

PROJECT 4: INCOME TAXES

INSTRUCTOR OVERVIEW

We spend a large part of our work year earning money to pay taxes. We are taxed when we work and often taxed when we make purchases. Besides federal income taxes, we have state taxes, personal property taxes, sales taxes, capital gains taxes, and more.

INSTRUCTIONAL OBJECTIVES

In this lesson, students will:

- Define taxes as compulsory charges imposed by government on its citizens and their property to pay for expenses
- Identify the most common IRS forms (W2 and 1099)
- Complete a Federal 1040EZ and/or 1040A form
- Explain the nature of progressive income taxes and determine marginal tax rate
- Identify appropriate strategies to avoid overpayment of income taxes

CENTRAL QUESTION OR PROBLEM

What can I do to avoid overpayment of income taxes?

ASSIGNMENT RESOURCES

Students will need to use the handouts provided for the in-class activity. They may use all resources at their disposal to complete the take-home assignment.

ASSIGNMENT LENGTH

One week

NOTES

- Students are typically intimidated by the thought of doing their own taxes. Many would prefer to pay a service to complete a 1040EZ. Others have friends or family members complete the forms. This activity is designed to build the students' confidence to complete tax forms themselves.
- We spend time in class discussing tax credits that are available for students. I also discuss tax-deferred savings and investing and how being strategic in contributions to 401k or IRAs can help you keep more of your money.
- For more information on tax credits for students, I have found this link helpful: www.irs.gov/uac/Tax-Benefits-for-Education:-Information-Center.
- For information on tax deductions, I have found this information helpful: www.mint.com/blog/investing/7-tips-to-maximizing-the-tax-benefits-of-your-401ks-and-iras
- Students receive Student Handouts 4A and 4B, and we walk through each step. We discuss vocabulary and content found in the personal information, income, payments, credit, and taxes, and refund boxes. Students use math skills to complete the form. They will also need to review the W2 and 1099-INT forms for answers to the questions.

- One of the problems I had in pulling together this project was finding documents that were current. As I explain to the students, tax law changes every year. Most websites are not using current-year data. I found the IRS Understanding Taxes website (<http://apps.irs.gov/app/understandingTaxes/index.jsp>) to be one of the best resources for W2s and 1099-INT documents. I also use the IRS website for forms and publications (<http://www.irs.gov/Forms-&-Pubs>) for up-to-date 1040EZ and 1040A forms.
- I know that there are websites that do much of the calculating automatically, but I have my students do it the old-fashioned way. They must use the tax tables in the back of the handout packet to determine their refunds. I feel that it's important for students to have experience working with the tables, and we don't always have access to our computer lab. I let them use any format (online or electronic) when they complete their project-based piece.
- If I teach this class during the spring semester, I typically give the students a choice to either complete their personal income tax form or use the 1040A scenario. If this class is taught in the fall, I will have all of the students complete the 1040A assignment. The object is to make them feel comfortable enough with the process that they don't pay someone to complete their tax return for them.

PROJECT 4 – ASSESSMENT

INCOME TAXES RUBRIC

This project has a total value of 20 points.

The student did not follow directions. (minus 2)	
The student completed the tax form. (plus 10) The student attempted to complete the form but they were not thorough. (plus 5) The student did not attempt. (0 points)	
The essay was well written. The essay displays clear facility in the use of grammar, mechanics, usage and spelling. The essay is generally free from errors. (plus 6) The essay contained a few mistakes. The essay displays facility in the use of grammar, mechanics, usage, and spelling, though it may contain errors. However, these errors do not overly detract from the overall success of the message. (plus 4) The essay contained many mistakes. The essay displays serious deficiencies in the use of grammar, mechanics, usage, and spelling. The essay contains an accumulation of serious errors in any and/or all these areas. (plus 2)	
The essay answered all questions thoughtfully. The essay contains details that support the author's responses. (plus 4) The essay answered most questions but lacked detail. (plus 3) The essay was vague and lacked detail. (plus 1)	
Total	

PROJECT 4 RESOURCES

COMPLETED 1040EZ – ANSWER KEY

Department of the Treasury—Internal Revenue Service
Form 1040EZ **Income Tax Return for Single and Joint Filers With No Dependents** (99) **2012** OMB No. 1545-0074

Your first name and initial: Tasha R. Last name: Miller Your social security number: 222 100 2222
 If a joint return, spouse's first name and initial: Last name: Spouse's social security number: 1 1

Home address (number and street), if you have a P.O. box, see instructions: 285 Linden Avenue Apt. no.: ▲ Make sure the SSN(s) above are correct.
 City, town or post office, state, and ZIP code. If you have a foreign address, also complete spaces below (see instructions): Anywhere, AL 00100

Foreign country name: Foreign province/state/country: Foreign postal code: Presidential Election Campaign: You Spouse

Income

1	Wages, salaries, and tips. This should be shown in box 1 of your Form(s) W-2. Attach your Form(s) W-2.	1	36,206.00
2	Taxable interest. If the total is over \$1,500, you cannot use Form 1040EZ.	2	43.00
3	Unemployment compensation and Alaska Permanent Fund dividends (see instructions).	3	0
4	Add lines 1, 2, and 3. This is your adjusted gross income .	4	36,249.00
5	If someone can claim you (or your spouse if a joint return) as a dependent, check the applicable box(es) below and enter the amount from the worksheet on back. <input checked="" type="checkbox"/> You <input type="checkbox"/> Spouse If no one can claim you (or your spouse if a joint return), enter \$9,750 if single; \$19,500 if married filing jointly. See back for explanation.	5	9,750.00
6	Subtract line 5 from line 4. If line 5 is larger than line 4, enter -0-. This is your taxable income .	6	26,499.00

Payments, Credits, and Tax

7	Federal income tax withheld from Form(s) W-2 and 1099.	7	4,452.00
8a	Earned income credit (EIC) (see instructions).	8a	
8b	Nontaxable combat pay election.	8b	
9	Add lines 7 and 8a. These are your total payments and credits .	9	4,452.00
10	Tax. Use the amount on line 6 above to find your tax in the tax table in the instructions. Then, enter the tax from the table on this line.	10	3,536.00

Refund

11a If line 9 is larger than line 10, subtract line 10 from line 9. This is your **refund**. If Form 8888 is attached, check here

11a 916.00

▶ b Routing number: 11234567890 ▶ c Type: Checking Savings

▶ d Account number: 111101011234567890111111

Amount You Owe

12 If line 10 is larger than line 9, subtract line 9 from line 10. This is the **amount you owe**. For details on how to pay, see instructions. ▶ 12

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, to the best of my knowledge and belief, it is true, correct, and on all information of which the preparer has any knowledge.

Your signature: Tasha R. Miller Date: 4/1/12 Your occupation: Clerical Daytime phone number: 123-456-7891
 Spouse's signature. If a joint return, both must sign. Date: Spouse's occupation: If the IRS sent you an Identity Protection PIN, enter it here (see inst.): ▶ PTIN: ▶

Paid Preparer Use Only

Print/type preparer's name: Preparer's signature: Date: Check self-employed PTIN: ▶
 Firm's name: ▶ Firm's EIN: ▶
 Firm's address: ▶ Phone no.: ▶

For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see instructions. Cat. No. 11329W Form **1040EZ** (2012)

