

***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 the changes to the mortgage interest deduction under the Tax Cuts and Jobs Act.
- 2-E** Calculate the amount of investment interest that is deductible.

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** Compute 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 and Sale of Home

- 4-A** Recognize the Kiddie Tax rates under the Tax Cuts and Jobs Act.
- 4-B** Recognize interest as ordinary, tax-exempt, or obligations of the U.S. government.
- 4-C** Classify dividends as ordinary, qualified, or as a nondividend distribution.
- 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.