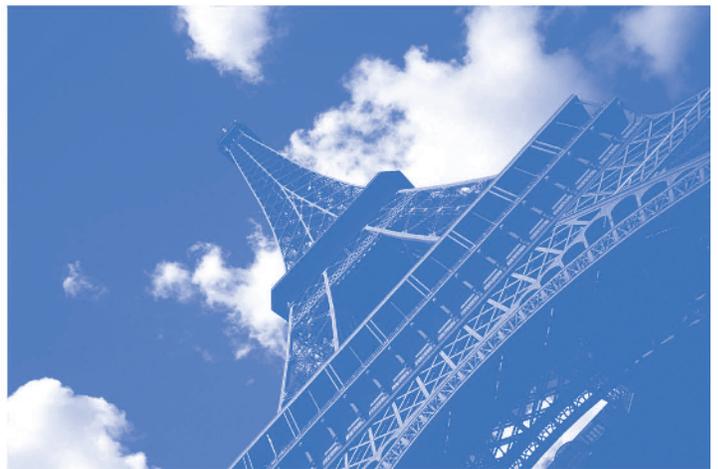
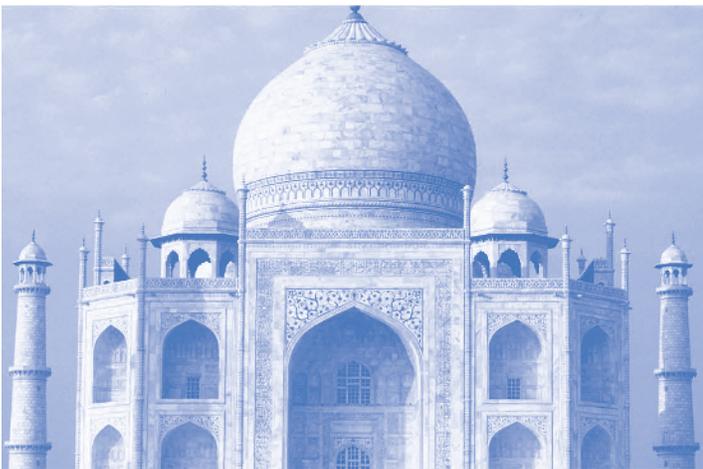
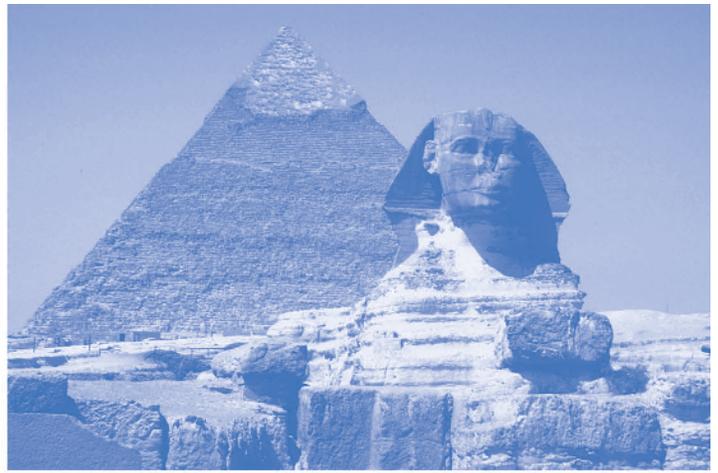




# 4704FS

## VITA/TCE Foreign Student and Scholar Test **2011 RETURNS**

Volunteer Income Tax Assistance (VITA) / Tax Counseling for the Elderly (TCE)



Take your VITA/TCE training online at [www.irs.gov](http://www.irs.gov) (keyword: Link and Learn Taxes) with online testing, immediate scoring, feedback and more. Gain experience using the Electronic Software Practice Lab!

### How to Get Technical Updates?

Updates to the volunteer training materials will be contained in Publication 4491X, VITA/TCE Training Supplement mid-December. To access this publication, in the upper right hand corner of [www.irs.gov](http://www.irs.gov), type in "Pub 4491X" in the search field.

During the tax season Volunteer Tax Alerts will be issued periodically. Type "volunteer alerts", in the search field to access all tax alerts.



### Volunteer Standards of Conduct

#### VITA/TCE Programs

The mission of the VITA/TCE return preparation programs is to assist eligible taxpayers in satisfying their tax responsibilities by providing free tax return preparation. To establish the greatest degree of public trust, volunteers are required to maintain the highest standards of ethical conduct and provide quality service.

All VITA/TCE volunteers must complete the Volunteer Standards of Conduct Training and sign Form 13615, Volunteer Standards of Conduct Agreement prior to working at a VITA/TCE site. In addition, return preparers, quality reviewers, and VITA/TCE tax law instructors must certify in tax law prior to signing this form. This form is not valid until the site coordinator, sponsoring partner, instructor, or IRS contact confirms the volunteer's identity and signs the form.

As a volunteer participant in the VITA/TCE Programs, I will:

- 1) Follow the Quality Site Requirements (QSR).
- 2) Not accept payment or solicit donations for federal or state tax return preparation.
- 3) Not solicit business from taxpayers I assist or use the knowledge I gained (their information) about them for any direct or indirect personal benefit for me or any other specific individual.
- 4) Not knowingly prepare false returns.
- 5) Not engage in criminal, infamous, dishonest, notoriously disgraceful conduct, or any other conduct deemed to have a negative effect on the VITA/TCE Programs.
- 6) Treat all taxpayers in a professional, courteous, and respectful manner.

Failure to comply with these standards could result in, but is not limited to, the following:

- Removal from the VITA/TCE Programs and inclusion on volunteer registry;
- Deactivation of your Partner's VITA/TCE EFIN (electronic ID number);
- Removal of all IRS products, supplies, loaned equipment, and taxpayer information;
- Termination of the sponsoring organizations partnership with IRS;
- Termination of sponsoring organization grant funds; and
- Subjection to criminal investigations.

Tax Wise® is a copyrighted software program owned by CCH Small Firm Services (CCH). All screen shots that appear throughout the official Volunteer Income Tax Assistance (VITA) and Tax Counseling for the Elderly (TCE) training materials are used with the permission of CCH. The screen shots used in this publication—or any other screen shots from Tax Wise or its affiliated programs—may not be extracted, copied, or distributed without written approval from the IRS SPEC Office of Education and Product Development.

### Confidentiality Statement:

**All tax information you receive from taxpayers in your VOLUNTEER capacity is strictly confidential and should not, under any circumstances, be disclosed to unauthorized individuals.**



## 2011 VITA/TCE Foreign Student Test for Volunteers

Welcome to the Link & Learn Taxes Foreign Student Test. The test requires you to prepare seven tax returns using Form 1040NR, Form 1040NR-EZ and/or Form 8843 and then answer 60 online questions. You must successfully complete the test at an overall 80% proficiency to earn VITA/TCE certification.

The test is divided into three parts:

Part 1 – You must answer 14 of the 17 questions correctly.

Part 2 – You must answer 17 of the 21 questions correctly.

Part 3 – You must answer 18 of the 22 questions correctly.

Part 1 consists of 13 true/false questions and 4 scenario-based multiple choice questions on determining residency status and Form 8843.

Part 2 consists of 7 true/false and 14 scenario-based multiple choice questions on taxability of income and Form 1040NR-EZ.

Part 3 consists of 6 multiple choice or true/false questions and 16 scenario-based multiple choice questions on taxability of income, Form 1040NR, and Form 843.

In all three parts of the test, the scenarios require you to complete applicable tax forms to answer the multiple choice questions.

Please complete this test on your own for an accurate assessment of your skills and knowledge. You may use any reference materials available to you as a volunteer to complete this test.

*Volunteers who use tax preparation software to complete the test need to make sure they are using the final 2011 version.*

# Test Answer Sheet

Name \_\_\_\_\_

Record all your answers on this tear-out page. Your Instructor will tell you where to send your Test Answer Sheet for grading. Be sure to complete and sign the Form 13615, Volunteer Agreement.

