State	ZIP Code	4. School District Code (5 digits – see page 60)	
5. <b>STATE CAMPAIGN FUND</b> Check if you (and/or your spouse, if filing a joint return) want \$3 of your taxes to go to this fund. This will not increase your tax or reduce your refund. a. <input type="checkbox"/> Filer b. <input type="checkbox"/> Spouse				6. <b>FARMERS, FISHERMEN, OR SEAFARERS</b> <input type="checkbox"/> Check this box if 2/3 of your income is from farming, fishing, or seafaring.		
7. <b>2019 FILING STATUS.</b> Check one. a. <input checked="" type="checkbox"/> Single b. <input type="checkbox"/> Married filing jointly c. <input type="checkbox"/> Married filing separately*  * If you check box "c," complete line 3 and enter spouse's full name below: <input style="width:150px;" type="text"/>				8. <b>2019 RESIDENCY STATUS.</b> Check all that apply. a. <input checked="" type="checkbox"/> Resident b. <input type="checkbox"/> Nonresident * c. <input type="checkbox"/> Part-Year Resident *  * If you check box "b" or "c," you must complete and include Schedule NR.		

9. **EXEMPTIONS. NOTE:** If someone else can claim you as a dependent, check box 9e, enter 0 on line 9a and enter \$1,500 on line 9e (see instr.).

a. Number of exemptions (see instructions).....	9a.	<input style="width:30px;" type="text" value="1"/>	x	\$4,400	9a.	<input style="width:60px;" type="text" value="4,400"/>	<input style="width:30px;" type="text" value="00"/>
b. Number of individuals who qualify for one of the following special exemptions: deaf, blind, hemiplegic, paraplegic, quadriplegic, or totally and permanently disabled.....	9b.	<input style="width:30px;" type="text"/>	x	\$2,700	9b.	<input style="width:60px;" type="text"/>	<input style="width:30px;" type="text" value="00"/>
c. Number of qualified disabled veterans.....	9c.	<input style="width:30px;" type="text"/>	x	\$400	9c.	<input style="width:60px;" type="text"/>	<input style="width:30px;" type="text" value="00"/>
d. Number of Certificates of Stillbirth from MDHHS (see instructions).....	9d.	<input style="width:30px;" type="text"/>	x	\$4,400	9d.	<input style="width:60px;" type="text"/>	<input style="width:30px;" type="text" value="00"/>
e. Claimed as dependent, see line 9 NOTE above.....	9e.	<input type="checkbox"/>			9e.	<input style="width:60px;" type="text"/>	<input style="width:30px;" type="text" value="00"/>
f. Add lines 9a, 9b, 9c, 9d and 9e. Enter here and on line 15.....	9f.					<input style="width:60px;" type="text" value="4,400"/>	<input style="width:30px;" type="text" value="00"/>

10. <b>Adjusted Gross Income</b> from your U.S. Forms 1040 or 1040NR (see instructions).....	10.	<input style="width:60px;" type="text" value="8,025"/>	<input style="width:30px;" type="text" value="00"/>
11. Additions from Schedule 1, line 9. <b>Include Schedule 1</b> .....	11.	<input style="width:60px;" type="text"/>	<input style="width:30px;" type="text" value="00"/>
12. <b>Total.</b> Add lines 10 and 11.....	12.	<input style="width:60px;" type="text" value="8,025"/>	<input style="width:30px;" type="text" value="00"/>
13. Subtractions from Schedule 1, line 28. <b>Include Schedule 1</b> .....	13.	<input style="width:60px;" type="text"/>	<input style="width:30px;" type="text" value="00"/>
14. <b>Income subject to tax.</b> Subtract line 13 from line 12. If line 13 is greater than line 12, enter "0".....	14.	<input style="width:60px;" type="text" value="8,025"/>	<input style="width:30px;" type="text" value="00"/>
15. <b>Exemption allowance.</b> Enter amount from line 9f or Schedule NR, line 19.....	15.	<input style="width:60px;" type="text" value="4,400"/>	<input style="width:30px;" type="text" value="00"/>
16. <b>Taxable income.</b> Subtract line 15 from line 14. If line 15 is greater than line 14, enter "0".....	16.	<input style="width:60px;" type="text" value="3,625"/>	<input style="width:30px;" type="text" value="00"/>
17. <b>Tax.</b> Multiply line 16 by 4.25% (0.0425).....	17.	<input style="width:60px;" type="text" value="154"/>	<input style="width:30px;" type="text" value="00"/>

**NON-REFUNDABLE CREDITS**

	AMOUNT	CREDIT
18. Income Tax Imposed by government units outside Michigan. Include a copy of the return (see instructions).....	18a. <input style="width:60px;" type="text"/>	<input style="width:30px;" type="text" value="00"/>
19. Michigan Historic Preservation Tax Credit carryforward (see instructions).....	19a. <input style="width:60px;" type="text"/>	<input style="width:30px;" type="text" value="00"/>
20. <b>Income Tax.</b> Subtract the sum of lines 18b and 19b from line 17. If the sum of lines 18b and 19b is greater than line 17, enter "0".....	20.	<input style="width:60px;" type="text" value="154"/>