PROJECT 4 RESOURCES

COMPLETED 1040A – ANSWER KEY

Form 1040A		Department of the Treasury—Internal Revenue Service		U.S. Individual Income Tax Return (20)		2011		RS Use Only—Do not write or staple in this space.	
Your first name and initial MONICA L.		Last name LINDO		OMB No. 1545-0044		Your social security number 222 00 5463			
If a joint return, spouse's first name and initial		Last name		Spouse's social security number					
Home address (number and street). If you have a P.O. box, see instructions. 21 PECAN GROVE		City, town or post office, state, and ZIP code. If you have a foreign address, also complete space below (see instructions). A NYTDWN, US 10103		Foreign country name		Foreign province/county		Foreign postal code	
Filing status		1 <input checked="" type="checkbox"/> Single		2 <input type="checkbox"/> Married filing jointly (even if only one had income)		3 <input type="checkbox"/> Married filing separately. Enter spouse's SSN above and full name here. ▶		4 <input type="checkbox"/> 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. ▶	
Exemptions		6a <input type="checkbox"/> Yourself. If someone can claim you as a dependent, do not check box 6a.		b <input type="checkbox"/> Spouse		c Dependents:		5 <input type="checkbox"/> Qualifying widow(er) with dependent child (see instructions)	
If more than six dependents, see instructions.		(1) First name		(2) Dependent's social security number		(3) Dependent's relationship to you		(4) <input checked="" type="checkbox"/> if child under age 17 qualifying for child tax credit (see instructions)	
								Boxes checked on 8a and 8b	
								No. of children on 8c who - lived with you	
								- did not live with you due to divorce or separation (see instructions)	
								Dependents on 8c not entered above	
								Add numbers on lines above ▶	
								0	
Income		7 Wages, salaries, tips, etc. Attach Form(s) W-2.		7		4,821		00	
Attach Form(s) W-2 here. Also attach Form(s) 1099-R if tax was withheld. If you did not get a W-2, see instructions. Enclose, but do not attach, any payment. Also, please use Form 1040-V.		8a Taxable interest. Attach Schedule B if required.		8a					
		8b Tax-exempt interest. Do not include on line 8a.		8b					
		9a Ordinary dividends. Attach Schedule B if required.		9a					
		9b Qualified dividends (see instructions).		9b					
		10 Capital gain in distributions (see instructions).		10					
		11a IRA distributions.		11a		11b Taxable amount (see instructions).		11b	
		12a Pensions and annuities.		12a		12b Taxable amount (see instructions).		12b	
		13 Unemployment compensation and Alaska Permanent Fund dividends.		13					
		14a Social security benefits.		14a		14b Taxable amount (see instructions).		14b	
		15 Add lines 7 through 14b (far right column). This is your total income. ▶		15		4,821		00	
Adjusted gross income		16 Educator expenses (see instructions).		16					
		17 IRA deduction (see instructions).		17					
		18 Student loan interest deduction (see instructions).		18					
		19 Tuition and fees. Attach Form 8917.		19					
		20 Add lines 16 through 19. These are your total adjustments.		20					
		21 Subtract line 20 from line 15. This is your adjusted gross income. ▶		21		4,821		00	

For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see separate instructions. Cat. No. 11327X Form 1040A (2011)

PROJECT 4 RESOURCES

COMPLETED 1040A – ANSWER KEY

Form 1040A (2011)		Page 2	
Tax, credits, and payments	22 Enter the amount from line 21 (adjusted gross income).	22	4,821 00
	23a Check <input type="checkbox"/> You were born before January 2, 1947, <input type="checkbox"/> Blind <input type="checkbox"/> Total boxes if: <input type="checkbox"/> Spouse was born before January 2, 1947, <input type="checkbox"/> Blind <input type="checkbox"/> checked ▶ 23a <input type="checkbox"/>		
	b If you are married filing separately and your spouse itemizes deductions, check here ▶ 23b <input type="checkbox"/>		
Standard Deduction for –	24 Enter your standard deduction.	24	5,800 00
– People who check any box on line 23a or 23b or who can be claimed as a dependent, see instructions.	25 Subtract line 24 from line 22. If line 24 is more than line 22, enter -0-.	25	0 00
– All others:	26 Exemptions. Multiply \$3,700 by the number on line 6d.	26	0 00
Single or Married filing separately, \$5,800	27 Subtract line 26 from line 25. If line 26 is more than line 25, enter -0-. This is your taxable income.	▶ 27	0 00
Married filing jointly or Qualifying widower, \$11,600	28 Tax, including any alternative minimum tax (see instructions).	28	0 00
Head of household, \$5,500	29 Credit for child and dependent care expenses. Attach Form 2441.	29	
	30 Credit for the elderly or the disabled. Attach Schedule R.	30	
	31 Education credits from Form 8863, line 23.	31	
	32 Retirement savings contributions credit. Attach Form 8880.	32	
	33 Child tax credit (see instructions).	33	
	34 Add lines 29 through 33. These are your total credits.	34	0 00
	35 Subtract line 34 from line 28. If line 34 is more than line 28, enter -0-. This is your total tax.	35	0 00
	36 Federal income tax withheld from Forms W-2 and 1099.	36	47 00
	37 2011 estimated tax payments and amount applied from 2010 return.	37	
	38a Earned income credit (EIC).	38a	
	b Nontaxable combat pay election.	38b	
	39 Additional child tax credit. Attach Form 8812.	39	
	40 American opportunity credit from Form 8863, line 14.	40	
	41 Add lines 36, 37, 38a, 39, and 40. These are your total payments.	▶ 41	47 00
Refund	42 If line 41 is more than line 35, subtract line 35 from line 41. This is the amount you overpaid.	42	47 00
Direct deposit?	43a Amount of line 42 you want refunded to you. If Form 8888 is attached, check here ▶ <input type="checkbox"/> 43a	43a	47 00
See instructions and fill in 43b, 43c, and 43d or Form 8888.	▶ b Routing number <input type="text"/> ▶ c Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings		
	▶ d Account number <input type="text"/>		
	44 Amount of line 42 you want applied to your 2012 estimated tax.	44	
Amount you owe	45 Amount you owe. Subtract line 41 from line 35. For details on how to pay, see instructions.	▶ 45	
	46 Estimated tax penalty (see instructions).	46	
Third party de signer	Do you want to allow another person to discuss this return with the IRS (see instructions)? <input type="checkbox"/> Yes. Complete the following. <input type="checkbox"/> No		
	Designated name ▶	Phone no. ▶	Personal identification number (PIN) ▶ <input type="text"/>
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 accurate; and I declare under penalty of perjury that the taxpayer has provided all information of which the preparer has any knowledge.		
Joint return? See page 13. Keep a copy for your records.	Your signature	Date	Your occupation
	Spouse's signature if a joint return, both must sign.		Date
	Spouse's occupation		Daytime phone number
Paid preparer use only	Print type preparer's name	Preparer's signature	Date
	Firm's name ▶	Check <input type="checkbox"/> if self-employed	
	Firm's address ▶	Firm's EIN ▶	
		Phone no	

PROJECT 4 OVERVIEW: INCOME TAXES

WHAT CAN I DO TO AVOID OVERPAYMENT OF INCOME TAXES?

We spend a large part of our work year earning money to pay taxes. We are taxed when we work and often taxed when we make a purchase. Besides federal income taxes, we have state taxes, personal property taxes, sales taxes, capital gains taxes, and more. In this lesson, you will:

- Define taxes as compulsory charges imposed by government on its citizens and their property to pay for expenses
- Identify the most common IRS forms (W2 and 1099)
- Complete a Federal 1040EZ and/or 1040A form
- Explain the nature of progressive income taxes and determine marginal tax rate
- Identify appropriate strategies to avoid overpayment of income taxes

ASSIGNMENT INSTRUCTIONS

For our classroom assignment, you will complete a Federal 1040EZ tax form. The 1040EZ is for people with no dependents and do not itemize deductions. It is considered one of the simplest tax forms to complete.

- Use the information below to complete the boxes in the blank 1040EZ (Student Handout 4B).
1. Your name is Tasha R. Miller and you live at 285 Linden Avenue, Anywhere, Alabama, 00100. Your social security number is 222-00-2222.
 - You choose to decline the Presidential Election Campaign box.
 - You are out of college and have been working at the Job Center. Use your W2 handout to complete line 1 of the 1040EZ form. A W2 is a wage and tax statement sent to you by your employer. It provides documentation of income earned and taxes paid for the tax year.
 - Use your 1099-INT form to complete line 2. The 1099-INT form is documentation of how much interest you earned on a specific account.
 - You did not have unemployment compensation because you were employed full time last year. Put a zero in line 3.
 - Figure your adjusted gross income (the total from lines 1 – 3) and write it on line 4.

PROJECT 4 OVERVIEW (CONTINUED)

A **dependent** is a relative or household member for whom an exemption may be claimed.