**Privacy Act Notice**

The Privacy Act of 1974 requires that when we ask for information we tell you our legal right to ask for the information, why we are asking for it, and how it will be used. We must also tell you what could happen if we do not receive it, and whether your response is voluntary, required to obtain a benefit, or mandatory.

Our legal right to ask for information is 5 U.S.C. 301.

We are asking for this information to assist us in contacting you relative to your interest and/or participation in the IRS volunteer income tax preparation and outreach programs. The information you provide may be furnished to others who coordinate activities and staffing at volunteer return preparation sites or outreach activities. The information may also be used to establish effective controls, send correspondence and recognize volunteers.

Your response is voluntary. However, if you do not provide the requested information, the IRS may not be able to use your assistance in these programs.

Question	Answer
<b>Part 1, Residency Status</b>	
1	
2	
3	
4	
5	
6	
7	
8	
9	
10	
11	
12	
13	
<b>Part 1, Scenario 1</b>	
14	
15	
16	
17	
Total Answers Correct: _____	
Total Questions: 17	
<b>Passing Score: 14 of 17</b>	

Question	Answer
<b>Part 2, Taxability of Income</b>	
18	
19	
20	
21	
22	
23	
24	
<b>Part 2, Scenario 1</b>	
25	
26	
27	
28	
29	
<b>Part 2, Scenario 2</b>	
30	
31	
32	
33	
34	
<b>Part 2, Scenario 3</b>	
35	
36	
37	
38	
Total Answers Correct: _____	
Total Questions: 21	
<b>Passing Score: 17 of 21</b>	

Question	Answer
<b>Part 3, Form 1040NR</b>	
39	
40	
41	
42	
43	
44	
<b>Part 3, Scenario 1</b>	
45	
46	
47	
48	
49	
50	
<b>Part 3, Scenario 2</b>	
51	
52	
53	
54	
55	
56	
<b>Part 3, Scenario 3</b>	
57	
58	
59	
60	
Total Answers Correct: _____	
Total Questions: 22	
<b>Passing Score: 18 of 22</b>	

## Part 1 – Residency Status and Form 8843

---

### Introduction

Part 1 of the VITA/TCE certification Foreign Student test covers determining residency status and Form 8843. It consists of 13 true/false questions and 4 scenario-based multiple choice questions.

Allow approximately 20 minutes to complete this segment.

1. Anya arrived in the United States on August 1, 2011 in F-1 immigration status. She had never been to the United States before and she did not change immigration status during 2011. For federal income tax purposes, Anya is a nonresident alien for 2011.
  - A. True
  - B. False
2. Kei came to the United States in 2004 in F-1 immigration status to study engineering. He has not left the country nor has he changed immigration status. For federal income purposes, Kei is a resident for 2011.
  - A. True
  - B. False
3. Miguel is a visiting professor at the local university. He entered the United States in J-1 immigration status on May 18, 2010. For federal income tax purposes, Miguel is a resident alien for 2011.
  - A. True
  - B. False
4. Dina served as a visiting scholar from August 2008 through May 2009. In April of 2011, Dina returned to the United States and served another year as a visiting scholar. For federal income tax purposes, Dina is a resident for 2011.
  - A. True
  - B. False
5. Hans came to the United States in F-2 immigration status on July 11, 2011. He has not changed his immigration status. For federal income tax purposes, Hans is a nonresident alien for 2011.
  - A. True
  - B. False
6. Celina is an F-1 student who has been in the United States since August 6, 2008. Celina does not need to file Form 8843 for 2011.
  - A. True
  - B. False

7. Devesh is an F-1 student from India who has been in the United States since June 21, 2005. Devesh does not need to file Form 8843 for 2011.
- A. True
  - B. False
8. Kimberly is the wife of Albert who is an F-1 student. Kimberly has been in F-2 immigration status since her arrival on December 14, 2011. Kimberly needs to file Form 8843 for 2011.
- A. True
  - B. False
9. Kimberly and Albert from Question 8 have a child who is with them in F-2 status. Kimberly and Albert do not need to file Form 8843 for their child.
- A. True
  - B. False
10. Jasmine is an F-1 student and her husband, Carlton is also an F-1 student. They have a daughter who was born in the United States. Jasmine and Carlton do not need to file a Form 8843 for their daughter.
- A. True
  - B. False
11. Manfred is from Germany and is a Ph.D. student in biology who is going to defend his dissertation in April. He arrived in the U.S. as a student on July 13, 2004. Manfred is a resident alien for tax purposes.
- A. True
  - B. False
12. Manoj is a senior majoring in computer science. He is in the U.S under an F-1 visa from India. He transferred from an Indian school and arrived in the US on August 12, 2009. Manoj worked in a lab on campus and as a summer intern for a company in New York. He will graduate in May, 2012. The company issued him Form 1099-MISC.
- For tax purposes, Manoj must be a resident alien since the company issued him a Form 1099-MISC.
- A. True
  - B. False

13. Novita is an undergraduate from Indonesia who first arrived in the U.S. under an F-1 visa on August 10, 2011. She does not have a TIN and she did not work nor receive a scholarship in 2011.

Novita must file Form 8843. Since she is only required to file Form 8843, she has until June 15, 2011 to file the form.

- A. True
- B. False

### **Part 1, Scenario 1: Tao X. Ku**

---

Use the following information to prepare Form 8843.

Tao X. Ku, came to the U.S. to study on August 15, 2011, under an F-1 visa. His passport number is 4682936 and it was issued by his home country of Singapore. His home address is 5466 Elm St., Singapore. His address at school is Metro College, 401 Metro St., Summit Hall, Chicago, IL 60000.

Tao is attending Metro Community College, 401 Metro Street, Chicago, IL 60000, telephone 312-555-XXXX. His specialized program is nursing and the director is Professor Doris P. Doll, also at 401 Metro Street, Chicago, IL 60000, telephone 312-555-XXXX ext. 1267.

Tao has not taken steps to apply for permanent residency. Tao had no income, so he is not required to file any other tax forms.

After completing the required tax form, review the scenario and resource materials, and answer each of the test questions.

**Statement for Exempt Individuals and Individuals With a Medical Condition**  
**For use by alien individuals only.**

Department of the Treasury  
Internal Revenue Service

For the year January 1—December 31, 2011, or other tax year  
beginning \_\_\_\_\_, 2011, and ending \_\_\_\_\_, 20\_\_\_\_\_.

Attachment  
Sequence No. **102**

Your first name and initial \_\_\_\_\_

Last name \_\_\_\_\_

Your U.S. taxpayer identification number, if any \_\_\_\_\_

**Fill in your addresses only if you are filing this form by itself and not with your tax return**

Address in country of residence \_\_\_\_\_

Address in the United States \_\_\_\_\_

**Part I General Information**

- 1a Type of U.S. visa (for example, F, J, M, Q, etc.) and date you entered the United States ▶ \_\_\_\_\_
- b Current nonimmigrant status and date of change (see instructions) ▶ \_\_\_\_\_
- 2 Of what country were you a citizen during the tax year? \_\_\_\_\_
- 3a What country issued you a passport? \_\_\_\_\_
- b Enter your passport number ▶ \_\_\_\_\_
- 4a Enter the actual number of days you were present in the United States during:  
2011 \_\_\_\_\_ 2010 \_\_\_\_\_ 2009 \_\_\_\_\_
- b Enter the number of days in 2011 you claim you can exclude for purposes of the substantial presence test ▶ \_\_\_\_\_

**Part II Teachers and Trainees**

- 5 For teachers, enter the name, address, and telephone number of the academic institution where you taught in 2011 ▶ \_\_\_\_\_
- 6 For trainees, enter the name, address, and telephone number of the director of the academic or other specialized program you participated in during 2011 ▶ \_\_\_\_\_
- 7 Enter the type of U.S. visa (J or Q) you held during: ▶ 2005 \_\_\_\_\_ 2006 \_\_\_\_\_  
2007 \_\_\_\_\_ 2008 \_\_\_\_\_ 2009 \_\_\_\_\_ 2010 \_\_\_\_\_. If the type of visa you held during any of these years changed, attach a statement showing the new visa type and the date it was acquired.
- 8 Were you present in the United States as a teacher, trainee, or student for any part of 2 of the 6 prior calendar years (2005 through 2010)?  Yes  No  
If you checked the "Yes" box on line 8, you cannot exclude days of presence as a teacher or trainee unless you meet the *Exception* explained on page 3.

