

Fiesta Example Tax Returns #9

***Exercise Number Nine
(Self-Employment Income)***



Forms Included: Form 1040, Schedule C, Schedule B, Schedule SE, Form 4562

Client's Social Security Number 257-00-4705
Filing Status Married Filing Joint

Neither Taxpayer nor Spouse is Blind or Deceased

Client's First Name, Initial, and Last Name Richard D. Spock
Taxpayer's Date of Birth 03/01/1974
Secondary First Name, Initial, and Last Name Meredith S. Spock
Spouse's Date of Birth 01/15/1976
Secondary SSN 258-00-4706

Street Address 3109 Greenbrier Street
Zip Code 90712 (Long Beach, CA)
Daytime Telephone 706-868-0985
Taxpayer's Occupation Professor
Secondary's Occupation Business Owner

E-Mail spock@gmail.com

Dependent Information

Name: Ashley B. Spock
Date of Birth: 05/03/2003
Dependent SSN: 256-00-3287
Relationship: Daughter
Lived in home: 12 Months
Taxpayer has not released claim for Ashley to another person.

Name: Morgan A. Spock
Date of Birth: 06/10/2004
Dependent SSN: 254-00-2144
Relationship: Daughter
Lived in home: 12 Months
No Dependent Care Expenses Paid
Taxpayer has not released claim for Morgan to another person.

Healthcare Information: Taxpayer and family have minimum essential healthcare coverage through taxpayer's employer.

No health insurance was purchased through the marketplace/exchange.

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W-2 Information

Taxpayer

Employer Identification Number
Employer Name/Address

58-5478124
Long Beach State
University 2100 Central
Avenue
Long Beach, CA 90840
88200.00
9020.00

Wages
Federal Withholding

State Number One

State ID Number
State Wages
State Tax Withheld

CA
289741520
86100.00
9210.00



Schedule B Information:

Tax-Exempt Interest

Payer's Name Long Beach Municipal Bonds
Payer's EIN 253651214
Payer's Address 5760 E 7th St Long Beach, CA 90840
Interest Income 715.00

Payer's Name Bank of America
Payer's EIN 26-8429653
Payer's Address 1212 N Bellflower Blvd Long Beach, CA 90815
Regular Interest 265.00

Payer's Name CSRA Federal Credit Union
Payer's EIN 24-3568795
Payer's Address 4725 E 2nd St Long Beach, CA 90803
Regular Interest 1020.00

Schedule C Information / Business Income:

Spouse

Principal Business Category Retail Trade
Business Code 443120 – Computer and Software Stores
Business Name Microstuff
Employer ID Number: 58-9638521
Business Address 529 Heard Avenue
Long Beach, CA
90815

Leave all Schedule C Questions to the Default Answers

Schedule C Income Figures

Gross Receipts or Sales 86950.00
Returns & Allowances 550.00

Cost of Goods Sold

Inventory at Beginning of Year 52600.00
Purchases Less Cost of Items Withdrawn for Personal Use 36900.00
Inventory at End of Year 48350.00

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Schedule C Expenses

Advertising	6500.00
Car & Truck (Std. Mileage Rate)	
Date Placed in Service	04/01/15
Total Business Miles	4400
Total Commuting Miles	3210
Total Other Personal Miles	10120
All Vehicle Questions should be answered "YES"	

Depreciation

Choose "Depreciation Module"

Asset	Computer
Date Placed in Service	01/01/15
Cost	2600.00
Percentage of Business Use	100 %
No Section 179 Deduction	
Accumulated Depreciation	1591.00
Depreciation Method	MACRS 5 Year – 200%

Asset	Printer
Date Placed in Service	03/01/17
Cost	1800.00
Percentage of Business Use	100 %
**Calculate BONUS DEPRECIATION	
No Section 179 Deduction	
Accumulated Depreciation	0
Depreciation Method	MACRS 5 Year – 200%

Insurance (Other than Health)	890.00
Rent Property	16200.00
Supplies	630.00
Taxes and Business License	300.00
Utilities	3620.00
Other Expenses	
Grounds Upkeep	320.00
Web Page Maintenance	600.00

Schedule A – Itemized Deductions

Taxes Paid	
State and Local Tax from W-2s	\$9,410
Real Estate Taxes – Personal Residence	\$2850
Personal Property Taxes	
Ad Valorem - Auto Tags	\$420
Home Mortgage Interest from Form 1098 (BofA)	\$9780

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Gifts to Charity (Choose a Date)	
Church (by checks)	\$4,010
Salvation Army (clothes, etc.)	\$386
Deductions Subject to 2% (Miscellaneous Deduction)	
Tax Return Prep	\$410



Check the following answers:

AGI - \$102,274

Federal Refund - \$2,515