Filer's Full Social Security Number

XXX	—	XX	—	XXXX
-----	---	----	---	------

21. Enter amount of Income Tax from line 20.....	21.	154	00
22. Voluntary Contributions from Form 4642, line 10. <b>Include Form 4642</b> .....	22.		00
23. <b>USE TAX.</b> Use tax due on Internet, mail order or other out-of-state purchases from Worksheet 1 (see instructions).....	23.		00
<b>24. Total Tax Liability.</b> Add lines 21, 22 and 23 .....	24.	154	00

**REFUNDABLE CREDITS AND PAYMENTS**

25. <b>Property Tax Credit.</b> Include MI-1040CR or MI-1040CR-2 .....	25.	425	00
26. <b>Farmland Preservation Tax Credit.</b> Include MI-1040CR-5 .....	26.		00
27. <b>Earned Income Tax Credit.</b> Multiply line 27a by 6% (0.06) and enter result on line 27b. ....	27a.		00
		<b>FEDERAL</b>	<b>MICHIGAN</b>
27b.			00
28. Michigan Historic Preservation Tax Credit (refundable). <b>Include Form 3581</b> .....	28.		00
29. Michigan tax withheld from Schedule W, line 6. <b>Include Schedule W (do not submit W-2s)</b> .....	29.		00
30. Estimated tax, extension payments and 2018 credit forward.....	30.		00
31. <b>2019 AMENDED RETURNS ONLY.</b> Taxpayers completing an original 2019 return should skip to line 32. Amended returns must <b>include Schedule AMD (see instructions)</b> . 31a. <input type="checkbox"/> If you had a refund and/or credit forward on the original return, check box 31a and enter this amount as a negative number on line 31c. 31b. <input type="checkbox"/> If you paid with the original return, check box 31b and enter the amount paid with the original return, plus any additional tax paid after filing, as a positive number on line 31c. Do not include interest or penalty.	31c.		00
<b>32. Total refundable credits and payments.</b> Add lines 25, 26, 27b, 28, 29, 30 and 31c .....	32.	425	00

**REFUND OR TAX DUE**

33. If line 32 is less than line 24, subtract line 32 from line 24. If applicable, see instructions. Include interest <input type="text"/> <input type="text"/> 00 and penalty <input type="text"/> <input type="text"/> 00 .....	<b>YOU OWE</b>	33.		00
34. <b>Overpayment.</b> If line 32 is greater than line 24, subtract line 24 from line 32 .....	34.	271	00	
35. <b>Credit Forward.</b> Amount of line 34 to be credited to your 2020 estimated tax for your 2020 tax return ...	35.		00	
<b>36. Subtract line 35 from line 34.....</b>	<b>REFUND</b>	36.	271	00

**DIRECT DEPOSIT**

Deposit your refund directly to your financial institution! See instructions and complete a, b and c.

<b>a. Routing Transit Number</b>	<b>b. Account Number</b>	<b>c. Type of Account</b>
<input type="text"/>	<input type="text"/>	1. <input type="checkbox"/> Checking 2. <input type="checkbox"/> Savings

**Deceased Taxpayer.** If Filer and/or Spouse died after December 31, 2018, enter dates below.  
**ENTER DATE OF DEATH ONLY.** Example: 04-15-2019 (MM-DD-YYYY)

Filer	<input type="text"/> - <input type="text"/> - <input type="text"/>	Spouse	<input type="text"/> - <input type="text"/> - <input type="text"/>
-------	--	--------	--

**Taxpayer Certification.** I declare under penalty of perjury that the information in this return and attachments is true and complete to the best of my knowledge.

Filer's Signature	Date
Spouse's Signature	Date

**Preparer Certification.** I declare under penalty of perjury that this return is based on all information of which I have any knowledge.

Preparer's PTIN, FEIN or SSN

Preparer's Name (print or type)

Preparer's Business Name, Address and Telephone Number

By checking this box, I authorize Treasury to discuss my return with my preparer.

# Michigan Homestead Tax Credit

## 2019 MICHIGAN Homestead Property Tax Credit Claim MI-1040CR

Issued under authority of Public Act 281 of 1967, as amended.

Type or print in blue or black ink.