**Part III Students**

- 9 Enter the name, address, and telephone number of the academic institution you attended during 2011 ▶ \_\_\_\_\_
- 10 Enter the name, address, and telephone number of the director of the academic or other specialized program you participated in during 2011 ▶ \_\_\_\_\_
- 11 Enter the type of U.S. visa (F, J, M, or Q) you held during: ▶ 2005 \_\_\_\_\_ 2006 \_\_\_\_\_  
2007 \_\_\_\_\_ 2008 \_\_\_\_\_ 2009 \_\_\_\_\_ 2010 \_\_\_\_\_. If the type of visa you held during any of these years changed, attach a statement showing the new visa type and the date it was acquired.
- 12 Were you present in the United States as a teacher, trainee, or student for any part of more than 5 calendar years?  Yes  No  
If you checked the "Yes" box on line 12, you must provide sufficient facts on an attached statement to establish that you do not intend to reside permanently in the United States.
- 13 During 2011, did you apply for, or take other affirmative steps to apply for, lawful permanent resident status in the United States or have an application pending to change your status to that of a lawful permanent resident of the United States?  Yes  No
- 14 If you checked the "Yes" box on line 13, explain ▶ \_\_\_\_\_

**Part IV Professional Athletes**

**15** Enter the name of the charitable sports event(s) in the United States in which you competed during 2011 and the dates of competition ▶ \_\_\_\_\_  
 \_\_\_\_\_

**16** Enter the name(s) and employer identification number(s) of the charitable organization(s) that benefited from the sports event(s) ▶ \_\_\_\_\_  
 \_\_\_\_\_

**Note.** You must attach a statement to verify that all of the net proceeds of the sports event(s) were contributed to the charitable organization(s) listed on line 16.

**Part V Individuals With a Medical Condition or Medical Problem**

**17a** Describe the medical condition or medical problem that prevented you from leaving the United States ▶ \_\_\_\_\_  
 \_\_\_\_\_

**b** Enter the date you intended to leave the United States prior to the onset of the medical condition or medical problem described on line 17a ▶ \_\_\_\_\_

**c** Enter the date you actually left the United States ▶ \_\_\_\_\_

**18 Physician's Statement:**

I certify that \_\_\_\_\_  
 Name of taxpayer

was unable to leave the United States on the date shown on line 17b because of the medical condition or medical problem described on line 17a and there was no indication that his or her condition or problem was preexisting.

\_\_\_\_\_  
 Name of physician or other medical official

\_\_\_\_\_  
 Physician's or other medical official's address and telephone number

\_\_\_\_\_  
 Physician's or other medical official's signature

\_\_\_\_\_  
 Date

**Sign here only if you are filing this form by itself and not with your tax return**

Under penalties of perjury, I declare that I have examined this form and the accompanying attachments, and, to the best of my knowledge and belief, they are true, correct, and complete.

▶ \_\_\_\_\_ ▶ \_\_\_\_\_  
 Your signature Date

Form **8843** (2011)

## Part 1, Scenario 1: Tao X. Ku Test Questions

---

### Directions

To answer the following multiple choice questions, refer to the Form 8843 you completed for Tao X. Ku.

14. What information should be entered on line 1b?
  - A. F-1, January 1, 2011
  - B. F-1, August 15, 2011
  - C. F-1
  - D. Leave blank
  
15. What are the number of days listed on line 4b.
  - A. 365
  - B. 139
  - C. 0
  
16. What sections will Tao need to complete?
  - A. Part I only
  - B. Parts III only
  - C. Parts I and III
  - D. Parts I, II and III
  
17. What is the due date of Tao's Form 8843 for tax year 2011?
  - A. April 17, 2012
  - B. April 15, 2012
  - C. June 15, 2012
  - D. October 15, 2012

## Part 2 – Taxability of Income and Form 1040NR-EZ

---

### Introduction

This second segment of the VITA/TCE certification test includes 7 true/false and 14 scenario-based multiple choice questions on taxability of income and Form 1040NR-EZ.

Allow approximately 45 minutes to complete this segment.

- 18.** DeBorah, a degree candidate in the United States under a J-1 student visa, received a tuition waiver from the university. She did not have to perform any services to get this waiver. This waiver is not taxable.

  - A. True
  - B. False
  
- 19.** Devin received \$419 of interest on his personal bank account. He is an international student from Ireland on an F-1 visa. He arrived in the United States in 2010. Patrick's interest income is taxable.

  - A. True
  - B. False
  
- 20.** Darrien has a teaching assistantship under a J-1 visa. The school reports his wages of \$6,250 on Form W-2. Darrien does not need to include this income on his tax return.

  - A. True
  - B. False
  
- 21.** Miya is a J-1 student from the People's Republic of China. She earned \$3,550 in wages in 2011. Her wages are reported to her on Form 1042-S (box 1, Income Code 19). Miya will have to pay tax on her wages.

  - A. True
  - B. False
  
- 22.** Thandiwe is an international student from South Africa. She earned \$12 of dividend income on her investment in the U.S. stock market. Thandiwe must report this income on her tax return.

  - A. True
  - B. False
  
- 23.** Stephen is on the tennis team and in the U.S. under an F-1 visa from Argentina. He arrived on August 7, 2011 on a full athletic scholarship that includes payments for his room and board. Stephen has received a 1042-S (box 1, code 15 and box 2, \$8,000). The amount of his scholarship for room and board is taxable.

  - A. True
  - B. False

24. Samuel is in the U.S. under an F-1 visa. He arrived from Ghana on August 6, 2011. Samuel worked in the library and earned \$1,600 in wages and had income tax withholding of \$160. Samuel just needs to file Form 8843 and is not required to file Form 1040NR-EZ. He needs to go back to his employer to get a refund of the federal income taxes withheld.
- A. True
  - B. False

## Part 2, Scenario 1: Marte Krause

---

Use the following information to prepare Form 1040NR-EZ.

Marte Krause, a citizen of Germany, came to the United States on an F-1 visa (number 3344123344) on August 1, 2010.

She has remained in the country since then and is a full-time student at the local university. Marte, born April 15, 1990, is single. She began working at the university on January 3, 2011. She filed the proper withholding and treaty forms with the university payroll office before beginning her job.

Marte's address in Germany is 420 East Court, Any City, Germany. If she is entitled to a refund, she wants it mailed to her. She doesn't want to designate anyone to discuss her return with the IRS. She did not take any affirmative steps to apply for permanent residence in the U.S. She will not be taxed in her home country on her U.S. income.

Using the following information (Form 1042-S and Form W-2), complete Marte's federal income tax return. (Marte would also need to file Form 8843, but assume that she has already completed that on her own.)