Exemptions may be claimed for the taxpayer and qualifying dependents, such as a spouse, children, parents, and other dependents earning less than a specific income and from whom the taxpayer provides more than half of their financial support. For example, a husband and wife with two young children would have four exemptions.

2. You are single and no one else can claim you as a dependent.

- Subtract line 5 from line 4 to find your taxable income. Taxable income is the income upon which income taxes are levied. You are not taxed on 100% of your earning.
- Use your W2 form to determine how much you paid in Federal income tax. This can be found in box 2.
- To qualify for the Earned Income Credit, you have to earn less than \$13,980. You do not qualify. Write a zero on line 8a. You did not serve in the military and have no combat pay. Put a zero in line 8b.
- Add lines 7 and 8 together and place total in line 9.
- Using the total from line 6, use the tax table attached to find out how much Federal tax you owe for this year. Write the dollar amount on line 10.
- Subtract line 10 from line 9. Do you receive a refund or do you have to pay?
- Use the information below for 11b, 11c, and 11d.



- You can leave line 12 blank.
- You do not want to allow a third party to discuss the return.
- Sign, date, indicate your occupation, and list your phone number. You do not have a spouse.

PROJECT 4 OVERVIEW (CONTINUED)

- You did not pay someone to prepare the return so leave the last boxes empty.
- Congratulations! You have completed your taxes.
- According to the table below, what was Tasha's marginal tax rate? _____

Schedule X—If your filing status is Single			
If your taxable income is:		The tax is:	
<i>Over—</i>	<i>But not over—</i>		<i>of the amount over—</i>
\$0	\$8,500 10%	\$0
8,500	34,500	\$850.00 + 15%	8,500
34,500	83,600	4,750.00 + 25%	34,500
83,600	174,400	17,025.00 + 28%	83,600
174,400	379,150	42,449.00 + 33%	174,400
379,150	110,016.50 + 35%	379,150

Your average tax rate is the proportion of total taxable income earned into your tax liability. (Taxable income can be found on line 6 and your tax liability can be found on line 10.)

What was Tasha's average tax rate? _____

PROJECT 4 RESOURCES

BLANK 1040EZ

Go to: www.irs.gov/pub/irs-pdf/f1040ez.pdf

Form 1040EZ		Department of the Treasury—Internal Revenue Service		Income Tax Return for Single and Joint Filers With No Dependents (99)		2012		OMB No. 1545-0074	
Your first name and initial			Last name			Your social security number			
If a joint return, spouse's first name and initial			Last name			Spouse's social security number			
Home address (number and street). If you have a P.O. box, see instructions.						Apt. no.		▲ Make sure the SSN(s) above 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			
Foreign country name		Foreign province/state/county		Foreign postal code		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. <input type="checkbox"/> You <input type="checkbox"/> Spouse			
Income Attach Form(s) W-2 here. Enclose, but do not attach, any payment.	1		Wages, salaries, and tips. This should be shown in box 1 of your Form(s) W-2. Attach your Form(s) W-2.				1		
	2		Taxable interest. If the total is over \$1,500, you cannot use Form 1040EZ.				2		
	3		Unemployment compensation and Alaska Permanent Fund dividends (see instructions).				3		
	4		Add lines 1, 2, and 3. This is your adjusted gross income .				4		
	5		If someone can claim you (or your spouse if a joint return) as a dependent, check the applicable box(es) below and enter the amount from the worksheet on back. <input type="checkbox"/> You <input type="checkbox"/> Spouse If no one can claim you (or your spouse if a joint return), enter \$9,750 if single ; \$19,500 if married filing jointly . See back for explanation.				5		
6		Subtract line 5 from line 4. If line 5 is larger than line 4, enter -0-.				6			
Payments, Credits, and Tax	7		Federal income tax withheld from Form(s) W-2 and 1099.				7		
	8a		Earned income credit (EIC) (see instructions).				8a		
	b		8b		Nontaxable combat pay election.				
	9		Add lines 7 and 8a. These are your total payments and credits .				9		
10		Tax. Use the amount on line 6 above to find your tax in the tax table in the instructions. Then, enter the tax from the table on this line.				10			
Refund Have it directly deposited! See instructions and fill in 11b, 11c, and 11d or Form 8886.	11a		If line 9 is larger than line 10, subtract line 10 from line 9. This is your refund . If Form 8888 is attached, check here <input type="checkbox"/>				11a		
	▶ b		▶ c		Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings				
	▶ d		Account number						
12		If line 10 is larger than line 9, subtract line 9 from line 10. This is the amount you owe . For details on how to pay, see instructions.				12			
Third Party Designee Do you want to allow another person to discuss this return with the IRS (see instructions)? <input type="checkbox"/> Yes. Complete below. <input type="checkbox"/> No		Designee's name ▶		Phone no. ▶		Personal identification number (PIN) ▶			
Sign Here Under penalties of perjury, I declare that I have examined this return and, to the best of my knowledge and belief, it is true, correct, and accurately lists all amounts and sources of income I received during the tax year. Declaration of preparer (other than the taxpayer) is based on all information of which the preparer has any knowledge.		Your signature		Date		Your occupation		Daytime phone number	
Joint return? See instructions. <input type="checkbox"/> Yes <input type="checkbox"/> No Keep a copy for your records.		Spouse's signature. If a joint return, both must sign.		Date		Spouse's occupation		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 <input type="checkbox"/> if self-employed PTIN	
		Firm's name ▶		Firm's EIN ▶					
		Firm's address ▶		Phone no.					

For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see instructions. Cat. No. 11329W Form 1040EZ (2012)

PROJECT 4 RESOURCES

W-2 AND 1099-INT

a Employee's social security number 222-00-2222		Safe, accurate, FAST! Use  Visit the IRS website at www.irs.gov/efile	
b Employer identification number (EIN) 10-000003		1 Wages, tips, other compensation \$36,206.00	2 Federal income tax withheld \$4,452.00
c Employer's name, address, and ZIP code JOB CENTER 30 ASH GROVE ANYTOWN, US 00100		3 Social security wages \$36,206.00	4 Social security tax withheld \$1,520.65
		5 Medicare wages and tips \$36,206.00	6 Medicare tax withheld \$521.36
		7 Social security tips	8 Allocated tips
		9	10 Dependent care benefits
d Control number		11 Nonqualified plans	12a See instructions for box 12
e Employee's first name and initial Last name Suff. TASHA R. MILLER 285 LINDEN AVENUE ANYTOWN, US 00100		13 Statutory <input type="checkbox"/> Retirement <input type="checkbox"/> Third-party <input type="checkbox"/>	12b
		14 Other	12c
			12d
f Employee's address and ZIP code			
15 State US	Employer's state ID number 20-0000000	16 State wages, tips, etc. \$36,206.00	17 State income tax \$2,480.12
		18 Local wages, tips, etc.	19 Local income tax
			20 Locality name

Form **W-2** Wage and Tax Statement **2011** Department of the Treasury—Internal Revenue Service

Copy B—To Be Filed With Employee's FEDERAL Tax Return.
This information is being furnished to the Internal Revenue Service.

