

Tax Return Case Study – V1 Standard Verification Group

(Independent Student - Caroline)

| Item | ISIR Data | Document Data | Action / Notes |
|--|------------|---------------|----------------|
| Household size | 3 | 3 | ✓ |
| Number in college | 1 | 1 | ✓ |
| | | | |
| AGI | 114,054 | | |
| U.S. income tax paid | 12,969 | | |
| Untaxed portions of IRA distributions | 0 | | |
| Untaxed portions of pensions | 0 | | |
| IRA deductions and payments | 0 | | |
| Tax-exempt interest income | 1,543 | | |
| Education credits | 1,500 | | |
| | | | |
| <i>*Type of return filed</i> | 1040 | | |
| <i>*Eligible to file 1040A/EZ</i> | Don't know | | |
| <i>*Wages earned (student)</i> | 11,040 | | |
| <i>*Wages earned (spouse)</i> | 102,924 | | |
| | | | |
| *Denotes information which should be reviewed for potential conflicting information. | | | |

For the year Jan. 1–Dec. 31, 2015, or other tax year beginning , 2015, ending , 20 See separate instructions. Your first name and initial Last name Your social security number Frank Brumbach 0 0 0 0 0 0 0 0 0 0 If a joint return, spouse's first name and initial Last name Spouse's social security number Caroline Brumbach 1 1 1 1 1 1 1 1 1 1 Home address (number and street). If you have a P.O. box, see instructions. Apt. no. 123 Main Street Make sure the SSN(s) above and on line 6c are correct. City, town or post office, state, and ZIP code. If you have a foreign address, also complete spaces below (see instructions). Presidential Election Campaign La Habra, CA 99999 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. Foreign country name Foreign province/state/county Foreign postal code You Spouse

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 this child's name here. 5 Qualifying widow(er) with dependent child

Exemptions 6a Yourself. If someone can claim you as a dependent, do not check box 6a. 6b Spouse. Boxes checked on 6a and 6b 2. c Dependents: (1) First name Last name (2) Dependent's social security number (3) Dependent's relationship to you (4) if child under age 17 qualifying for child tax credit (see instructions). No. of children on 6c who: • lived with you 2 • did not live with you due to divorce or separation (see instructions) Dependents on 6c not entered above Add numbers on lines above 4

Income 7 Wages, salaries, tips, etc. Attach Form(s) W-2 7 102,924 8a Taxable interest. Attach Schedule B if required 8a 15 b Tax-exempt interest. Do not include on line 8a 8b 9a Ordinary dividends. Attach Schedule B if required 9a 2,225 b Qualified dividends 9b 1,543 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 9,548 13 Capital gain or (loss). Attach Schedule D if required. If not required, check here 13 17 14 Other gains or (losses). Attach Form 4797 14 15a IRA distributions 15a b Taxable amount 15b 16a Pensions and annuities 16a b Taxable amount 16b 17 Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E 17 18 Farm income or (loss). Attach Schedule F 18 19 Unemployment compensation 19 20a Social security benefits 20a b Taxable amount 20b 21 Other income. List type and amount 21 22 Combine the amounts in the far right column for lines 7 through 21. This is your total income 22 114,729

Adjusted Gross Income 23 Educator expenses 23 24 Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 or 2106-EZ 24 25 Health savings account deduction. Attach Form 8889 25 26 Moving expenses. Attach Form 3903 26 27 Deductible part of self-employment tax. Attach Schedule SE 27 675 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 Tuition and fees. Attach Form 8917 34 35 Domestic production activities deduction. Attach Form 8903 35 36 Add lines 23 through 35 36 675 37 Subtract line 36 from line 22. This is your adjusted gross income 37 114,054