Attachment 05

1. Filer's First Name Jane		M.I.	Last Name Doe		2. Filer's Full Social Security No. (Example: 123-45-6789) XXX — XX — XXXX													
If a Joint Return, Spouse's First Name		M.I.	Last Name		3. Spouse's Full Social Security No. (Example: 123-45-6789) — —													
Home Address (Number, Street, P.O. Box). If using a P.O. Box, you must complete line 45.					4. School District Code (5 digits - see page 60)													
City or Town			State	ZIP Code														
5. Check the box(es) for which you or your spouse qualify (excluding dependents). If you qualify for both, see instructions.																		
a. <input type="checkbox"/> Age 65 or older; or an unmarried spouse of a person who was 65 or older at the time of death.			b. <input type="checkbox"/> Deaf, blind, hemiplegic, paraplegic, quadriplegic, or totally and permanently disabled.															
6. 2019 FILING STATUS: Check one.		7. 2019 RESIDENCY STATUS: Check all that apply.			*If you checked box "c," enter dates of Michigan residency in 2019. Enter dates as MM-DD-YYYY (Example: 04-15-2019).													
a. <input checked="" type="checkbox"/> Single		a. <input checked="" type="checkbox"/> Resident			<table border="1"> <thead> <tr> <th colspan="2">FILER</th> <th colspan="2">SPOUSE</th> </tr> </thead> <tbody> <tr> <td>FROM:</td> <td>— — 2019</td> <td>— — 2019</td> <td>— — 2019</td> </tr> <tr> <td>TO:</td> <td>— — 2019</td> <td>— — 2019</td> <td>— — 2019</td> </tr> </tbody> </table>		FILER		SPOUSE		FROM:	— — 2019	— — 2019	— — 2019	TO:	— — 2019	— — 2019	— — 2019
FILER		SPOUSE																
FROM:	— — 2019	— — 2019	— — 2019															
TO:	— — 2019	— — 2019	— — 2019															
b. <input type="checkbox"/> Married filing jointly		b. <input type="checkbox"/> Nonresident																
c. <input type="checkbox"/> Married filing separately (Include Form 5049)		c. <input type="checkbox"/> Part-Year Resident *																

### 8. Homestead Status

Check here if the taxable value of your homestead includes unoccupied farmland classified as agricultural by your local assessor.

9. Homeowners: Enter the 2019 taxable value of your homestead (see instructions). If you did not check box 8 above and your taxable value is greater than \$135,000, STOP; you are not eligible. Farmers: enter the taxable value of your homestead, including eligible unoccupied farmland .....	9.		00
10. Property taxes levied on your home for 2019 (see instructions) or amount from line 51, 56 and/or 57 .....	10.		00
11. Renters: Enter rent you paid for 2019 from line 53 and/or 55 .....	11.	4,200	00
12. Multiply line 11 by 23% (0.23).....	12.		966 00
13. Total. Add lines 10 and 12 .....	13.		966 00

### TOTAL HOUSEHOLD RESOURCES. If filing a joint return, include income from both spouses. If married filing separately, you must include Form 5049.

14. Wages, salaries, tips, sick, strike and SUB pay, etc. ....	14.	8,000	00	21. Social Security, SSI, and/or railroad retirement benefits...	21.		00
15. All interest and dividend income (including nontaxable interest).....	15.	25	00	22. Child support and foster parent payments.....	22.		00
16. Net business income (including net farm income). If negative enter "0" .....	16.		00	23. Unemployment compensation.....	23.		00
17. Net royalty or rent income. If negative enter "0".....	17.		00	24. Gifts received or expenses paid on your behalf.....	24.		00
18. Retirement pension, annuity, and IRA benefits.....	18.		00	25. Other nontaxable income Describe: .....	25.		00
19. Capital gains less capital losses, (see instructions).....	19.		00	26. Workers'/veterans' disability compensation/pension benefits	26.		00
20. Alimony and other taxable income Describe: .....	20.		00	27. FIP and other MDHHS benefits (Do not include food assistance)	27.		00
28. SUBTOTAL. Add lines 14 through 27 .....	28.			SUBTOTAL	28.	8,025	00

Filer's Full Social Security Number

XXX	—	XX	—	XXXX
-----	---	----	---	------

29. Enter subtotal from line 28.....		29.	8,025	00
30. Other adjustments (see instructions). Describe: _____	30.			00
31. Medical insurance/HMO premiums you paid for you and your family (see instructions).....	31.			00
32. Add lines 30 and 31.....		32.		00
33. <b>TOTAL HOUSEHOLD RESOURCES.</b> Subtract line 32 from line 29. <b>If more than \$60,000, STOP; you are not eligible for this credit.</b> .....		33.	8,025	00
34. Multiply line 33 by 3.2% (0.032) or by the percent in Table 2 (see instructions). If negative, enter "0".		34.	257	00
35. Subtract line 34 from line 13 and enter the amount here. If line 34 is greater than line 13, enter "0" and <b>STOP</b> ; you are not eligible for this credit.....		35.	709	00

**PART 1: ALLOWABLE COMPUTATION** Complete one of the sections below, either **A, B, or C** (see instructions).

**SECTION A: SENIOR CLAIMANTS (if you checked only box 5a)**

36. Enter amount from line 35.....		36.		00
37. Percentage from Table A (see instructions) that applies to the amount on line 33.....	37.			%
38. Multiply line 36 by line 37. Enter amount here and on line 42 (maximum \$1,500).....		38.		00

**SECTION B: DISABLED CLAIMANTS (if you checked only box 5b, or both boxes 5a and 5b)**

39. Enter amount from line 35 here and on line 42 (maximum \$1,500).....		39.		00
--	--	-----	--	----

**SECTION C: ALL OTHER CLAIMANTS (if you did not check box 5a or 5b)**

40. Enter amount from line 35.....		40.	709	00
41. Multiply amount on line 40 by 60% (0.60). Enter amount here and on line 42 (maximum \$1,500).....		41.	425	00