After completing the required tax form, review the scenario and resource materials, and answer each of the test questions.

a Employee's social security number <b>XXX-XX-XXXX</b>		OMB No. 1545-0008		Safe, accurate, FAST! Use 		Visit the IRS website at www.irs.gov/efile	
b Employer identification number (EIN) <b>XX-XXXXXX</b>				1 Wages, tips, other compensation <b>3,580.00</b>		2 Federal income tax withheld <b>306.00</b>	
c Employer's name, address, and ZIP code <b>STATE UNIVERSITY 122 MAIN STREET TOWN, NEW YORK 14200</b>				3 Social security wages		4 Social security tax withheld	
				5 Medicare wages and tips		6 Medicare tax withheld	
				7 Social security tips		8 Allocated tips	
d Control number				9		10 Dependent care benefits	
e Employee's first name and initial Last name <b>MARTE KRAUSE 233 MAIN STREET GERMAN HALL TOWN, NEW YORK 14200</b>				11 Nonqualified plans		12a See instructions for box 12	
				13 Statutory employee Retirement plan Third-party sick pay <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>		12b	
				14 Other		12c	
						12d	
f Employee's address and ZIP code							
15 State Employer's state ID number <b>NY XX-XXXXXXX</b>		16 State wages, tips, etc. <b>3,580.00</b>		17 State income tax <b>79.00</b>		18 Local wages, tips, etc.	
				19 Local income tax		20 Locality name	

Form **W-2** Wage and Tax Statement

**2011**

Department of the Treasury—Internal Revenue Service

Copy B—To Be Filed With Employee's FEDERAL Tax Return.  
This information is being furnished to the Internal Revenue Service.

Form <b>1042-S</b>		<b>Foreign Person's U.S. Source Income Subject to Withholding</b>		<b>2011</b>		OMB No. 1545-0096	
Department of the Treasury Internal Revenue Service		<input type="checkbox"/> AMENDED <input type="checkbox"/> PRO-RATA BASIS REPORTING		Copy B for Recipient			
1 Income code <b>19</b>		2 Gross income <b>9,000</b>		3 Withholding allowances <b>0</b>		4 Net income <b>0</b>	
5 Tax rate		6 Exemption code <b>04</b>		7 Federal tax withheld <b>0</b>		8 Withholding by other agents	
9 Total withholding credit		10 Amount repaid to recipient		11 Withholding agent's EIN <input checked="" type="checkbox"/> EIN <input type="checkbox"/> QI-EIN <b>XX-XXXXXX</b>		12 Withholding agent's name <b>STATE UNIVERSITY</b>	
13 Recipient's U.S. TIN, if any <input checked="" type="checkbox"/> SSN or ITIN <input type="checkbox"/> EIN <input type="checkbox"/> QI-EIN <b>XXX-XX-XXXX</b>		14 Recipient's foreign tax identifying number, if any		15 Recipient's foreign tax identifying number, if any		16 Country code	
17 NQI's/FLOW-THROUGH ENTITY'S name <b>STATE UNIVERSITY</b>		18 Country code		19a NQI's/Entity's address (number and street) <b>122 MAIN STREET</b>		19b Additional address line (room or suite no.)	
19c City or town, province or state, country, ZIP or foreign postal code <b>TOWN, NY 14200</b>		20 NQI's/Entity's U.S. TIN, if any		21 PAYER'S name and TIN (if different from withholding agent's)		22 Recipient account number (optional)	
23 State income tax withheld <b>0</b>		24 Payer's state tax no. <b>XX-XXXXXX</b>		25 Name of state <b>NY</b>			

For Privacy Act and Paperwork Reduction Act Notice, see page 17 of the separate instructions. Cat. No. 11386R Form 1042-S (2011)



**Schedule OI- Other Information** (see instructions)  
Answer all questions

**A** Of what country or countries were you a citizen or national during the tax year? .....

**B** In what country did you claim residence for tax purposes during the tax year? .....

**C** Have you ever applied to be a green card holder (lawful permanent resident) of the United States? . . . . .  **Yes**  **No**

**D** Were you ever:  
**1.** A U.S. citizen? . . . . .  **Yes**  **No**  
**2.** A green card holder (lawful permanent resident) of the United States? . . . . .  **Yes**  **No**  
 If you answer "Yes" to **(1)** or **(2)**, see Pub. 519, chapter 4, for expatriation rules that may apply to you.

**E** If you had a visa on the last day of the tax year, enter your visa type. If you did not have a visa, enter your U.S. immigration status on the last day of the tax year. ....

**F** Have you ever changed your visa type (nonimmigrant status) or U.S. immigration status? . . . . .  **Yes**  **No**  
 If you answered "Yes," indicate the date and nature of the change. ▶ .....

**G** List all dates you entered and left the United States during 2011 (see instructions).  
**Note.** If you are a resident of Canada or Mexico AND commute to work in the United States at frequent intervals, **check the box for Canada or Mexico** and skip to item H . . . . .  **Canada**  **Mexico**

Date entered United States mm/dd/yy	Date departed United States mm/dd/yy	Date entered United States mm/dd/yy	Date departed United States mm/dd/yy

**H** Give number of days (including vacation, nonworkdays, and partial days) you were present in the United States during 2009 ....., 2010 ....., and 2011 .....

**I** Did you file a U.S. income tax return for any prior year? . . . . .  **Yes**  **No**  
 If "Yes," give the latest year and form number you filed ▶ .....

**J** Income Exempt from Tax—If you are claiming exemption from income tax under a U.S. income tax treaty with a foreign country, complete (1) and (2) below. See Pub. 901 for more information on tax treaties.

**1.** Enter the name of the country, the applicable tax treaty article, the number of months in prior years you claimed the treaty benefit, and the amount of exempt income in the columns below. Attach Form 8833 if required (see instructions).

(a) Country	(b) Tax treaty article	(c) Number of months claimed in prior tax years	(d) Amount of exempt income in current tax year

**(e) Total.** Enter this amount on Form 1040NR-EZ, line 6. Do not enter it on line 3 or line 5 . . . . .  
**2.** Were you subject to tax in a foreign country on any of the income shown in 1(d) above? . . . . .  **Yes**  **No**

## Part 2, Scenario 1: Marte Krause Test Questions

---

### Directions

To answer the following multiple choice questions, refer to the Form 1040NR-EZ you completed for Marte Krause.

- 25.** What amount is entered on line 3 of Form 1040NR-EZ?
- A. \$3,580
  - B. \$9,000
  - C. Marte does not need to report her wages from Form W-2
- 26.** What amount is entered on line 10 of Form 1040NR-EZ?
- A. \$5,580
  - B. \$3,580
  - C. \$0
  - D. \$3,501
- 27.** What amount is entered on line 15 of Form 1040NR-EZ?
- A. \$1
  - B. \$3,580
  - C. \$0
  - D. \$80
- 28.** What amount is entered on line 21 of Form 1040NR-EZ?
- A. \$306
  - B. \$0
  - C. \$3,380
  - D. \$2,000
- 29.** Does Marte have excess federal income taxes withheld?
- A. Yes
  - B. No

## Part 2, Scenario 2: Raji Singh

Use the following information to prepare Form 1040NR-EZ

Raji Singh, a citizen of India, came to the United States on an F-1 visa (number 88779914) on August 3, 2010. He has remained in the country since then and is a full-time student at the local university.

Raji was born on October 17, 1988, and is single. He filed the proper treaty and withholding forms with the university payroll office before beginning as a graduate research assistant in 2011. His address in India is 900 Dali Road, Anywhere, India.

If he is entitled to a refund, he wants it mailed to him. He doesn't want to designate anyone else to discuss his return with the IRS. Raji has not taken any steps to apply for permanent residence in the U.S.

He will not be taxed in his home country on the income he has from the U.S. Using the following Form W-2, prepare Raji's federal income tax return. (He has already completed his Form 8843.)