CORRECTED (if checked)

PAYER'S name, street address, city, state, ZIP code, and telephone no. FIRST FEDERAL BANK OF ANYTOWN 960 HIGH STREET ANYTOWN, US 00100		Payer's RTN (optional)	OMB No. 1545-0112
		1 Interest income \$ 43.00	2011 Interest Income Form 1099-INT
		2 Early withdrawal penalty \$	
PAYER'S federal identification number 10-0000002	RECIPIENT'S identification number 222-00-2222	3 Interest on U.S. Savings Bonds and Treas. obligations \$	
RECIPIENT'S name TASHA MILLER Street address (including apt. no.) 285 LINDEN AVENUE City, state, and ZIP code ANYTOWN, US 00100 Account number (see instructions)		4 Federal income tax withheld \$	5 Investment expenses \$
		6 Foreign tax paid \$	7 Foreign country or U.S. possession
		8 Tax-exempt interest \$	9 Specified private activity bond interest \$
		10 Tax-exempt bond CUSIP no. (see instructions)	

Copy B For Recipient
This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

Form **1099-INT**

(keep for your records)

Department of the Treasury - Internal Revenue Service

PROJECT 4 RESOURCES

TAX TABLES

2012 Tax Table				Example. Mr. Brown is single. His taxable income on line 6 of Form 1040EZ is \$26,250. He follows two easy steps to figure his tax: 1. He finds the \$26,250-\$26,200 taxable income line. 2. He finds the Single filing status column and reads down the column. The tax amount shown where the taxable income line and the filing status line meet is \$3,506. He enters this amount on line 10 of Form 1040EZ.				At least But less than Single Married filing jointly			
				Your tax is—							
				26,200	26,250	3,499	3,064				
				26,250	26,300	3,506	3,071				
				26,300	26,350	3,514	3,079				
				26,350	26,400	3,521	3,086				

If Form 1040EZ, line 5, is—				And you are—				If Form 1040EZ, line 5, is—				And you are—				If Form 1040EZ, line 5, is—				And you are—			
At least	But less than	Single		Married filing jointly		At least	But less than	Single		Married filing jointly		At least	But less than	Single		Married filing jointly		At least	But less than	Single		Married filing jointly	
		Your tax is—						Your tax is—						Your tax is—						Your tax is—			
0				1,000				2,000				3,000				4,000							
0	5	0	0	1,000	1,025	101	101	2,000	2,025	201	201	3,000	3,050	303	303	4,000	4,050	403	403				
5	15	1	1	1,025	1,050	104	104	2,025	2,050	204	204	3,050	3,100	306	306	4,050	4,100	406	406				
15	25	2	2	1,050	1,075	106	106	2,050	2,075	206	206	3,100	3,150	313	313	4,100	4,150	413	413				
25	50	4	4	1,075	1,100	109	109	2,075	2,100	209	209	3,150	3,200	318	318	4,150	4,200	418	418				
50	75	6	6	1,100	1,125	111	111	2,100	2,125	211	211	3,200	3,250	323	323	4,200	4,250	423	423				
75	100	9	9	1,125	1,150	114	114	2,125	2,150	214	214	3,250	3,300	328	328	4,250	4,300	428	428				
100	125	11	11	1,150	1,175	116	116	2,150	2,175	216	216	3,300	3,350	333	333	4,300	4,350	433	433				
125	150	14	14	1,175	1,200	119	119	2,175	2,200	219	219	3,350	3,400	338	338	4,350	4,400	438	438				
150	175	16	16	1,200	1,225	121	121	2,200	2,225	221	221	3,400	3,450	343	343	4,400	4,450	443	443				
175	200	19	19	1,225	1,250	124	124	2,225	2,250	224	224	3,450	3,500	348	348	4,450	4,500	448	448				
200	225	21	21	1,250	1,275	126	126	2,250	2,275	226	226	3,500	3,550	353	353	4,500	4,550	453	453				
225	250	24	24	1,275	1,300	129	129	2,275	2,300	229	229	3,550	3,600	358	358	4,550	4,600	458	458				
250	275	26	26	1,300	1,325	131	131	2,300	2,325	231	231	3,600	3,650	363	363	4,600	4,650	463	463				
275	300	29	29	1,325	1,350	134	134	2,325	2,350	234	234	3,650	3,700	368	368	4,650	4,700	468	468				
300	325	31	31	1,350	1,375	136	136	2,350	2,375	236	236	3,700	3,750	373	373	4,700	4,750	473	473				
325	350	34	34	1,375	1,400	139	139	2,375	2,400	239	239	3,750	3,800	378	378	4,750	4,800	478	478				
350	375	36	36	1,400	1,425	141	141	2,400	2,425	241	241	3,800	3,850	383	383	4,800	4,850	483	483				
375	400	39	39	1,425	1,450	144	144	2,425	2,450	244	244	3,850	3,900	388	388	4,850	4,900	488	488				
400	425	41	41	1,450	1,475	146	146	2,450	2,475	246	246	3,900	3,950	393	393	4,900	4,950	493	493				
425	450	44	44	1,475	1,500	149	149	2,475	2,500	249	249	3,950	4,000	398	398	4,950	5,000	498	498				
450	475	46	46	1,500	1,525	151	151	2,500	2,525	251	251	4,000	4,050	403	403								
475	500	49	49	1,525	1,550	154	154	2,525	2,550	254	254	4,050	4,100	408	408								
500	525	51	51	1,550	1,575	156	156	2,550	2,575	256	256	4,100	4,150	413	413								
525	550	54	54	1,575	1,600	159	159	2,575	2,600	259	259	4,150	4,200	418	418								
550	575	56	56	1,600	1,625	161	161	2,600	2,625	261	261	4,200	4,250	423	423								
575	600	59	59	1,625	1,650	164	164	2,625	2,650	264	264	4,250	4,300	428	428								
600	625	61	61	1,650	1,675	166	166	2,650	2,675	266	266	4,300	4,350	433	433								
625	650	64	64	1,675	1,700	169	169	2,675	2,700	269	269	4,350	4,400	438	438								
650	675	66	66	1,700	1,725	171	171	2,700	2,725	271	271	4,400	4,450	443	443								
675	700	69	69	1,725	1,750	174	174	2,725	2,750	274	274	4,450	4,500	448	448								
700	725	71	71	1,750	1,775	176	176	2,750	2,775	276	276	4,500	4,550	453	453								
725	750	74	74	1,775	1,800	179	179	2,775	2,800	279	279	4,550	4,600	458	458								
750	775	76	76	1,800	1,825	181	181	2,800	2,825	281	281	4,600	4,650	463	463								
775	800	79	79	1,825	1,850	184	184	2,825	2,850	284	284	4,650	4,700	468	468								
800	825	81	81	1,850	1,875	186	186	2,850	2,875	286	286	4,700	4,750	473	473								
825	850	84	84	1,875	1,900	189	189	2,875	2,900	289	289	4,750	4,800	478	478								
850	875	86	86	1,900	1,925	191	191	2,900	2,925	291	291	4,800	4,850	483	483								
875	900	89	89	1,925	1,950	194	194	2,925	2,950	294	294	4,850	4,900	488	488								
900	925	91	91	1,950	1,975	196	196	2,950	2,975	296	296	4,900	4,950	493	493								
925	950	94	94	1,975	2,000	199	199	2,975	3,000	299	299	4,950	5,000	498	498								

(Continued)