**PART 2: PROPERTY TAX CREDIT CALCULATION** All filers must complete this section.

42. Enter amount from line 38, 39 or 41, or from Worksheet 3 (see instructions) for <b>FIP/MDHHS recipients</b> .....		42.	425	00
43. Percentage from Table B (see instructions) that applies to the amount on line 33.....	43.			%
44. <b>PROPERTY TAX CREDIT.</b> Multiply amount on line 42 by percentage on line 43. Enter amount here and if you file an MI-1040, carry this amount to MI-1040, line 25.....		44.	425	00

**NOTE: Seniors who pay rent (including rent paid to adult care facilities):** Complete Worksheet 4 in the MI-1040 book and enter amount from worksheet on line 44 (maximum \$1,500).

## **MULTI-STATE TAX FILING REQUIREMENTS**

- **Nonresident – Michigan is not your permanent home.**

**File MI-1040 and Schedule NR to pay Michigan income tax on income earned in Michigan (unless your resident state is covered by a reciprocal agreement).**

**File the annual income tax return with your state of residency. Your home state will tax all income. To prevent duplication of tax, your home state will credit your return to the extent of tax paid to Michigan on the same income.**

- **Part-Year Resident – You moved your permanent home into Michigan during the year.**

**File MI-1040 and Schedule NR to pay Michigan income tax on income earned, received or accrued while living in Michigan.**

**As a part-year resident, no duplication of tax exists. The student allocates income accordingly. Allocate your income from the date you moved into Michigan until the end of the year.**

**File a tax return with the state you left, and allocate your income from the beginning of the year until the date you moved.**

# Case Study #4

- A post doctorate student receives a grant award of \$30,000 from NIH to conduct research at the University of Michigan.
- The student has interest income of \$70.
- The student is a resident of South Carolina and is not claimed as a dependent by another taxpayer.
  - The individual would need to file state tax returns in Michigan and South Carolina.
- Michigan Income Tax Rate: 4.25%
- South Carolina Income Tax Rate: 5.00 %

# Michigan Tax Return for Non Resident Filers

## 2019 MICHIGAN Individual Income Tax Return MI-1040

Amended Return   
(Include Schedule AMD)

Return is due April 15, 2020. Type or print in blue or black ink.

1. Filer's First Name Jane		M.I.	Last Name Doe		2. Filer's Full Social Security No. (Example: 123-45-6789) XXX — XX — XXXX	
If a Joint Return, Spouse's First Name		M.I.	Last Name		3. Spouse's Full Social Security No. (Example: 123-45-6789) — — — — —	
Home Address (Number, Street, or P.O. Box)					4. School District Code (5 digits – see page 60)	
City or Town			State	ZIP Code		
5. <b>STATE CAMPAIGN FUND</b> Check if you (and/or your spouse, if filing a joint return) want \$3 of your taxes to go to this fund. This will not increase your tax or reduce your refund. a. <input type="checkbox"/> Filer b. <input type="checkbox"/> Spouse				6. <b>FARMERS, FISHERMEN, OR SEAFARERS</b> <input type="checkbox"/> Check this box if 2/3 of your income is from farming, fishing, or seafaring.		
7. <b>2019 FILING STATUS.</b> Check one. a. <input checked="" type="checkbox"/> Single b. <input type="checkbox"/> Married filing jointly c. <input type="checkbox"/> Married filing separately* * If you check box "c," complete line 3 and enter spouse's full name below: <input type="text"/>				8. <b>2019 RESIDENCY STATUS.</b> Check all that apply. a. <input type="checkbox"/> Resident b. <input checked="" type="checkbox"/> Nonresident * c. <input type="checkbox"/> Part-Year Resident * * If you check box "b" or "c," you must complete and include Schedule NR.		

9. **EXEMPTIONS. NOTE:** If someone else can claim you as a dependent, check box 9e, enter 0 on line 9a and enter \$1,500 on line 9e (see instr.).

a. Number of exemptions (see instructions).....	9a.	<input type="text" value="1"/>	x	\$4,400	9a.	<input type="text" value="4,400"/>	<input type="text" value="00"/>
b. Number of individuals who qualify for one of the following special exemptions: deaf, blind, hemiplegic, paraplegic, quadriplegic, or totally and permanently disabled	9b.	<input type="text"/>	x	\$2,700	9b.	<input type="text"/>	<input type="text" value="00"/>
c. Number of qualified disabled veterans .....	9c.	<input type="text"/>	x	\$400	9c.	<input type="text"/>	<input type="text" value="00"/>
d. Number of Certificates of Stillbirth from MDHHS (see instructions) .....	9d.	<input type="text"/>	x	\$4,400	9d.	<input type="text"/>	<input type="text" value="00"/>
e. Claimed as dependent, see line 9 NOTE above .....	9e.	<input type="checkbox"/>			9e.	<input type="text"/>	<input type="text" value="00"/>
f. Add lines 9a, 9b, 9c, 9d and 9e. Enter here and on line 15 .....	9f.	<input type="text" value="4,400"/>			9f.	<input type="text" value="4,400"/>	<input type="text" value="00"/>