After completing the required tax form, review the scenario and resource materials, and answer each of the test questions.

a Employee's social security number <b>XXX-XX-XXXX</b>		OMB No. 1545-0008		Safe, accurate, FAST! Use				Visit the IRS website at <a href="http://www.irs.gov/efile">www.irs.gov/efile</a>						
b Employer identification number (EIN) <b>XX-XXXXXX</b>			1 Wages, tips, other compensation <b>25,968.00</b>		2 Federal income tax withheld <b>2,412.00</b>									
c Employer's name, address, and ZIP code <b>FIRST UNIVERSITY 489 MAIN STREET TOWN, NEW YORK 14200</b>			3 Social security wages		4 Social security tax withheld									
			5 Medicare wages and tips		6 Medicare tax withheld									
			7 Social security tips		8 Allocated tips									
d Control number			9		10 Dependent care benefits									
e Employee's first name and initial Last name Suff. <b>RAJI SINGH 23 INDIA BLVD TOWN, NEW YORK 14200</b>			11 Nonqualified plans		12a See instructions for box 12									
			13 Statutory employee Retirement plan Third-party sick pay <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>		12b									
			14 Other		12c									
					12d									
f Employee's address and ZIP code			15 State Employer's state ID number <b>NY XX-XXXXXX</b>		16 State wages, tips, etc. <b>25,968.00</b>		17 State income tax <b>258.00</b>		18 Local wages, tips, etc.		19 Local income tax		20 Locality name	

Form **W-2** Wage and Tax Statement

**2011**

Department of the Treasury—Internal Revenue Service

Copy B—To Be Filed With Employee's FEDERAL Tax Return.  
This information is being furnished to the Internal Revenue Service.



**Schedule OI- Other Information** (see instructions)  
Answer all questions

- A** Of what country or countries were you a citizen or national during the tax year? .....
- B** In what country did you claim residence for tax purposes during the tax year? .....
- C** Have you ever applied to be a green card holder (lawful permanent resident) of the United States? . . . . .  **Yes**  **No**
- D** Were you ever:
1. A U.S. citizen? . . . . .  **Yes**  **No**
2. A green card holder (lawful permanent resident) of the United States? . . . . .  **Yes**  **No**
- If you answer "Yes" to (1) or (2), see Pub. 519, chapter 4, for expatriation rules that may apply to you.
- E** If you had a visa on the last day of the tax year, enter your visa type. If you did not have a visa, enter your U.S. immigration status on the last day of the tax year. ....
- F** Have you ever changed your visa type (nonimmigrant status) or U.S. immigration status? . . . . .  **Yes**  **No**  
If you answered "Yes," indicate the date and nature of the change. ▶ .....
- G** List all dates you entered and left the United States during 2011 (see instructions).  
**Note.** If you are a resident of Canada or Mexico AND commute to work in the United States at frequent intervals, **check the box for Canada or Mexico** and skip to item H . . . . .  **Canada**  **Mexico**

Date entered United States mm/dd/yy	Date departed United States mm/dd/yy	Date entered United States mm/dd/yy	Date departed United States mm/dd/yy

- H** Give number of days (including vacation, nonworkdays, and partial days) you were present in the United States during 2009 ....., 2010 ....., and 2011 .....
- I** Did you file a U.S. income tax return for any prior year? . . . . .  **Yes**  **No**  
If "Yes," give the latest year and form number you filed ▶ .....
- J** Income Exempt from Tax—If you are claiming exemption from income tax under a U.S. income tax treaty with a foreign country, complete (1) and (2) below. See Pub. 901 for more information on tax treaties.
1. Enter the name of the country, the applicable tax treaty article, the number of months in prior years you claimed the treaty benefit, and the amount of exempt income in the columns below. Attach Form 8833 if required (see instructions).

(a) Country	(b) Tax treaty article	(c) Number of months claimed in prior tax years	(d) Amount of exempt income in current tax year

- (e) Total.** Enter this amount on Form 1040NR-EZ, line 6. Do not enter it on line 3 or line 5 . . . . .
2. Were you subject to tax in a foreign country on any of the income shown in 1(d) above? . . . . .  **Yes**  **No**

## Part 2, Scenario 2: Raji Singh Test Questions

---

### Directions

To answer the following questions, refer to the Form 1040NR-EZ you completed for Raji Singh.

- 30.** What amount is entered on line 3 of Form 1040NR-EZ?
- A. \$5,700
  - B. \$2,412
  - C. \$25,968
  - D. \$0
- 31.** What amount is entered on line 11 of Form 1040NR-EZ?
- A. \$5,800
  - B. \$0
  - C. \$10,700
  - D. \$258
- 32.** What amount is entered on line 15 of Form 1040NR-EZ?
- A. \$2,046
  - B. \$1,663
  - C. \$1,896
  - D. \$0
- 33.** What amount is entered on line 22 of Form 1040NR-EZ?
- A. \$2,412
  - B. \$366
  - C. \$258
  - D. \$0
- 34.** Does Raji have excess federal income taxes withheld?
- A. Yes
  - B. No

## Part 2, Scenario 3: Jean-Paul Robert

Use the following information to prepare Form 1040NR-EZ.

Jean-Paul Robert is a resident of France (visa number 987654321). He arrived in the United States on an F-1 visa on September 1, 2008 as a full-time student. Jean-Paul is 22 years old and single. His address in France is 15 Rue.

Jean-Paul has not taken any affirmative steps to apply for permanent residence in the United States.

He will not be taxed by the French government on the income he has earned in the United States. Assume Jean-Paul has already completed his Form 8843, and prepare his federal income tax return with the following Form W-2. College Town University reports all student income on Form W-2. They do not issue Forms 1042-S.

After completing the required tax form, review the scenario and resource materials, and answer each of the test questions.

a Employee's social security number <b>XXX-XX-XXXX</b>		OMB No. 1545-0008		Safe, accurate, FAST! Use 		Visit the IRS website at <a href="http://www.irs.gov/efile">www.irs.gov/efile</a>				
b Employer identification number (EIN) <b>XX-XXXXXX</b>			1 Wages, tips, other compensation <b>4,000.00</b>		2 Federal income tax withheld <b>60.00</b>					
c Employer's name, address, and ZIP code <b>COLLEGE TOWN UNIVERSITY 23 SOUTHWEST STREET COLLEGE TOWN, VA 23000</b>			3 Social security wages		4 Social security tax withheld					
			5 Medicare wages and tips		6 Medicare tax withheld					
			7 Social security tips		8 Allocated tips					
d Control number			9		10 Dependent care benefits					
e Employee's first name and initial		Last name		Suff.		11 Nonqualified plans		12a See instructions for box 12		
<b>JEAN-PAUL ROBERT</b>		<b>10 MAIN STREET</b>		<b>FRANCE TOWERS</b>		<b>COLLEGE TOWN, VA 23000</b>		12b		
13 Statutory employee		Retirement plan		Third-party sick pay		12c		12d		
<input type="checkbox"/>		<input type="checkbox"/>		<input type="checkbox"/>						
14 Other										
f Employee's address and ZIP code										
15 State	Employer's state ID number	16 State wages, tips, etc.	17 State income tax	18 Local wages, tips, etc.	19 Local income tax	20 Locality name				
<b>VA</b>	<b>XX-XXXXXXX</b>	<b>4,000.00</b>	<b>0.00</b>							

Form **W-2** Wage and Tax Statement

**2011**

Department of the Treasury—Internal Revenue Service

Copy B—To Be Filed With Employee's FEDERAL Tax Return.  
This information is being furnished to the Internal Revenue Service.



**Schedule OI- Other Information** (see instructions)  
Answer all questions

**A** Of what country or countries were you a citizen or national during the tax year? .....

**B** In what country did you claim residence for tax purposes during the tax year? .....

**C** Have you ever applied to be a green card holder (lawful permanent resident) of the United States? . . . . .  **Yes**  **No**

**D** Were you ever:  
**1.** A U.S. citizen? . . . . .  **Yes**  **No**  
**2.** A green card holder (lawful permanent resident) of the United States? . . . . .  **Yes**  **No**  
 If you answer "Yes" to **(1)** or **(2)**, see Pub. 519, chapter 4, for expatriation rules that may apply to you.

**E** If you had a visa on the last day of the tax year, enter your visa type. If you did not have a visa, enter your U.S. immigration status on the last day of the tax year. ....

**F** Have you ever changed your visa type (nonimmigrant status) or U.S. immigration status? . . . . .  **Yes**  **No**  
 If you answered "Yes," indicate the date and nature of the change. ▶ .....