PROJECT 4 RESOURCES
TAX TABLES

2012 Tax Table—Continued

If Form 1040EZ, line 6, is—		And you are—		If Form 1040EZ, line 6, is—		And you are—		If Form 1040EZ, line 6, is—		And you are—		If Form 1040EZ, line 6, is—		And you are—	
At least	But less than	Single	Married filing jointly	At least	But less than	Single	Married filing jointly	At least	But less than	Single	Married filing jointly	At least	But less than	Single	Married filing jointly
Your tax is—		Your tax is—		Your tax is—		Your tax is—		Your tax is—		Your tax is—		Your tax is—		Your tax is—	
5,000				8,000				11,000				14,000			
5,000	5,050	503	503	8,000	8,050	803	803	11,000	11,050	1,219	1,219	14,000	14,050	1,669	1,669
5,050	5,100	506	506	8,050	8,100	806	806	11,050	11,100	1,228	1,228	14,050	14,100	1,678	1,678
5,100	5,150	513	513	8,100	8,150	813	813	11,100	11,150	1,234	1,234	14,100	14,150	1,684	1,684
5,150	5,200	518	518	8,150	8,200	818	818	11,150	11,200	1,241	1,241	14,150	14,200	1,691	1,691
5,200	5,250	523	523	8,200	8,250	823	823	11,200	11,250	1,249	1,249	14,200	14,250	1,699	1,699
5,250	5,300	528	528	8,250	8,300	828	828	11,250	11,300	1,258	1,258	14,250	14,300	1,708	1,708
5,300	5,350	533	533	8,300	8,350	833	833	11,300	11,350	1,264	1,264	14,300	14,350	1,714	1,714
5,350	5,400	538	538	8,350	8,400	838	838	11,350	11,400	1,271	1,271	14,350	14,400	1,721	1,721
5,400	5,450	543	543	8,400	8,450	843	843	11,400	11,450	1,279	1,279	14,400	14,450	1,729	1,729
5,450	5,500	548	548	8,450	8,500	848	848	11,450	11,500	1,288	1,288	14,450	14,500	1,738	1,738
5,500	5,550	553	553	8,500	8,550	853	853	11,500	11,550	1,294	1,294	14,500	14,550	1,744	1,744
5,550	5,600	558	558	8,550	8,600	858	858	11,550	11,600	1,301	1,301	14,550	14,600	1,751	1,751
5,600	5,650	563	563	8,600	8,650	863	863	11,600	11,650	1,309	1,309	14,600	14,650	1,759	1,759
5,650	5,700	568	568	8,650	8,700	868	868	11,650	11,700	1,318	1,318	14,650	14,700	1,768	1,768
5,700	5,750	573	573	8,700	8,750	873	873	11,700	11,750	1,324	1,324	14,700	14,750	1,774	1,774
5,750	5,800	578	578	8,750	8,800	878	878	11,750	11,800	1,331	1,331	14,750	14,800	1,781	1,781
5,800	5,850	583	583	8,800	8,850	883	883	11,800	11,850	1,339	1,339	14,800	14,850	1,789	1,789
5,850	5,900	588	588	8,850	8,900	888	888	11,850	11,900	1,348	1,348	14,850	14,900	1,798	1,798
5,900	5,950	593	593	8,900	8,950	893	893	11,900	11,950	1,354	1,354	14,900	14,950	1,804	1,804
5,950	6,000	598	598	8,950	9,000	898	898	11,950	12,000	1,361	1,361	14,950	15,000	1,811	1,811
6,000				9,000				12,000				15,000			
6,000	6,050	603	603	9,000	9,050	919	919	12,000	12,050	1,389	1,389	15,000	15,050	1,819	1,819
6,050	6,100	606	606	9,050	9,100	926	926	12,050	12,100	1,398	1,398	15,050	15,100	1,828	1,828
6,100	6,150	613	613	9,100	9,150	933	933	12,100	12,150	1,404	1,404	15,100	15,150	1,834	1,834
6,150	6,200	618	618	9,150	9,200	941	941	12,150	12,200	1,411	1,411	15,150	15,200	1,841	1,841
6,200	6,250	623	623	9,200	9,250	949	949	12,200	12,250	1,419	1,419	15,200	15,250	1,849	1,849
6,250	6,300	628	628	9,250	9,300	956	956	12,250	12,300	1,428	1,428	15,250	15,300	1,858	1,858
6,300	6,350	633	633	9,300	9,350	964	964	12,300	12,350	1,434	1,434	15,300	15,350	1,864	1,864
6,350	6,400	638	638	9,350	9,400	971	971	12,350	12,400	1,441	1,441	15,350	15,400	1,871	1,871
6,400	6,450	643	643	9,400	9,450	979	979	12,400	12,450	1,449	1,449	15,400	15,450	1,879	1,879
6,450	6,500	648	648	9,450	9,500	986	986	12,450	12,500	1,458	1,458	15,450	15,500	1,888	1,888
6,500	6,550	653	653	9,500	9,550	994	994	12,500	12,550	1,464	1,464	15,500	15,550	1,894	1,894
6,550	6,600	658	658	9,550	9,600	1,001	1,001	12,550	12,600	1,471	1,471	15,550	15,600	1,901	1,901
6,600	6,650	663	663	9,600	9,650	1,009	1,009	12,600	12,650	1,479	1,479	15,600	15,650	1,909	1,909
6,650	6,700	668	668	9,650	9,700	1,016	1,016	12,650	12,700	1,488	1,488	15,650	15,700	1,918	1,918
6,700	6,750	673	673	9,700	9,750	1,024	1,024	12,700	12,750	1,494	1,494	15,700	15,750	1,924	1,924
6,750	6,800	678	678	9,750	9,800	1,031	1,031	12,750	12,800	1,501	1,501	15,750	15,800	1,931	1,931
6,800	6,850	683	683	9,800	9,850	1,039	1,039	12,800	12,850	1,509	1,509	15,800	15,850	1,939	1,939
6,850	6,900	688	688	9,850	9,900	1,046	1,046	12,850	12,900	1,518	1,518	15,850	15,900	1,948	1,948
6,900	6,950	693	693	9,900	9,950	1,054	1,054	12,900	12,950	1,524	1,524	15,900	15,950	1,954	1,954
6,950	7,000	698	698	9,950	10,000	1,061	1,061	12,950	13,000	1,531	1,531	15,950	16,000	1,961	1,961
7,000				10,000				13,000				16,000			
7,000	7,050	703	703	10,000	10,050	1,089	1,089	13,000	13,050	1,559	1,559	16,000	16,050	1,989	1,989
7,050	7,100	706	706	10,050	10,100	1,097	1,097	13,050	13,100	1,568	1,568	16,050	16,100	1,998	1,998
7,100	7,150	713	713	10,100	10,150	1,104	1,104	13,100	13,150	1,574	1,574	16,100	16,150	1,984	1,984
7,150	7,200	718	718	10,150	10,200	1,111	1,111	13,150	13,200	1,581	1,581	16,150	16,200	1,991	1,991
7,200	7,250	723	723	10,200	10,250	1,119	1,119	13,200	13,250	1,589	1,589	16,200	16,250	1,999	1,999
7,250	7,300	728	728	10,250	10,300	1,126	1,126	13,250	13,300	1,598	1,598	16,250	16,300	2,008	2,008
7,300	7,350	733	733	10,300	10,350	1,134	1,134	13,300	13,350	1,604	1,604	16,300	16,350	2,014	2,014
7,350	7,400	738	738	10,350	10,400	1,141	1,141	13,350	13,400	1,611	1,611	16,350	16,400	2,021	2,021
7,400	7,450	743	743	10,400	10,450	1,149	1,149	13,400	13,450	1,619	1,619	16,400	16,450	2,029	2,029
7,450	7,500	748	748	10,450	10,500	1,156	1,156	13,450	13,500	1,628	1,628	16,450	16,500	2,038	2,038
7,500	7,550	753	753	10,500	10,550	1,164	1,164	13,500	13,550	1,634	1,634	16,500	16,550	2,044	2,044
7,550	7,600	758	758	10,550	10,600	1,171	1,171	13,550	13,600	1,641	1,641	16,550	16,600	2,051	2,051
7,600	7,650	763	763	10,600	10,650	1,179	1,179	13,600	13,650	1,649	1,649	16,600	16,650	2,059	2,059
7,650	7,700	768	768	10,650	10,700	1,186	1,186	13,650	13,700	1,658	1,658	16,650	16,700	2,068	2,068
7,700	7,750	773	773	10,700	10,750	1,194	1,194	13,700	13,750	1,664	1,664	16,700	16,750	2,074	2,074
7,750	7,800	778	778	10,750	10,800	1,201	1,201	13,750	13,800	1,671	1,671	16,750	16,800	2,081	2,081
7,800	7,850	783	783	10,800	10,850	1,209	1,209	13,800	13,850	1,679	1,679	16,800	16,850	2,089	2,089
7,850	7,900	788	788	10,850	10,900	1,216	1,216	13,850	13,900	1,688	1,688	16,850	16,900	2,098	2,098
7,900	7,950	793	793	10,900	10,950	1,224	1,224	13,900	13,950	1,694	1,694	16,900	16,950	2,104	2,104
7,950	8,000	798	798	10,950	11,000	1,231	1,231	13,950	14,000	1,701	1,701	16,950	17,000	2,111	2,111

[Continued]