10. <b>Adjusted Gross Income</b> from your U.S. Forms 1040 or 1040NR (see instructions).....	10.	<input type="text" value="30,070"/>	<input type="text" value="00"/>
11. Additions from Schedule 1, line 9. <b>Include Schedule 1</b> .....	11.	<input type="text"/>	<input type="text" value="00"/>
12. <b>Total.</b> Add lines 10 and 11 .....	12.	<input type="text" value="30,070"/>	<input type="text" value="00"/>
13. Subtractions from Schedule 1, line 28. <b>Include Schedule 1</b> .....	13.	<input type="text" value="70"/>	<input type="text" value="00"/>
14. <b>Income subject to tax.</b> Subtract line 13 from line 12. If line 13 is greater than line 12, enter "0" .....	14.	<input type="text" value="30,000"/>	<input type="text" value="00"/>
15. <b>Exemption allowance.</b> Enter amount from line 9f or Schedule NR, line 19.....	15.	<input type="text" value="4,400"/>	<input type="text" value="00"/>
16. <b>Taxable income.</b> Subtract line 15 from line 14. If line 15 is greater than line 14, enter "0" .....	16.	<input type="text" value="25,600"/>	<input type="text" value="00"/>
17. <b>Tax.</b> Multiply line 16 by 4.25% (0.0425) .....	17.	<input type="text" value="1,088"/>	<input type="text" value="00"/>

### NON-REFUNDABLE CREDITS

	AMOUNT	CREDIT
18. Income Tax Imposed by government units outside Michigan. Include a copy of the return (see instructions).....	18a. <input type="text"/>	18b. <input type="text" value="00"/>
19. Michigan Historic Preservation Tax Credit carryforward (see instructions) .....	19a. <input type="text"/>	19b. <input type="text" value="00"/>
20. <b>Income Tax.</b> Subtract the sum of lines 18b and 19b from line 17. If the sum of lines 18b and 19b is greater than line 17, enter "0" .....		20. <input type="text" value="1,088"/>



Filer's Full Social Security Number

XXX	—	XX	—	XXXX
-----	---	----	---	------

21. Enter amount of Income Tax from line 20.....	21.	1,088	00
22. Voluntary Contributions from Form 4642, line 10. <b>Include Form 4642.</b> .....	22.		00
23. <b>USE TAX.</b> Use tax due on Internet, mail order or other out-of-state purchases from Worksheet 1 (see instructions).....	23.		00
<b>24. Total Tax Liability.</b> Add lines 21, 22 and 23.....	24.	1,088	00

**REFUNDABLE CREDITS AND PAYMENTS**

25. <b>Property Tax Credit.</b> Include MI-1040CR or MI-1040CR-2.....	25.		00
26. <b>Farmland Preservation Tax Credit.</b> Include MI-1040CR-5.....	26.		00
27. Earned Income Tax Credit. Multiply line 27a by 6% (0.06) and enter result on line 27b. ....	27a.		00
	27b.		00
28. Michigan Historic Preservation Tax Credit (refundable). <b>Include Form 3581.</b> .....	28.		00
29. Michigan tax withheld from Schedule W, line 6. <b>Include Schedule W (do not submit W-2s)</b> .....	29.		00
30. Estimated tax, extension payments and 2018 credit forward.....	30.		00
31. <b>2019 AMENDED RETURNS ONLY.</b> Taxpayers completing an original 2019 return should skip to line 32. Amended returns must <b>include Schedule AMD (see instructions).</b>			
31a. <input type="checkbox"/> If you had a refund and/or credit forward on the original return, check box 31a and enter this amount as a negative number on line 31c.			
31b. <input type="checkbox"/> If you paid with the original return, check box 31b and enter the amount paid with the original return, plus any additional tax paid after filing, as a positive number on line 31c. Do not include interest or penalty.	31c.		00
32. Total refundable credits and payments. Add lines 25, 26, 27b, 28, 29, 30 and 31c.....	32.		00

**REFUND OR TAX DUE**

33. If line 32 is less than line 24, subtract line 32 from line 24. If applicable, see instructions.	33.	1,088	00
Include interest <input type="text"/> 00 and penalty <input type="text"/> 00..... <b>YOU OWE</b>			
34. <b>Overpayment.</b> If line 32 is greater than line 24, subtract line 24 from line 32.....	34.		00
35. <b>Credit Forward.</b> Amount of line 34 to be credited to your 2020 estimated tax for your 2020 tax return ...	35.		00
36. Subtract line 35 from line 34.....	36.		00

**DIRECT DEPOSIT**

Deposit your refund directly to your financial institution! See instructions and complete a, b and c.

a. Routing Transit Number	b. Account Number	c. Type of Account
<input type="text"/>	<input type="text"/>	1. <input type="checkbox"/> Checking 2. <input type="checkbox"/> Savings

**Deceased Taxpayer.** If Filer and/or Spouse died after December 31, 2018, enter dates below. **ENTER DATE OF DEATH ONLY.** Example: 04-15-2019 (MM-DD-YYYY)

Filer	<input type="text"/>	Spouse	<input type="text"/>
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**Taxpayer Certification.** I declare under penalty of perjury that the information in this return and attachments is true and complete to the best of my knowledge.