**G** List all dates you entered and left the United States during 2011 (see instructions).  
**Note.** If you are a resident of Canada or Mexico AND commute to work in the United States at frequent intervals, **check the box for Canada or Mexico** and skip to item H . . . . .  **Canada**  **Mexico**

Date entered United States mm/dd/yy	Date departed United States mm/dd/yy	Date entered United States mm/dd/yy	Date departed United States mm/dd/yy

**H** Give number of days (including vacation, nonworkdays, and partial days) you were present in the United States during 2009 ....., 2010 ....., and 2011 .....

**I** Did you file a U.S. income tax return for any prior year? . . . . .  **Yes**  **No**  
 If "Yes," give the latest year and form number you filed ▶ .....

**J** Income Exempt from Tax—If you are claiming exemption from income tax under a U.S. income tax treaty with a foreign country, complete (1) and (2) below. See Pub. 901 for more information on tax treaties.

**1.** Enter the name of the country, the applicable tax treaty article, the number of months in prior years you claimed the treaty benefit, and the amount of exempt income in the columns below. Attach Form 8833 if required (see instructions).

(a) Country	(b) Tax treaty article	(c) Number of months claimed in prior tax years	(d) Amount of exempt income in current tax year

**(e) Total.** Enter this amount on Form 1040NR-EZ, line 6. Do not enter it on line 3 or line 5 . . . . .  
**2.** Were you subject to tax in a foreign country on any of the income shown in 1(d) above? . . . . .  **Yes**  **No**

## Part 2, Scenario 3: Jean-Paul Robert Test Questions

---

### Directions

To answer the following multiple choice questions, refer to the Form 1040NR-EZ you completed for Jean-Paul Robert.

- 35.** What amount is entered on line 3 of Form 1040NR-EZ?
- A. \$0
  - B. \$4,000
  - C. Jean-Paul does not need to file a tax return.
- 36.** What amount is entered on line 13?
- A. \$5,700
  - B. \$0
  - C. \$3,700
  - D. \$3,650
- 37.** On which line will Jean-Paul enter his treaty benefits information?
- A. Line A
  - B. Line G
  - C. Line J
  - D. None, no treaty benefits claimed
- 38.** Does Jean-Paul have excess federal taxes withheld?
- A. Yes
  - B. No

### Introduction

This part of the VITA/TCE certification test includes 6 true/false or multiple choice questions and 16 scenario-based questions on preparing Form 1040NR and Form 843.

Allow approximately 30 minutes to complete this segment.

- 39.** Alvarez, an international student from Peru, has a W-2 that shows amounts withheld for social security and Medicare taxes. Alvarez is an F-1 nonresident alien for tax purposes. Which form should he file to receive a refund of these taxes?
- A. Form 843
  - B. Form 8843
  - C. Form 1040NR-EZ
  - D. Form 8888
- 40.** Carmela is in the United States under a J-2 visa as the spouse of a J-1 scholar. She worked at the local library in 2011. Her Form W-2 shows social security and Medicare withholding. Can she get a refund of these taxes?
- A. Yes
  - B. No
- 41.** Valeria, an international student from Italy, received dividend income in 2011. What type of federal income tax return does she need to file?
- A. Form 1040
  - B. Form 1040NR-EZ
  - C. Form 1040NR
  - D. She does not need to file a return
- 42.** Stanislaus, his wife and son entered the United States for the first time in 2008. They are all residents of Poland on F-1 student visas. Stanislaus won \$500.00 at the local casino.
- Which federal income tax return does Stanislaus use to report this income?
- A. Form 1040
  - B. Form 1040NR-EZ
  - C. Form 1040NR
  - D. Form 843

43. Dr. Kim is a visiting scholar from South Korea. He arrived in the U.S. on August 20, 2010 under a J-1 visa and was accompanied by his wife and one child. Since his arrival, his second child was born in the U.S. Dr. Kim earned \$70,000 in 2011 from State University. When he files his tax return, can he claim the exemptions for his wife and children on Form 1040NR-EZ?
- A. Yes
  - B. No
44. Takashi is a graduate student of sociology from Japan under an F-1 visa. He first arrived in the U.S. on August 8, 2009. Takashi needs help preparing his tax return. He has receipts for his donations to a local charity and wants to know where to claim them. Takashi can claim his state income tax withholdings and charitable contributions on Form 1040NR-EZ, line 11.
- A. True
  - B. False

## Part 3, Scenario 1: Erek Pulaski

Use the following information to prepare Form 1040NR.

Erek Pulaski and his wife, Katarina, are both F-1 students from Poland. They have come to your VITA site for assistance with their 2011 tax return. They both worked on campus (starting in 2010) and they have a son, who was born in the United States in December, 2009.

Erek came to the United States on August 9, 2008. Katarina came to the U.S. on January 1, 2009. Erek and Katarina are citizens of Poland. Their address in Poland is 1000 Main Ave, Anytown, Poland. If Erek is entitled to a refund, he wants it mailed to him. He doesn't want to designate anyone to discuss his return with the IRS. He did not take any steps to apply for permanent residence in the U.S.

He will not be taxed in Poland on the income he has from the United States. In addition to their wage income, Erek earned \$131.90 in dividends in the U.S. stock market. Poland has a treaty with the U.S. that allows dividends to be taxed at 15% instead of 30% (Treaty Article 11). Prepare Erek's tax return using this information.

After completing the required tax form, review the scenario and resource materials, and answer each of the test questions.

a Employee's social security number <b>XXX-XX-XXXX</b>		Safe, accurate, FAST! Use		Visit the IRS website at <a href="http://www.irs.gov/efile">www.irs.gov/efile</a>	
b Employer identification number (EIN) <b>XX-XXXXXX</b>		1 Wages, tips, other compensation <b>7,996.00</b>	2 Federal income tax withheld <b>742.00</b>		
c Employer's name, address, and ZIP code <b>STATE UNIVERSITY 401 WEST STREET CITY, GEORGIA 30000</b>		3 Social security wages	4 Social security tax withheld		
		5 Medicare wages and tips	6 Medicare tax withheld		
		7 Social security tips	8 Allocated tips		
d Control number	9	10 Dependent care benefits			
e Employee's first name and initial Last name <b>EREK PULASKI 19 STUDENT PARKWAY CITY, GEORGIA 30000</b>		Suff. 11 Nonqualified plans	12a See instructions for box 12		
f Employee's address and ZIP code		13 Statutory employee Retirement plan Third-party sick pay <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	12b		
		14 Other	12c		
		12d			
15 State Employer's state ID number <b>GA XX-XXXXXX</b>	16 State wages, tips, etc. <b>7,996.00</b>	17 State income tax <b>396.00</b>	18 Local wages, tips, etc.	19 Local income tax	20 Locality name

Form **W-2** Wage and Tax Statement **2011** Department of the Treasury—Internal Revenue Service

Copy B—To Be Filed With Employee's FEDERAL Tax Return.  
This information is being furnished to the Internal Revenue Service.