PROJECT 4 RESOURCES

TAX TABLES

2012 Tax Table—Continued

If Form 1040EZ, line 5, is—		And you are—		If Form 1040EZ, line 5, is—		And you are—		If Form 1040EZ, line 5, is—		And you are—		If Form 1040EZ, line 5, is—		And you are—	
At least	But less than	Single	Married filing jointly	At least	But less than	Single	Married filing jointly	At least	But less than	Single	Married filing jointly	At least	But less than	Single	Married filing jointly
Your tax is—		Your tax is—		Your tax is—		Your tax is—		Your tax is—		Your tax is—		Your tax is—		Your tax is—	
17,000				20,000				23,000				26,000			
17,000	17,050	3,119	1,703	20,000	20,050	3,269	1,834	23,000	23,050	3,419	1,964	26,000	26,050	3,569	2,094
17,050	17,100	3,128	1,708	20,050	20,100	3,278	1,841	23,050	23,100	3,428	1,971	26,050	26,100	3,578	2,101
17,100	17,150	3,134	1,713	20,100	20,150	3,284	1,849	23,100	23,150	3,434	1,979	26,100	26,150	3,584	2,109
17,150	17,200	3,141	1,718	20,150	20,200	3,291	1,856	23,150	23,200	3,441	1,986	26,150	26,200	3,591	2,116
17,200	17,250	3,149	1,723	20,200	20,250	3,299	1,864	23,200	23,250	3,449	1,994	26,200	26,250	3,599	2,124
17,250	17,300	3,158	1,728	20,250	20,300	3,306	1,871	23,250	23,300	3,456	1,999	26,250	26,300	3,606	2,131
17,300	17,350	3,164	1,733	20,300	20,350	3,314	1,879	23,300	23,350	3,464	2,009	26,300	26,350	3,614	2,139
17,350	17,400	3,171	1,738	20,350	20,400	3,321	1,886	23,350	23,400	3,471	2,016	26,350	26,400	3,621	2,146
17,400	17,450	3,179	1,744	20,400	20,450	3,329	1,894	23,400	23,450	3,479	2,024	26,400	26,450	3,629	2,154
17,450	17,500	3,188	1,751	20,450	20,500	3,336	1,901	23,450	23,500	3,486	2,031	26,450	26,500	3,636	2,161
17,500	17,550	3,194	1,759	20,500	20,550	3,344	1,909	23,500	23,550	3,494	2,039	26,500	26,550	3,644	2,169
17,550	17,600	3,201	1,766	20,550	20,600	3,351	1,916	23,550	23,600	3,501	2,046	26,550	26,600	3,651	2,176
17,600	17,650	3,209	1,774	20,600	20,650	3,359	1,924	23,600	23,650	3,509	2,054	26,600	26,650	3,659	2,184
17,650	17,700	3,218	1,781	20,650	20,700	3,366	1,931	23,650	23,700	3,516	2,061	26,650	26,700	3,666	2,191
17,700	17,750	3,224	1,789	20,700	20,750	3,374	1,939	23,700	23,750	3,524	2,069	26,700	26,750	3,674	2,199
17,750	17,800	3,231	1,796	20,750	20,800	3,381	1,946	23,750	23,800	3,531	2,076	26,750	26,800	3,681	2,206
17,800	17,850	3,239	1,804	20,800	20,850	3,389	1,954	23,800	23,850	3,539	2,084	26,800	26,850	3,689	2,214
17,850	17,900	3,248	1,811	20,850	20,900	3,396	1,961	23,850	23,900	3,546	2,091	26,850	26,900	3,696	2,221
17,900	17,950	3,254	1,819	20,900	20,950	3,404	1,969	23,900	23,950	3,554	2,099	26,900	26,950	3,704	2,229
17,950	18,000	3,261	1,826	20,950	21,000	3,411	1,976	23,950	24,000	3,561	2,106	26,950	27,000	3,711	2,236
18,000				21,000				24,000				27,000			
18,000	18,050	3,269	1,834	21,000	21,050	3,719	2,284	24,000	24,050	3,489	2,174	27,000	27,050	3,819	2,314
18,050	18,100	3,278	1,841	21,050	21,100	3,728	2,291	24,050	24,100	3,498	2,181	27,050	27,100	3,828	2,321
18,100	18,150	3,284	1,849	21,100	21,150	3,734	2,299	24,100	24,150	3,504	2,189	27,100	27,150	3,834	2,329
18,150	18,200	3,291	1,856	21,150	21,200	3,741	2,306	24,150	24,200	3,511	2,196	27,150	27,200	3,841	2,336
18,200	18,250	3,299	1,864	21,200	21,250	3,749	2,314	24,200	24,250	3,519	2,204	27,200	27,250	3,849	2,344
18,250	18,300	3,306	1,871	21,250	21,300	3,756	2,321	24,250	24,300	3,526	2,211	27,250	27,300	3,856	2,351
18,300	18,350	3,314	1,879	21,300	21,350	3,764	2,329	24,300	24,350	3,534	2,219	27,300	27,350	3,864	2,359
18,350	18,400	3,321	1,886	21,350	21,400	3,771	2,336	24,350	24,400	3,541	2,226	27,350	27,400	3,871	2,366
18,400	18,450	3,329	1,894	21,400	21,450	3,779	2,344	24,400	24,450	3,549	2,234	27,400	27,450	3,879	2,374
18,450	18,500	3,338	1,901	21,450	21,500	3,786	2,351	24,450	24,500	3,556	2,241	27,450	27,500	3,886	2,381
18,500	18,550	3,344	1,909	21,500	21,550	3,794	2,359	24,500	24,550	3,564	2,249	27,500	27,550	3,894	2,389
18,550	18,600	3,351	1,916	21,550	21,600	3,801	2,366	24,550	24,600	3,571	2,256	27,550	27,600	3,901	2,396
18,600	18,650	3,359	1,924	21,600	21,650	3,809	2,374	24,600	24,650	3,579	2,264	27,600	27,650	3,909	2,404
18,650	18,700	3,368	1,931	21,650	21,700	3,816	2,381	24,650	24,700	3,586	2,271	27,650	27,700	3,916	2,411
18,700	18,750	3,374	1,939	21,700	21,750	3,824	2,389	24,700	24,750	3,594	2,279	27,700	27,750	3,924	2,419
18,750	18,800	3,381	1,946	21,750	21,800	3,831	2,396	24,750	24,800	3,601	2,286	27,750	27,800	3,931	2,426
18,800	18,850	3,389	1,954	21,800	21,850	3,839	2,404	24,800	24,850	3,609	2,294	27,800	27,850	3,939	2,434
18,850	18,900	3,398	1,961	21,850	21,900	3,846	2,411	24,850	24,900	3,616	2,301	27,850	27,900	3,946	2,441
18,900	18,950	3,404	1,969	21,900	21,950	3,854	2,419	24,900	24,950	3,624	2,309	27,900	27,950	3,954	2,449
18,950	19,000	3,411	1,976	21,950	22,000	3,861	2,426	24,950	25,000	3,631	2,316	27,950	28,000	3,961	2,456
19,000				22,000				25,000				28,000			
19,000	19,050	3,419	1,984	22,000	22,050	3,869	2,434	25,000	25,050	3,639	2,324	28,000	28,050	3,789	2,524
19,050	19,100	3,428	1,991	22,050	22,100	3,878	2,441	25,050	25,100	3,648	2,331	28,050	28,100	3,798	2,531
19,100	19,150	3,434	1,999	22,100	22,150	3,884	2,449	25,100	25,150	3,654	2,339	28,100	28,150	3,804	2,539
19,150	19,200	3,441	2,006	22,150	22,200	3,891	2,456	25,150	25,200	3,661	2,346	28,150	28,200	3,811	2,546
19,200	19,250	3,449	2,014	22,200	22,250	3,899	2,464	25,200	25,250	3,669	2,354	28,200	28,250	3,819	2,554
19,250	19,300	3,458	2,021	22,250	22,300	3,906	2,471	25,250	25,300	3,676	2,361	28,250	28,300	3,826	2,561
19,300	19,350	3,464	2,029	22,300	22,350	3,914	2,479	25,300	25,350	3,684	2,369	28,300	28,350	3,834	2,569
19,350	19,400	3,471	2,036	22,350	22,400	3,921	2,486	25,350	25,400	3,691	2,376	28,350	28,400	3,841	2,576
19,400	19,450	3,479	2,044	22,400	22,450	3,929	2,494	25,400	25,450	3,699	2,384	28,400	28,450	3,849	2,584
19,450	19,500	3,488	2,051	22,450	22,500	3,936	2,501	25,450	25,500	3,706	2,391	28,450	28,500	3,856	2,591
19,500	19,550	3,494	2,059	22,500	22,550	3,944	2,509	25,500	25,550	3,714	2,399	28,500	28,550	3,864	2,599
19,550	19,600	3,501	2,066	22,550	22,600	3,951	2,516	25,550	25,600	3,721	2,406	28,550	28,600	3,871	2,606
19,600	19,650	3,509	2,074	22,600	22,650	3,959	2,524	25,600	25,650	3,729	2,414	28,600	28,650	3,879	2,614
19,650	19,700	3,518	2,081	22,650	22,700	3,966	2,531	25,650	25,700	3,736	2,421	28,650	28,700	3,886	2,621
19,700	19,750	3,524	2,089	22,700	22,750	3,974	2,539	25,700	25,750	3,744	2,429	28,700	28,750	3,894	2,629
19,750	19,800	3,531	2,096	22,750	22,800	3,981	2,546	25,750	25,800	3,751	2,436	28,750	28,800	3,901	2,636
19,800	19,850	3,539	2,104	22,800	22,850	3,989	2,554	25,800	25,850	3,759	2,444	28,800	28,850	3,909	2,644
19,850	19,900	3,548	2,111	22,850	22,900	3,996	2,561	25,850	25,900	3,766	2,451	28,850	28,900	3,916	2,651
19,900	19,950	3,554	2,119	22,900	22,950	3,004	2,569	25,900	25,950	3,774	2,459	28,900	28,950	3,924	2,659
19,950	20,000	3,561	2,126	22,950	23,000	3,011	2,576	25,950	26,000	3,781	2,466	28,950	29,000	3,931	2,666