Filer's Signature	Date
Spouse's Signature	Date

By checking this box, I authorize Treasury to discuss my return with my preparer.

**Preparer Certification.** I declare under penalty of perjury that this return is based on all information of which I have any knowledge.

Preparer's PTIN, FEIN or SSN
Preparer's Name (print or type)
Preparer's Business Name, Address and Telephone Number

# 2019 MICHIGAN Nonresident and Part-Year Resident Schedule

Issued under authority of Public Act 281 of 1967, as amended.

Type or print in blue or black ink.

Include with Form MI-1040. Read all instructions before completing this form.

Attachment 02

1. Filer's First Name Jane	M.I.	Last Name Doe	2. Filer's Full Social Security No. (Example: 123-45-6789) XXX — XX — XXXX
If a Joint Return, Spouse's First Name	M.I.	Last Name	3. Spouse's Full Social Security No. (Example: 123-45-6789) — — — —

**4. 2019 RESIDENCY STATUS:**

Check all that apply.

a.  Nonresident

b.  Part-Year Resident of Michigan.

Enter dates of Michigan residency in 2019\*

\*Dates of Michigan residency in 2019 (Enter dates as MM-DD-YYYY, Example: 04-15-2019)

	FILER	SPOUSE
FROM:	— — 2019	— — 2019
TO:	— — 2019	— — 2019

**Income Allocation**

	A. Total Income	B. Michigan Income	C. Other State(s) Income
5. Wages, salaries, other payments (tips, etc.)	30,000 00	30,000 00	
6. Interest and dividends	70 00		70 00
7. Business and farm income (include U.S. Schedules C and F)			
8. Gains/losses from MI-1040D or U.S. Schedule D, and/or MI-4797 or U.S Form 4797			
9. Income reported on U.S. Schedule E (include U.S. Schedule E and supporting statements)			
10. Pensions, IRA distributions, annuities and Social Security (see Form 4884)			
11. Other (see instructions)			
12. Total income. Add lines 5 through 11	30,070 00	30,000 00	70 00
13. Enter the total adjustments from U.S. 1040, Schedule 1 Describe:			
14. Subtract line 13 from line 12. The amount in column A should equal MI-1040, line 10. Enter amount in column C on Schedule 1, line 13 or, if a negative amount, enter as a positive amount on Schedule 1, line 4.	30,070 00	30,000 00	70 00

**Exemption Allowance** (If one spouse is a full-year resident, and the other is not, see instructions.)

15. Enter amount from MI-1040, line 9f	15.	4,400 00
16. Enter Michigan source income from line 14, column B	16.	30,000 00
17. Enter total income from line 14, column A	17.	30,070 00
18. Divide line 16 by line 17 (if line 16 is greater than line 17, enter 100%)	18.	100 %
19. If both spouses are part-year or nonresidents, multiply line 15 by the percentage on line 18 and enter here and on MI-1040, line 15. If one spouse is a full-year resident, complete Worksheet 5 and enter here and on MI-1040, line 15.	19.	4,400 00

# South Carolina Tax Return for South Carolina Resident Filer

dor.sc.gov



STATE OF SOUTH CAROLINA  
DEPARTMENT OF REVENUE

## 2019 INDIVIDUAL INCOME TAX RETURN

**SC1040**  
(Rev. 9/16/19)  
3075

Your Social Security Number			Check if deceased <input type="checkbox"/>
XXX	XX	XXXX	
Spouse's Social Security Number			Check if deceased <input type="checkbox"/>

For the year January 1 - December 31, 2019, or fiscal tax year beginning \_\_\_\_\_, 2019 and ending \_\_\_\_\_, 2020

First name and middle initial Jane		Last name Doe		Suffix
Spouse's first name, if married filing jointly		Last name		Suffix
Check if new address <input type="checkbox"/>	Mailing address (number and street, PO Box)			County code
City	State	ZIP	Daytime phone number with area code	
Check if address is outside US <input type="checkbox"/>	Foreign country address including postal code			

- **Amended Return:** Check if this is an Amended Return. Attach Schedule AMD .....
  - Check this box if you are filing SC Schedule NR (Part-year/Nonresident) .....
  - Check this box only if filing a composite return on behalf of a Partnership or S Corporation. Do not check this box if you are an individual .....
  - Check this box if you have filed a federal or state extension. ....
  - Check this box if you served in a military combat zone during the filing period .....
- Name of the combat zone: \_\_\_\_\_