Form **1042-S**Department of the Treasury  
Internal Revenue Service**Foreign Person's U.S. Source Income  
Subject to Withholding** AMENDED PRO-RATA BASIS REPORTING**2011**

OMB No. 1545-0096

**Copy B**  
for Recipient

1 Income code <b>19</b>	2 Gross income <b>2,000</b>	3 Withholding allowances	4 Net income	5 Tax rate	7 Federal tax withheld
				6 Exemption code <b>04</b>	8 Withholding by other agents
				9 Total withholding credit	
10 Amount repaid to recipient				14 Recipient's U.S. TIN, if any ▶ <b>XXX-XX-XXXX</b> <input checked="" type="checkbox"/> SSN or ITIN <input type="checkbox"/> EIN <input type="checkbox"/> QI-EIN	
11 Withholding agent's EIN ▶ <b>XX-XXXXXX</b> <input checked="" type="checkbox"/> EIN <input type="checkbox"/> QI-EIN			15 Recipient's foreign tax identifying number, if any		16 Country code <b>PL</b>
12a WITHHOLDING AGENT'S name <b>STATE UNIVERSITY</b>				17 NQI's/FLOW-THROUGH ENTITY'S name	
12b Address (number and street) <b>401 WEST STREET</b>				18 Country code	
12c Additional address line (room or suite no.)				19a NQI's/Entity's address (number and street)	
12d City or town, province or state, country, ZIP or foreign postal code <b>CITY, GA 30000</b>				19b Additional address line (room or suite no.)	
13a RECIPIENT'S name <b>EREK PULASKI</b>			13b Recipient code	19c City or town, province or state, country, ZIP or foreign postal code	
13c Address (number and street) <b>19 STUDENT PARKWAY</b>				20 NQI's/Entity's U.S. TIN, if any ▶	
13d Additional address line (room or suite no.)				21 PAYER'S name and TIN (if different from withholding agent's)	
13e City or town, province or state, country, ZIP or foreign postal code <b>CITY, GA 30000</b>				22 Recipient account number (optional)	23 State income tax withheld
				24 Payer's state tax no.	25 Name of state

For Privacy Act and Paperwork Reduction Act Notice, see page 17 of the separate instructions.

Cat. No. 11386R

Form **1042-S** (2011)Form **1042-S**Department of the Treasury  
Internal Revenue Service**Foreign Person's U.S. Source Income  
Subject to Withholding** AMENDED PRO-RATA BASIS REPORTING**2011**

OMB No. 1545-0096

**Copy B**  
for Recipient

1 Income code <b>19</b>	2 Gross income <b>1,143</b>	3 Withholding allowances	4 Net income	5 Tax rate	7 Federal tax withheld
				6 Exemption code <b>04</b>	8 Withholding by other agents
				9 Total withholding credit	
10 Amount repaid to recipient				14 Recipient's U.S. TIN, if any ▶ <b>XXX-XX-XXXX</b> <input checked="" type="checkbox"/> SSN or ITIN <input type="checkbox"/> EIN <input type="checkbox"/> QI-EIN	
11 Withholding agent's EIN ▶ <b>XX-XXXXXX</b> <input checked="" type="checkbox"/> EIN <input type="checkbox"/> QI-EIN			15 Recipient's foreign tax identifying number, if any		16 Country code <b>PL</b>
12a WITHHOLDING AGENT'S name <b>STATE UNIVERSITY</b>				17 NQI's/FLOW-THROUGH ENTITY'S name	
12b Address (number and street) <b>401 WEST STREET</b>				18 Country code	
12c Additional address line (room or suite no.)				19a NQI's/Entity's address (number and street)	
12d City or town, province or state, country, ZIP or foreign postal code <b>CITY, GA 30000</b>				19b Additional address line (room or suite no.)	
13a RECIPIENT'S name <b>KATARINA PULASKI</b>			13b Recipient code	19c City or town, province or state, country, ZIP or foreign postal code	
13c Address (number and street) <b>19 STUDENT PARKWAY</b>				20 NQI's/Entity's U.S. TIN, if any ▶	
13d Additional address line (room or suite no.)				21 PAYER'S name and TIN (if different from withholding agent's)	
13e City or town, province or state, country, ZIP or foreign postal code <b>CITY, GA 30000</b>				22 Recipient account number (optional)	23 State income tax withheld
				24 Payer's state tax no.	25 Name of state

For Privacy Act and Paperwork Reduction Act Notice, see page 17 of the separate instructions.

Cat. No. 11386R

Form **1042-S** (2011)

Department of the Treasury  
Internal Revenue Service

For the year January 1–December 31, 2011, or other tax year

**2011**

beginning , 2011, and ending , 20

**Please print or type**

Your first name and initial	Last name	Identifying number (see instructions)
Present home address (number, street, and apt. no., or rural route). If you have a P.O. box, see instructions.		Check if: <input type="checkbox"/> Individual <input type="checkbox"/> Estate or Trust
City, town or post office, state, and ZIP code. If you have a foreign address, see instructions.		
Foreign country name	Foreign province/county	Foreign postal code

**Filing Status**

1  Single resident of Canada or Mexico or single U.S. national  
 2  Other single nonresident alien  
 3  Married resident of Canada or Mexico or married U.S. national  
 4  Married resident of South Korea  
 5  Other married nonresident alien  
 6  Qualifying widow(er) with dependent child (see instructions)

If you checked box 3 or 4 above, enter the information below.

(i) Spouse's first name and initial	(ii) Spouse's last name	(iii) Spouse's identifying number
-------------------------------------	-------------------------	-----------------------------------

**Exemptions**

7a  **Yourself.** If someone can claim you as a dependent, **do not** check box 7a . . . . .

b  **Spouse.** Check box 7b only if you checked box 3 or 4 above **and** your spouse **did not** have any U.S. gross income . . . . .

**Boxes checked on 7a and 7b** \_\_\_\_\_

c Dependents: (see instructions)		(2) Dependent's identifying number	(3) Dependent's relationship to you	(4) <input checked="" type="checkbox"/> if qualifying child for child tax credit (see page 9)	No. of children on 7c who: • lived with you • did not live with you due to divorce or separation Dependents on 7c not entered above
(1) First name	Last name				
				<input type="checkbox"/>	
				<input type="checkbox"/>	
				<input type="checkbox"/>	
				<input type="checkbox"/>	

d Total number of exemptions claimed . . . . . **Add numbers on lines above** ▶

**Income Effectively Connected With U.S. Trade/ Business.**

8 Wages, salaries, tips, etc. Attach Form(s) W-2 . . . . .	8	
9a Taxable interest . . . . .	9a	
b Tax-exempt interest. Do not include on line 9a . . . . .	9b	
10a Ordinary dividends . . . . .	10a	
b Qualified dividends (see instructions) . . . . .	10b	
11 Taxable refunds, credits, or offsets of state and local income taxes (see instructions) . . . . .	11	
12 Scholarship and fellowship grants. Attach Form(s) 1042-S or required statement (see instructions)	12	
13 Business income or (loss). Attach Schedule C or C-EZ (Form 1040) . . . . .	13	
14 Capital gain or (loss). Attach Schedule D (Form 1040) if required. If not required, check here <input type="checkbox"/>	14	
15 Other gains or (losses). Attach Form 4797 . . . . .	15	
16a IRA distributions . . . . .	16a	16b Taxable amount (see instructions)
17a Pensions and annuities . . . . .	17a	17b Taxable amount (see instructions)
18 Rental real estate, royalties, partnerships, trusts, etc. Attach Schedule E (Form 1040) . . . . .	18	
19 Farm income or (loss). Attach Schedule F (Form 1040) . . . . .	19	
20 Unemployment compensation . . . . .	20	
21 Other income. List type and amount (see instructions) . . . . .	21	
22 Total income exempt by a treaty from page 5, Schedule OI, Item L (1)(e) . . . . .	22	
23 Combine the amounts in the far right column for lines 8 through 21. This is your <b>total effectively connected income</b> . . . . .	23	

Enclose, but do not attach, any payment.