(Continued)

PROJECT 4 RESOURCES
TAX TABLES

2012 Tax Table—Continued

If Form 1040EZ, line 5, is—		And you are—		If Form 1040EZ, line 5, is—		And you are—		If Form 1040EZ, line 5, is—		And you are—		If Form 1040EZ, line 5, is—		And you are—	
At least	But less than	Single	Married filing jointly	At least	But less than	Single	Married filing jointly	At least	But less than	Single	Married filing jointly	At least	But less than	Single	Married filing jointly
29,000				32,000				35,000				38,000			
29,000	29,050	3,919	3,484	32,000	32,050	4,269	3,284	35,000	35,050	4,619	4,384	38,000	38,050	5,239	4,834
29,050	29,100	3,920	3,491	32,050	32,100	4,270	3,291	35,050	35,100	4,620	4,391	38,050	38,100	5,240	4,841
29,100	29,150	3,921	3,499	32,100	32,150	4,284	3,299	35,100	35,150	4,634	4,399	38,100	38,150	5,281	4,849
29,150	29,200	3,941	3,508	32,150	32,200	4,291	3,308	35,150	35,200	4,641	4,408	38,150	38,200	5,274	4,858
29,200	29,250	3,945	3,514	32,200	32,250	4,299	3,314	35,200	35,250	4,649	4,414	38,200	38,250	5,288	4,864
29,250	29,300	3,950	3,521	32,250	32,300	4,308	3,321	35,250	35,300	4,658	4,421	38,250	38,300	5,299	4,871
29,300	29,350	3,954	3,529	32,300	32,350	4,314	3,329	35,300	35,350	4,664	4,429	38,300	38,350	5,311	4,879
29,350	29,400	3,971	3,538	32,350	32,400	4,321	3,338	35,350	35,400	4,674	4,438	38,350	38,400	5,324	4,888
29,400	29,450	3,977	3,544	32,400	32,450	4,329	3,344	35,400	35,450	4,688	4,444	38,400	38,450	5,338	4,894
29,450	29,500	3,980	3,551	32,450	32,500	4,338	3,351	35,450	35,500	4,699	4,451	38,450	38,500	5,349	4,901
29,500	29,550	3,994	3,559	32,500	32,550	4,344	3,359	35,500	35,550	4,711	4,459	38,500	38,550	5,361	4,909
29,550	29,600	4,001	3,568	32,550	32,600	4,351	3,368	35,550	35,600	4,724	4,468	38,550	38,600	5,374	4,918
29,600	29,650	4,009	3,574	32,600	32,650	4,359	3,374	35,600	35,650	4,738	4,474	38,600	38,650	5,388	4,924
29,650	29,700	4,018	3,581	32,650	32,700	4,368	3,381	35,650	35,700	4,749	4,481	38,650	38,700	5,399	4,931
29,700	29,750	4,024	3,589	32,700	32,750	4,374	3,389	35,700	35,750	4,761	4,489	38,700	38,750	5,411	4,939
29,750	29,800	4,031	3,598	32,750	32,800	4,381	3,398	35,750	35,800	4,774	4,498	38,750	38,800	5,424	4,948
29,800	29,850	4,039	3,604	32,800	32,850	4,389	3,404	35,800	35,850	4,788	4,504	38,800	38,850	5,438	4,954
29,850	29,900	4,048	3,611	32,850	32,900	4,398	3,411	35,850	35,900	4,799	4,511	38,850	38,900	5,449	4,961
29,900	29,950	4,054	3,619	32,900	32,950	4,404	3,419	35,900	35,950	4,811	4,519	38,900	38,950	5,461	4,969
29,950	30,000	4,061	3,628	32,950	33,000	4,411	3,428	35,950	36,000	4,824	4,528	38,950	39,000	5,474	4,978
30,000				33,000				36,000				39,000			
30,000	30,050	4,069	3,634	33,000	33,050	4,419	3,434	36,000	36,050	5,038	4,534	39,000	39,050	5,708	4,984
30,050	30,100	4,078	3,641	33,050	33,100	4,428	3,441	36,050	36,100	5,049	4,541	39,050	39,100	5,719	4,991
30,100	30,150	4,084	3,649	33,100	33,150	4,434	3,449	36,100	36,150	5,061	4,549	39,100	39,150	5,731	4,999
30,150	30,200	4,091	3,658	33,150	33,200	4,441	3,458	36,150	36,200	5,074	4,558	39,150	39,200	5,734	5,008
30,200	30,250	4,099	3,664	33,200	33,250	4,449	3,464	36,200	36,250	5,088	4,564	39,200	39,250	5,738	5,014
30,250	30,300	4,108	3,671	33,250	33,300	4,458	3,471	36,250	36,300	5,099	4,571	39,250	39,300	5,749	5,021
30,300	30,350	4,114	3,679	33,300	33,350	4,464	3,479	36,300	36,350	5,111	4,579	39,300	39,350	5,761	5,029
30,350	30,400	4,121	3,688	33,350	33,400	4,471	3,488	36,350	36,400	5,124	4,588	39,350	39,400	5,774	5,038
30,400	30,450	4,129	3,694	33,400	33,450	4,479	3,494	36,400	36,450	5,138	4,594	39,400	39,450	5,788	5,044
30,450	30,500	4,138	3,701	33,450	33,500	4,488	3,501	36,450	36,500	5,149	4,601	39,450	39,500	5,799	5,051
30,500	30,550	4,144	3,709	33,500	33,550	4,494	3,509	36,500	36,550	5,161	4,609	39,500	39,550	5,811	5,059
30,550	30,600	4,151	3,718	33,550	33,600	4,501	3,518	36,550	36,600	5,174	4,618	39,550	39,600	5,824	5,068
30,600	30,650	4,159	3,724	33,600	33,650	4,509	3,524	36,600	36,650	5,188	4,624	39,600	39,650	5,838	5,074
30,650	30,700	4,168	3,731	33,650	33,700	4,518	3,531	36,650	36,700	5,199	4,631	39,650	39,700	5,849	5,081
30,700	30,750	4,174	3,739	33,700	33,750	4,524	3,539	36,700	36,750	5,211	4,639	39,700	39,750	5,861	5,089
30,750	30,800	4,181	3,748	33,750	33,800	4,531	3,548	36,750	36,800	5,224	4,648	39,750	39,800	5,874	5,098
30,800	30,850	4,189	3,754	33,800	33,850	4,539	3,554	36,800	36,850	5,238	4,654	39,800	39,850	5,888	5,104
30,850	30,900	4,198	3,761	33,850	33,900	4,548	3,561	36,850	36,900	5,249	4,661	39,850	39,900	5,899	5,111
30,900	30,950	4,204	3,769	33,900	33,950	4,554	3,569	36,900	36,950	5,261	4,669	39,900	39,950	5,911	5,119
30,950	31,000	4,211	3,778	33,950	34,000	4,561	3,578	36,950	37,000	5,274	4,678	39,950	40,000	5,924	5,128
31,000				34,000				37,000				40,000			
31,000	31,050	4,219	3,784	34,000	34,050	4,569	3,584	37,000	37,050	5,288	4,684	40,000	40,050	6,038	5,134
31,050	31,100	4,228	3,791	34,050	34,100	4,578	3,591	37,050	37,100	5,299	4,691	40,050	40,100	6,049	5,141
31,100	31,150	4,234	3,799	34,100	34,150	4,584	3,599	37,100	37,150	5,311	4,699	40,100	40,150	6,061	5,149
31,150	31,200	4,241	3,808	34,150	34,200	4,591	3,608	37,150	37,200	5,324	4,708	40,150	40,200	6,074	5,158
31,200	31,250	4,249	3,814	34,200	34,250	4,599	3,614	37,200	37,250	5,338	4,714	40,200	40,250	6,088	5,164
31,250	31,300	4,258	3,821	34,250	34,300	4,608	3,621	37,250	37,300	5,349	4,721	40,250	40,300	6,099	5,171
31,300	31,350	4,264	3,829	34,300	34,350	4,614	3,629	37,300	37,350	5,361	4,729	40,300	40,350	6,111	5,179
31,350	31,400	4,271	3,838	34,350	34,400	4,621	3,638	37,350	37,400	5,374	4,738	40,350	40,400	6,124	5,188
31,400	31,450	4,279	3,844	34,400	34,450	4,629	3,644	37,400	37,450	5,388	4,744	40,400	40,450	6,138	5,194
31,450	31,500	4,288	3,851	34,450	34,500	4,638	3,651	37,450	37,500	5,399	4,751	40,450	40,500	6,149	5,201
31,500	31,550	4,294	3,859	34,500	34,550	4,644	3,659	37,500	37,550	5,411	4,759	40,500	40,550	6,161	5,209
31,550	31,600	4,301	3,868	34,550	34,600	4,651	3,668	37,550	37,600	5,424	4,768	40,550	40,600	6,174	5,218
31,600	31,650	4,309	3,874	34,600	34,650	4,659	3,674	37,600	37,650	5,438	4,774	40,600	40,650	6,188	5,224
31,650	31,700	4,318	3,881	34,650	34,700	4,668	3,681	37,650	37,700	5,449	4,781	40,650	40,700	6,199	5,231
31,700	31,750	4,324	3,889	34,700	34,750	4,674	3,689	37,700	37,750	5,461	4,789	40,700	40,750	6,211	5,239
31,750	31,800	4,331	3,898	34,750	34,800	4,681	3,698	37,750	37,800	5,474	4,798	40,750	40,800	6,224	5,248
31,800	31,850	4,339	3,904	34,800	34,850	4,689	3,704	37,800	37,850	5,488	4,804	40,800	40,850	6,238	5,254
31,850	31,900	4,348	3,911	34,850	34,900	4,698	3,711	37,850	37,900	5,499	4,811	40,850	40,900	6,249	5,261
31,900	31,950	4,354	3,919	34,900	34,950	4,704	3,719	37,900	37,950	5,511	4,819	40,900	40,950	6,261	5,269
31,950	32,000	4,361	3,928	34,950	35,000	4,711	3,728	37,950	38,000	5,524	4,828	40,950	41,000	6,274	5,278