<b>CHECK YOUR FEDERAL FILING STATUS</b>	(1) <input checked="" type="checkbox"/> Single	(3) <input type="checkbox"/> Married filing separately - enter spouse's SSN: _____
	(2) <input type="checkbox"/> Married filing jointly	(4) <input type="checkbox"/> Head-of-household (5) <input type="checkbox"/> Qualifying widow(er)

Number of dependents claimed on your 2019 federal return ..... **1**

Number of dependents claimed that were under the age of 6 years on December 31, 2019 ..... \_\_\_\_\_

Number of taxpayers age 65 or older, as of December 31, 2019 ..... \_\_\_\_\_

### DEPENDENTS

First name	Last name	Social Security Number	Relationship	Date of birth (MM/DD/YYYY)



**INCOME AND ADJUSTMENTS**

Your SSN XXX-XX-XXXX

**2019**

<b>1</b> Enter federal taxable income from your federal form. If zero or less, enter zero here Nonresident filers complete Schedule NR and enter total from line 48 on line 5 below	<b>1</b>	Dollars	
		30,070	00

**ADDITIONS TO FEDERAL TAXABLE INCOME**

<b>a</b> State tax addback, if itemizing on federal return (see instructions)	<b>a</b>	00	
<b>b</b> Out-of-state losses Type: _____	<b>b</b>	00	
<b>c</b> Expenses related to National Guard and Military Reserve Income	<b>c</b>	00	
<b>d</b> Interest income on obligations of states and political subdivisions other than South Carolina	<b>d</b>	00	
<b>e</b> Other additions to income. Attach explanation. (see instructions)	<b>e</b>	00	
<b>2</b> Add line a through line e and enter the total here. These are your total additions	<b>2</b>		00
<b>3</b> Add line 1 and line 2 and enter the total here	<b>3</b>	30,070	00

**SUBTRACTIONS FROM FEDERAL TAXABLE INCOME**

<b>f</b> State tax refund, if included on your federal return	<b>f</b>	00	
<b>g</b> Total and permanent disability retirement income, if taxed on your federal return	<b>g</b>	00	
<b>h</b> Out-of-state income/gain (do not include personal service income) Check type of income/gain: <input type="checkbox"/> Rental <input type="checkbox"/> Business <input type="checkbox"/> Other _____	<b>h</b>	00	
<b>i</b> 44% of net capital gains held for more than one year	<b>i</b>	00	
<b>j</b> Volunteer deductions (see instructions) Type: _____	<b>j</b>	00	
<b>k</b> Contributions to the SC College Investment Program ("Future Scholar") or the SC Tuition Prepayment Program	<b>k</b>	00	
<b>l</b> Active Trade or Business Income deduction (see instructions)	<b>l</b>	00	
<b>m</b> Interest income from obligations of the US government	<b>m</b>	00	
<b>n</b> Certain nontaxable National Guard or Reserve pay	<b>n</b>	00	
<b>o</b> Social Security and/or railroad retirement, if taxed on your federal return	<b>o</b>	00	
<b>p</b> Retirement Deduction (see instructions)			
<b>p-1</b> Taxpayer (date of birth: _____)	<b>p-1</b>	00	
<b>p-2</b> Spouse (date of birth: _____)	<b>p-2</b>	00	
<b>p-3</b> Surviving spouse (date of birth of deceased spouse: _____)	<b>p-3</b>	00	
Military Retirement Deduction (see instructions)			
<b>p-4</b> Taxpayer (date of birth: _____)	<b>p-4</b>	00	
<b>p-5</b> Spouse (date of birth: _____)	<b>p-5</b>	00	
<b>p-6</b> Surviving spouse (date of birth of deceased spouse: _____)	<b>p-6</b>	00	
<b>q</b> Age 65 and older deduction (see instructions)			
<b>q-1</b> Taxpayer (date of birth: _____)	<b>q-1</b>	00	
<b>q-2</b> Spouse (date of birth: _____)	<b>q-2</b>	00	
<b>r</b> Negative amount of federal taxable income	<b>r</b>	00	
<b>s</b> Subsistence allowance _____ days @ \$8	<b>s</b>	00	
<b>t</b> Dependents under the age of 6 years on December 31 of the tax year	<b>t</b>	00	
<b>u</b> Consumer Protection Services	<b>u</b>	00	
<b>v</b> Other subtractions (see instructions)	<b>v</b>	00	
<b>w</b> South Carolina Dependent Exemption (see instructions)	<b>w</b>	4,190	00
<b>4</b> Add line f through line w and enter the total here. These are your total subtractions	<b>4</b>	<	4,190 00 >
<b>5</b> Residents subtract line 4 from line 3 and enter the difference. Nonresidents enter amount from Schedule NR, line 48. If less than zero, enter zero here. This is your <b>SOUTH CAROLINA INCOME SUBJECT TO TAX</b>	<b>5</b>		25,880 00
<b>6</b> TAX on your South Carolina Income Subject to Tax (see SC1040TT)	<b>6</b>	1,294	00
<b>7</b> TAX on Lump Sum Distribution (attach SC4972)	<b>7</b>		00
<b>8</b> TAX on Active Trade or Business Income (attach I-335)	<b>8</b>		00
<b>9</b> TAX on excess withdrawals from Catastrophe Savings Accounts	<b>9</b>		00
<b>10</b> Add line 6 through line 9 and enter the total here. This is your <b>TOTAL SOUTH CAROLINA TAX</b>	<b>10</b>	1,294	00