| | | | | |
|--|---|--|---|-----------|
| Tax and Credits | 38 | Amount from line 37 (adjusted gross income) | 38 | 114,054 |
| | 39a | Check <input type="checkbox"/> You were born before January 2, 1951, <input type="checkbox"/> Blind. } Total boxes | 39a | |
| | | if: <input type="checkbox"/> Spouse was born before January 2, 1951, <input type="checkbox"/> Blind. } checked ▶ | | |
| | b | 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) | 40 | 12,600 |
| | 41 | Subtract line 40 from line 38 | 41 | 101,454 |
| | 42 | Exemptions. If line 38 is \$154,950 or less, multiply \$4,000 by the number on line 6d. Otherwise, see instructions | 42 | 16,000 |
| | 43 | Taxable income. Subtract line 42 from line 41. If line 42 is more than line 41, enter -0- | 43 | 85,454 |
| | 44 | Tax (see instructions). Check if any from: a <input type="checkbox"/> Form(s) 8814 b <input type="checkbox"/> Form 4972 c <input type="checkbox"/> | 44 | 12,790 |
| | 45 | Alternative minimum tax (see instructions). Attach Form 6251 | 45 | |
| 46 | Excess advance premium tax credit repayment. Attach Form 8962 | 46 | | |
| 47 | Add lines 44, 45, and 46 | 47 | 12,790 | |
| Standard Deduction for— • People who check any box on line 39a or 39b or who can be claimed as a dependent, see instructions. • All others: Single or Married filing separately, \$6,300 Married filing jointly or Qualifying widow(er), \$12,600 Head of household, \$9,250 | 48 | Foreign tax credit. Attach Form 1116 if required | 48 | 32 |
| | 49 | Credit for child and dependent care expenses. Attach Form 2441 | 49 | |
| | 50 | Education credits from Form 8863, line 19 | 50 | 1,500 |
| | 51 | Retirement savings contributions credit. Attach Form 8880 | 51 | |
| | 52 | Child tax credit. Attach Schedule 8812, if required | 52 | |
| | 53 | Residential energy credits. Attach Form 5695 | 53 | |
| | 54 | Other credits from Form: a <input type="checkbox"/> 3800 b <input type="checkbox"/> 8801 c <input type="checkbox"/> | 54 | |
| | 55 | Add lines 48 through 54. These are your total credits | 55 | 1,532 |
| | 56 | Subtract line 55 from line 47. If line 55 is more than line 47, enter -0- | 56 | 11,258 |
| | Other Taxes | 57 | Self-employment tax. Attach Schedule SE | 57 |
| 58 | | Unreported social security and Medicare tax from Form: a <input type="checkbox"/> 4137 b <input type="checkbox"/> 8919 | 58 | |
| 59 | | Additional tax on IRAs, other qualified retirement plans, etc. Attach Form 5329 if required | 59 | |
| 60a | | Household employment taxes from Schedule H | 60a | |
| b | | First-time homebuyer credit repayment. Attach Form 5405 if required | 60b | 12,607 |
| 61 | | Health care: individual responsibility (see instructions) Full-year coverage <input type="checkbox"/> | 61 | |
| 62 | | Taxes from: a <input type="checkbox"/> Form 8959 b <input type="checkbox"/> Form 8960 c <input type="checkbox"/> Instructions; enter code(s) | 62 | |
| 63 | | Add lines 56 through 62. This is your total tax | 63 | |
| Payments | 64 | Federal income tax withheld from Forms W-2 and 1099 | 64 | 12,969 |
| | 65 | 2015 estimated tax payments and amount applied from 2014 return | 65 | |
| | 66a | Earned income credit (EIC) | 66a | |
| | b | Nontaxable combat pay election 66b | 66b | |
| | 67 | Additional child tax credit. Attach Schedule 8812 | 67 | |
| | 68 | American opportunity credit from Form 8863, line 8 | 68 | 1,000 |
| | 69 | Net premium tax credit. Attach Form 8962 | 69 | |
| | 70 | Amount paid with request for extension to file | 70 | |
| | 71 | Excess social security and tier 1 RRTA tax withheld | 71 | |
| | 72 | Credit for federal tax on fuels. Attach Form 4136 | 72 | |
| 73 | Credits from Form: a <input type="checkbox"/> 2439 b <input type="checkbox"/> Reserved c <input type="checkbox"/> 8885 d <input type="checkbox"/> | 73 | | |
| 74 | Add lines 64, 65, 66a, and 67 through 73. These are your total payments | 74 | 13,969 | |
| Refund | 75 | If line 74 is more than line 63, subtract line 63 from line 74. This is the amount you overpaid | 75 | 1,362 |
| | 76a | Amount of line 75 you want refunded to you . If Form 8888 is attached, check here <input type="checkbox"/> | 76a | 1,362 |
| | b | Routing number <input type="text"/> ▶ c Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings | | |
| | d | Account number <input type="text"/> | | |
| 77 | Amount of line 75 you want applied to your 2016 estimated tax ▶ | 77 | | |
| Amount You Owe | 78 | Amount you owe. Subtract line 74 from line 63. For details on how to pay, see instructions ▶ | 78 | |
| | 79 | Estimated tax penalty (see instructions) | 79 | |

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 04/11/16 Your occupation Sales Director Daytime phone number

Spouse's signature. If a joint return, **both** must sign. *Caroline M. Brumbach* Date 04/11/16 Spouse's occupation Music Teacher If the IRS sent you an Identity Protection PIN, enter it here (see inst.)

Paid Preparer Use Only

Print/Type preparer's name Preparer's signature Date Check if self-employed PTIN

Firm's name Firm's EIN

Firm's address Phone no.