

***The Tax Review* Income, Deductions, and Credits**

Learning Objectives / Table of Contents

Chapter

1 Dependents, Filing Status, and Credits

1-A Identify the requirements for an individual to be considered a dependent.

1-B Determine eligibility to claim Head of Household filing status.

1-C Determine eligibility to claim Qualifying Widow(er) filing status.

1-D Recognize a qualifying child for the Earned Income Credit (EIC).

1-E Identify a qualifying child for the Child Tax Credit.

2 Itemized Deductions

2-A Identify deductible medical expenses.

2-B Identify allowable deductions for state and local taxes.

2-C Determine the tax effects of gambling winnings and losses.

2-D Recognize job expenses that are deductible as miscellaneous itemized deductions.

2-E Recognize education expenses that are deductible as miscellaneous itemized deductions.

3 Education Expenses

3-A Choose the most beneficial option for claiming education expenses.

3-B Determine the taxability of distributions from education savings programs.

3-C Determine what savings bond interest can be excluded from income for education expenses.

3-D Determine the qualifications to claim the student loan interest deduction.

3-E Use Form 1098-T, *Tuition Statement*, to compute eligible expenses for education credits or deductions.

4 Investment Income

4-A Recognize the effect of Kiddie Tax rules on reporting a child's investment income.

4-B Classify interest as ordinary, tax-exempt, or obligations of the U.S. government.

4-C Classify dividends as qualified, not qualified, or return of cost.

4-D Compute the exclusion of gain on the sale of a principal residence.

4-E Recognize reporting requirements for the sale of a principal residence.