

4491-W-12 Sterling Refund Monitor TY2011

Filing Status: Married filing jointly

11-28-2011 v2-1

Errata – Fix before doing problem

Problem	Page	Location	Change From:	Change To:	Logic
Sterling	124	Note 4		Add after last sentence: He did not receive a 1099-B for this transaction.	Need information to assign code on Cap Gn Wkt (and assign to correct 8949 worksheet)
	124	Note 8	Their combined AGI for 2008 was \$36,390, for 2009 was \$36,510 and for 2010 was \$36,605.	Their combined AGI (taxable SS benefits) for 2008 was \$36,391 (\$4,126), for 2009 was \$36,511 (\$4,166), and for 2010 was \$36,605 (\$4,197).	Need taxable portion of benefits to complete Lump Sum Worksheets.
	124	Note 9		New Note: The Sterlings did not have any involvement with foreign accounts or financial institutions.	

Step	TP Form/ Note(s)	TW Form	Payee/Name	Fed 37 AGI	Fed 74/76 Refund	4012 page	Notes
1	Intake etc. Note 2 Note 5	Main Info Prep Use				B-1 1-8	Hint: Use 4012 to find Filing Status
2	1099-INT	Interest Stmt	Chapman Federal S & L	125	0	2-5	
3	1099-INT	Interest Stmt	New City Bank	1,990	0	2-5	
4	1099-DIV	Dividend Stmt 1116 Pg 1	Bridgeport Fund	2,222	0	2-6 5-2	Hint: Add Form 1116 if not already in tree
5	1099-R Note 1	1099R	Averell Pension Fund	20,620	1,715	2-17	Hint: Use Simplified Method to calculate taxable portion Q: What did you put on line 5 of the Simplified Method worksheet? (A: Should be 681)
6	1099-R	1099R	Scripps Investment Partners	32,413	2,184	2-17	
7	SSA-1099	1040 Wkt1 Scratch Pad	Social Security – SP	43,246	1,046	2-19 2-20	BP: Put in whole amount - (Deal with Lump Sum issue later) BP: Use Scratch Pad for Medicare
8	SSA-1099	1040 Wkt1 Scratch Pad	Social Security – TP	50,034	576	2-19	BP: Use Scratch Pad for Medicare

Step	TP Form/ Note(s)	TW Form	Payee/Name	Fed 37 AGI	Fed 74/76 Refund	4012 page	Notes
9	Note 4	Cap Gn Wkt 8949 Pg 2	Chapman stock sale	71,844	(924)	2-10	BP: Resolve 8949 at same time
10	Note 5	1040 Pg 1	Still red – resolve	71,844	(924)		
11	Note 5	1040 Pg 2	Still red – resolve	71,844	(924)		Hint: Assume no foreign stuff
12	Note 9	Sch B	Still red – resolve	71,844	(924)		Hint: Assume no foreign stuff
13		Diagnostics Sch EIC		71,844	(924)		Hint: Fix Sch EIC if you checked EIC box on Main Info for Samantha
14		Diagnostics		71,844	(924)		No errors
15	Note 8	1040 Wkt1 Lump Sum Wkt Lump Sum Wkt Lump Sum Wkt	Lump Sum Election	67,984	(347)	2-20	Hint: Would not need to deal with Lump Sum Election if SS not taxable Hint: See Special Topic document on TY2011 Preparer page
16		Diagnostics		67,984	(347)		No errors
17		Create e-file		67,984	(347)		E-file created successfully
18				67,984	(347)		Ask your mentor for Quality Review

Values with pink background – changed from previous

Click on links in TW Form column to see screen shot of completed TWO form (you may need to click on the picture to enlarge it)

[Printed return – click here](#)

[Printable version of this page – click here](#)

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