



FEDERAL INCOME TAX ACCOUNTING (140)

—Post-secondary—

REGIONAL – 2019

Multiple Choice & Short Answer Section:

Multiple Choice (20 @ 2 points each) _____ (40 points)

Production Portion:

Job 1: Taxable Income Calculation _____ (15 points)

Job 2: AGI, Tax Liability, and Due/Refund _____ (33 points)

TOTAL POINTS _____ ***(88 points)***

Graders: Please double check and verify all scores and answer keys!



General Instructions

You have been hired as a Financial Assistant and will be keeping the accounting records for Professional Business Associates, located at 5454 Cleveland Avenue, Columbus, Ohio 43231. Professional Business Associates provides accounting and other financial services for clients. You will complete jobs for Professional Business Associates' own accounting records, as well as for clients.

Your name and/or school name should NOT appear on any work you submit for grading. Write your contestant number in the provided space. Staple all pages in order before you turn in your test.

Assumptions to make when taking this assessment:

This test is using 2017 Federal Income Tax Laws.



MULTIPLE CHOICE

1. C
2. B
3. D
4. A
5. C
6. C
7. D
8. B
9. B
10. A
11. B
12. C
13. D
14. A
15. D
16. B
17. D
18. C
19. B
20. A

Part 2

PROBLEM #1 KEY: 15 Points Total

1. Brown \$29,720 (deductions = 6,350 + 4,050)
2. Horton \$54,650 (deductions = 12,700 + 20,250)
3. Klinger \$50,740 (deductions = 10,900 + 8,100)
4. Belinger \$121,620 (deductions = 6,350 + 12,150)
5. James \$42,160 (deductions = 12,450 + 8,100)



PROBLEM #2 KEY: 33 Points Total

1. What is the amount on line 7 of the 1040? **\$93,568**
2. What is the amount on line 21 of the 1040? **\$230**
3. What is the amount on line 22 of the 1040? **\$93,926**
4. What is the amount on line 36 of the 1040? **\$2,050**
5. What is the amount on line 37 of the 1040? **\$91,876**
6. What is the amount on line 43 of the 1040? **\$62,976**
7. What is the amount on line 44 of the 1040? **\$8,514**
8. What is the amount on line 56 of the 1040? **\$6,514**
9. What is the amount on line 74 of the 1040? **\$7,100**
10. What is the amount on line 75 of the 1040? **\$586**
11. What is the amount on line 78 of the 1040? **\$0**