[Continued]

PROJECT 4 ACTIVITY

INCOME TAXES: TAKE-HOME ASSIGNMENT

For your project-based learning assignment, you will have a choice as to how you would like to demonstrate you have mastered filing income taxes.

CHOICE A

If you plan to file your personal taxes, you may show me your completed return for the 10-point assignment credit. Please recall that if you are uncomfortable with sharing personal information, you may make a copy and black out anything you don't want to share. I will not review the return for accuracy. I will simply make sure you have completed the form and filed a copy in your project binder.

CHOICE B

If you do not work or your parents claim you on their taxes and you don't plan to file a return, you will need to select and complete this option.

The scenario below indicates that you had a job and your parents claim you as a dependent, but you still need to file a tax return. You will need to complete a 1040A Federal Form (Student Handout 4E). This is very similar to the 1040EZ Form. Use the profile information below to complete the assignment.

PROFILE INFORMATION

Name: Monica Lindo

Employment: Full-time student, part-time registration assistant in ER

Marital status: Single

Spouse's name (if any): N/A

Children: None

U.S. citizen: Yes

Other: You live in the United States with your parents, who pay for all of the costs of maintaining the home. Your parents paid for your food, clothing, and tuition during this tax year. You paid for your books and transportation.

It's the end of the tax year. You receive your W-2 from your employer. You have earned \$4,821 from your job.

Note: Your employer is required to send your W-2 postmarked by January 31.

PROJECT 4 ACTIVITY: TAKE-HOME ASSIGNMENT (CONTINUED)

You have everything you need to file your taxes. You will be using Form 1040A and the W2 statement provided.

Don't get tripped up:

- Your parents will claim you as a dependent so do not check box 6a. Your total number of exemptions is zero.
- In the income section, you did not receive a 1099 Form so the only income to report is indicated on your W2.
- You **are** allowed to take the standard deduction even if your parents claim you.
- This scenario does not include tax credits. This area can be left blank or use a zero.
- When you have completed the tax assignment, you will then include either your actual tax forms or your sample tax forms in your binder.

PROJECT 4 RESOURCES

W-2

a Employee's social security number 222-00-5463		Safe, accurate, FAST! Use				Visit the IRS website at www.irs.gov/efile	
b Employer identification number (EIN) 10-5570912		1 Wages, tips, other compensation \$4,821.00		2 Federal income tax withheld \$47.00			
c Employer's name, address, and ZIP code ANYTOWN SAMARITAN EMERGENCY 5 CENTER CIRCLE ANYTOWN, US 10103		3 Social security wages \$4,821.00		4 Social security tax withheld \$202.48			
		5 Medicare wages and tips \$4,821.00		6 Medicare tax withheld \$69.90			
		7 Social security tips		8 Allocated tips			
d Control number		9		10 Dependent care benefits			
e Employee's first name and initial Last name Suff. MONICA L. LINDO 21 PECAN GROVE ANYTOWN, US 10103		11 Nonqualified plans		12a See instructions for box 12			
		13 Statutory <input type="checkbox"/> employee Retirement <input type="checkbox"/> plan Third-party <input type="checkbox"/> annuity		12b			
		14 Other		12c			
				12d			
f Employee's address and ZIP code							
15 State Employer's state ID number	16 State wages, tips, etc.	17 State income tax	18 Local wages, tips, etc.	19 Local income tax	20 Locality name		

Form **W-2** Wage and Tax Statement

2011

Department of the Treasury—Internal Revenue Service

Copy B—To Be Filed With Employee's FEDERAL Tax Return.
This information is being furnished to the Internal Revenue Service.

PROJECT 4 ACTIVITY

INCOME TAXES ESSAY

In a one- to two-page reflective essay, typed and double-spaced, answer the following questions. Make sure you proof the essay for grammar and word usage mistakes.

- Have you filed taxes before? If so, did you complete the forms or did you have someone do it for you?
- What thoughts do you have on the process? Did you find it difficult?
- After reading the text and class discussion, what are some ways you can keep more of your income?
- After practicing taxes in class, will you complete your taxes in the future?