**NON-REFUNDABLE CREDITS**

**2019**

11 Child and Dependent Care (see instructions)	▶ 11		00
12 Two Wage Earner Credit (see instructions)	▶ 12		00
13 Other nonrefundable credits. Attach SC1040TC and other state returns	▶ 13	1,088	00
14 Add line 11 through line 13 and enter the total here. These are your total nonrefundable credits	▶ 14	1,088	00
15 Subtract line 14 from line 10 and enter the difference. If less than zero, enter zero here	▶ 15	206	00

**PAYMENTS AND REFUNDABLE CREDITS**

16 SC income tax withheld (attach W-2 or SC41)	▶ 16		00
17 2019 estimated tax payments	▶ 17		00
18 Amount paid with extension	▶ 18		00
19 Nonresident sale of real estate	▶ 19		00
20 Other SC withholding (attach form 1099)	▶ 20		00
21 Tuition tax credit (attach I-319)	▶ 21		00
22 Other refundable credits:			
22a Anhydrous Ammonia (attach I-333)	▶ 22a		00
22b Milk Credit (attach I-334)	▶ 22b		00
22c Classroom Teacher Expenses (attach I-360)	▶ 22c		00
22d Parental Refundable Credit (attach I-361)	▶ 22d		00
22e Motor Fuel Income Tax Credit (attach I-385)	▶ 22e		00
Add line 22a through line 22e and enter the total here. These are your total refundable credits	▶ 22		00

**AMENDED RETURN: Use Schedule AMD for line 23 calculation.**

23 Add line 16 through line 22 and enter the total here. These are your TOTAL PAYMENTS.	▶ 23		00
24 If line 23 is larger than line 15, subtract line 15 from line 23 and enter the overpayment	▶ 24		00
25 If line 15 is larger than line 23, subtract line 23 from line 15 and enter the amount due	▶ 25	206	00

**AMENDED RETURN: Enter the amount from line 24 on line 30. Enter the amount from line 25 on line 31.**

26 USE TAX due on online, mail-order, or out-of-state purchases	▶ 26		00
Use Tax is based on your county's Sales Tax rate. See instructions for more information.			
If you certify that no Use Tax is due, check here <input type="checkbox"/>			
27 Amount of line 24 to be credited to your 2020 Estimated Tax	▶ 27		00
28 Total Contributions for Check-offs (attach I-330)	▶ 28		00
29 Add line 26 through line 28 and enter the total here	▶ 29		00
30 If line 29 is larger than line 24, go to line 31. Otherwise, subtract line 29 from line 24 and enter the amount to be refunded to you (line 30a check box entry is required)	▶ 30		00

**REFUND OPTIONS** (subject to program limitations)

30a Mark one refund choice:  Direct Deposit (30b required)  Debit Card  Paper Check

30b Direct Deposit (for US accounts only) Type:  Checking  Savings

Routing Number (RTN)  Must be 9 digits. The first two numbers of the RTN must be 01 through 12 or 21 through 32.

Bank Account Number (BAN)  1-17 digits

31 Add line 25 and line 29. If line 29 is larger than line 24, subtract line 24 from line 29, enter the total. This is your tax due	▶ 31		00
32 Late filing and/or late payment: Penalties Interest Enter total here	▶ 32		00
33 Penalty for Underpayment of Estimated Tax (attach SC2210)	▶ 33		00
Enter exception code from instructions here if applicable	▶ 33		00
34 Add line 31 through line 33 and enter the amount you owe here	▶ 34	206	00

**Pay online using our free tax portal, MyDORWAY, at dor.sc.gov/pay.**

I declare that this return and all attachments are true, correct, and complete to the best of my knowledge. If prepared by a person other than the taxpayer, this declaration is based on all information of which the preparer has any knowledge.

Your signature	Date	Spouse's signature (if married filing jointly, BOTH must sign)	
I authorize the Director of the SCDOR or delegate to discuss this return, attachments, and related tax matters with the preparer.		Yes <input type="checkbox"/> No <input type="checkbox"/>	Preparer's printed name
Paid Preparer's Use Only	Preparer Signature	Date	Check if self-employed <input type="checkbox"/>
	Firm name (or yours if self-employed), address, ZIP		PTIN
			FEIN
			Phone No.

# Fundamental Resources

## More Information

**[WWW.IRS.GOV](http://WWW.IRS.GOV)** includes publications that provide further information.

**For specific information please refer to the following publications;**

- **IRS Publication 17 – Your Federal Income Tax**
- **IRS Publication 970 – Tax Benefits for Education**
- **IRS Publication 505 – Tax Withholding and Estimated Tax**
- **IRS Publication 515 – Withholding of Tax on Nonresident Aliens and Foreign Entities**