

Name _____

Taxes & Your Paycheck

Directions: Fill in the blanks and complete the following terms to receive full credit.

Income Tax

-Paid on your _____ and collected at the _____ and _____ level.

-Used to fund:



-Alaska, Florida, Nevada, S. Dakota, Texas, Washington, and Wyoming have no _____ tax. New Hampshire and Tennessee limit their state income taxes to only _____ and _____. These raise primary _____ through alternate taxation methods, such as higher _____ tax.

Sales Tax

The following states have no sales tax: Alaska, Delaware, Montana, New Hampshire and Oregon. In Minnesota sales tax on _____ & _____ is exempt.

*How does Alaska operate with no Income or Sales Tax?

Property Tax:

-used to fund

Excise Tax (sin tax):

What is the difference between the Benefit Principle vs. Ability to Pay Principle?

Tax Forms (define each)

W2:

W4:

1040EZ:

1099INT

Allowance

Do you claim 0 or 1? Which one is an interest free loan to the government?

Deductions:

-examples:

Taxable Income:

Name _____

Use the following information to complete your W-4 and 1040 EZ Form:

Your Name & Address

Employer: Systems Technology Corp., 494 Halo Drive, Palo Alto, CA 90256

Employer ID#: 94-18643

2010 Wages: 35,190

Federal Income tax withheld: 5,578.60

State Income tax withheld: 2.10

Taxable Interest: \$200.40

Complete questions 1-4 on page 171

AND

1-19 on page 187

|

Form
1040EZ

Department of the Treasury—Internal Revenue Service

**Income Tax Return for Single and
Joint Filers With No Dependents (99) 2003**

OMB No. 1545-0675

Label(See page 12.)
**Use the IRS
label.**
Otherwise,
please print
or type.**Presidential
Election
Campaign**
(page 12)L
A
B
E
L

H
E
R
E

Your first name and initial

Last name

If a joint return, spouse's first name and initial

Last name


Home address (number and street). If you have a P.O. box, see page 12.

Apt. no.

City, town or post office, state, and ZIP code. If you have a foreign address, see page 12.

Your social security number

Spouse's social security number

▲ Important! ▲You **must** enter your
SSN(s) above.**Note.** Checking "Yes" will not change your tax or reduce your refund.Do you, or your spouse if a joint return, want \$3 to go to this fund? 

You

Spouse

☐ Yes ☐ No ☐ Yes ☐ No**Income****Attach
Form(s) W-2
here.**
Enclose, but
do not attach,
any payment.**Note.** You
must check
Yes or No.**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 page 14).


3

4 Add lines 1, 2, and 3. This is your **adjusted gross income**.

4

5 Can your parents (or someone else) claim you on their return?**Yes.** Enter amount from
☐ worksheet on back.**No.** If **single**, enter \$7,800.
If **married filing jointly**, enter \$15,600.
See back for explanation.

5

6 Subtract line 5 from line 4. If line 5 is larger than line 4, enter -0-.
This is your **taxable income**. 

6

**Payments
and tax****7** Federal income tax withheld from box 2 of your Form(s) W-2.

7

8 Earned income credit (EIC).

8

9 Add lines 7 and 8. These are your **total payments**. 



9

10 **Tax.** Use the amount on **line 6** above to find your tax in the tax table on pages
24–28 of the booklet. Then, enter the tax from the table on this line.


10

RefundHave it directly
deposited! See
page 19 and fill
in 11b, 11c,
and 11d.**11a** If line 9 is larger than line 10, subtract line 10 from line 9. This is your **refund**. 

11a

 **b** Routing number **c** Type: ☐ Checking ☐ Savings **d** Account number**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 page 20. 

12

**Third party
designee**Do you want to allow another person to discuss this return with the IRS (see page 20)? ☐ **Yes.** Complete the following. ☐ **No**Designee's
name Phone
no.  ()Personal identification
number (PIN) **Sign
here**Joint return?
See page 11.
Keep a copy
for your
records.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

Spouse's signature. If a joint return, **both** must sign.

Date


Spouse's occupation

**Paid
preparer's
use only**Preparer's
signature 

Date

Check if
self-employed ☐

Preparer's SSN or PTIN

Firm's name (or
yours if self-employed),
address, and ZIP code 

EIN

Phone no. ()