**Adjusted Gross Income**

24 Educator expenses (see instructions) . . . . .	24	
25 Health savings account deduction. Attach Form 8889 . . . . .	25	
26 Moving expenses. Attach Form 3903 . . . . .	26	
27 Deductible part of self-employment tax. Attach Schedule SE (Form 1040) . . . . .	27	
28 Self-employed SEP, SIMPLE, and qualified plans . . . . .	28	
29 Self-employed health insurance deduction (see instructions) . . . . .	29	
30 Penalty on early withdrawal of savings . . . . .	30	
31 Scholarship and fellowship grants excluded . . . . .	31	
32 IRA deduction (see instructions) . . . . .	32	
33 Student loan interest deduction (see instructions) . . . . .	33	
34 Domestic production activities deduction. Attach Form 8903 . . . . .	34	
35 Add lines 24 through 34 . . . . .	35	
36 Subtract line 35 from line 23. This is your <b>adjusted gross income</b> . . . . .	36	

**Tax and Credits**

<b>37</b>	Amount from line 36 (adjusted gross income)	<b>37</b>	
<b>38</b>	<b>Itemized deductions</b> from page 3, Schedule A, line 15	<b>38</b>	
<b>39</b>	Subtract line 38 from line 37	<b>39</b>	
<b>40</b>	Exemptions (see instructions)	<b>40</b>	
<b>41</b>	<b>Taxable income.</b> Subtract line 40 from line 39. If line 40 is more than line 39, enter -0-	<b>41</b>	
<b>42</b>	<b>Tax</b> (see instructions). Check if any tax is from: <b>a</b> <input type="checkbox"/> Form(s) 8814 <b>b</b> <input type="checkbox"/> Form 4972	<b>42</b>	
<b>43</b>	<b>Alternative minimum tax</b> (see instructions). Attach Form 6251	<b>43</b>	
<b>44</b>	Add lines 42 and 43	<b>44</b>	
<b>45</b>	Foreign tax credit. Attach Form 1116 if required	<b>45</b>	
<b>46</b>	Credit for child and dependent care expenses. Attach Form 2441	<b>46</b>	
<b>47</b>	Retirement savings contributions credit. Attach Form 8880	<b>47</b>	
<b>48</b>	Child tax credit (see instructions)	<b>48</b>	
<b>49</b>	Residential energy credits. Attach Form 5695	<b>49</b>	
<b>50</b>	Other credits from Form: <b>a</b> <input type="checkbox"/> 3800 <b>b</b> <input type="checkbox"/> 8801 <b>c</b> <input type="checkbox"/>	<b>50</b>	
<b>51</b>	Add lines 45 through 50. These are your <b>total credits</b>	<b>51</b>	
<b>52</b>	Subtract line 51 from line 44. If line 51 is more than line 44, enter -0-	<b>52</b>	

**Other Taxes**

<b>53</b>	Tax on income not effectively connected with a U.S. trade or business from page 4, Schedule NEC, line 15	<b>53</b>	
<b>54</b>	Self-employment tax. Attach Schedule SE (Form 1040)	<b>54</b>	
<b>55</b>	Unreported social security and Medicare tax from Form: <b>a</b> <input type="checkbox"/> 4137 <b>b</b> <input type="checkbox"/> 8919	<b>55</b>	
<b>56</b>	Additional tax on IRAs, other qualified retirement plans, etc. Attach Form 5329 if required	<b>56</b>	
<b>57</b>	Transportation tax (see instructions)	<b>57</b>	
<b>58a</b>	Household employment taxes from Schedule H (Form 1040)	<b>58a</b>	
<b>58b</b>	<b>b</b> First-time homebuyer credit repayment from Form 5405, line 16	<b>58b</b>	
<b>59</b>	Other taxes. Enter code(s) from instructions	<b>59</b>	
<b>60</b>	Add lines 52 through 59. This is your <b>total tax</b>	<b>60</b>	

**Payments**

<b>61</b>	Federal income tax withheld from:		
<b>a</b>	Form(s) W-2, 1099	<b>61a</b>	
<b>b</b>	Form(s) 8805	<b>61b</b>	
<b>c</b>	Form(s) 8288-A	<b>61c</b>	
<b>d</b>	Form(s) 1042-S	<b>61d</b>	
<b>62</b>	2011 estimated tax payments and amount applied from 2010 return	<b>62</b>	
<b>63</b>	Additional Child Tax credit. Attach Form 8812	<b>63</b>	
<b>64</b>	Amount paid with request for extension to file (see instructions)	<b>64</b>	
<b>65</b>	Excess social security and tier 1 RRTA tax withheld (see instructions)	<b>65</b>	
<b>66</b>	Credit for federal tax paid on fuels. Attach Form 4136	<b>66</b>	
<b>67</b>	Credits from Form: <b>a</b> <input type="checkbox"/> 2439 <b>b</b> <input type="checkbox"/> 8839 <b>c</b> <input type="checkbox"/> 8801 <b>d</b> <input type="checkbox"/> 8885	<b>67</b>	
<b>68</b>	Credit for amount paid with Form 1040-C	<b>68</b>	
<b>69</b>	Add lines 61a through 68. These are your <b>total payments</b>	<b>69</b>	

**Refund**

Direct deposit?  
See instructions.

<b>70</b>	If line 69 is more than line 60, subtract line 60 from line 69. This is the amount you <b>overpaid</b>	<b>70</b>	
<b>71a</b>	Amount of line 70 you want <b>refunded to you</b> . If Form 8888 is attached, check here. <input type="checkbox"/>	<b>71a</b>	
<b>b</b>	Routing number <input type="text"/>	<b>c</b>	Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings
<b>d</b>	Account number <input type="text"/>		
<b>e</b>	If you want your refund check mailed to an address outside the United States not shown on page 1, enter it here.		

**Amount You Owe**

<b>72</b>	Amount of line 70 you want <b>applied to your 2012 estimated tax</b>	<b>72</b>	
<b>73</b>	<b>Amount you owe.</b> Subtract line 69 from line 60. For details on how to pay, see instructions	<b>73</b>	
<b>74</b>	Estimated tax penalty (see instructions)	<b>74</b>	

**Third Party Designee**

Do you want to allow another person to discuss this return with the IRS (see instructions)?  **Yes**. Complete below.  **No**

Designee's name  Phone no.  Personal identification number (PIN)

**Sign Here**

Keep a copy of this return for your records.

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Your signature  Date  Your occupation in the United States

**Paid Preparer Use Only**

Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
Firm's name	Firm's EIN			
Firm's address	Phone no.			

**Schedule A—Itemized Deductions** (See instructions)

07

<b>Taxes you paid</b>		<b>1</b>	State and local income taxes . . . . .			<b>1</b>	
<b>Gifts to U.S. Charities</b>	<b>2</b>		<b>Caution:</b> <i>If you made a gift and received a benefit in return, see instructions.</i>				
	<b>3</b>		Gifts by cash or check. If you made any gift of \$250 or more, see instructions . . . . .				
	<b>4</b>		Other than by cash or check. If you made any gift of \$250 or more, see instructions. You <b>must</b> attach Form 8283 if the amount of your deduction is over \$500 . . . . .				
	<b>5</b>		Carryover from prior year . . . . .				
	<b>6</b>		Add lines 2 through 4 . . . . .				<b>5</b>
<b>Casualty and Theft Losses</b>		<b>6</b>	Casualty or theft loss(es). Attach Form 4684. See instructions . . . . .			<b>6</b>	
<b>Job Expenses and Certain Miscellaneous Deductions</b>	<b>7</b>		Unreimbursed employee expenses—job travel, union dues, job education, etc. You <b>must</b> attach Form 2106 or Form 2106-EZ if required. See instructions ▶ . . . . .				
	<b>8</b>		Tax preparation fees . . . . .				
	<b>9</b>		Other expenses. See instructions for expenses to deduct here. List type and amount ▶ . . . . .				
	<b>10</b>		Add lines 7 through 9 . . . . .				
	<b>11</b>		Enter the amount from Form 1040NR, line 37 . . . . .	<b>11</b>			
	<b>12</b>		Multiply line 11 by 2% (.02) . . . . .				<b>12</b>
<b>13</b>		Subtract line 12 from line 10. If line 12 more than 10, enter -0- . . . . .				<b>13</b>	
<b>Other Miscellaneous Deductions</b>		<b>14</b>	Other—see instructions for expenses to deduct here. List type and amount ▶ . . . . .				
<b>Total Itemized Deductions</b>		<b>15</b>	Add the amounts in the far right column for lines 1 through 14. Also enter this amount on Form 1040NR, line 38 . . . . .			<b>15</b>	

**Schedule NEC—Tax on Income Not Effectively Connected With a U.S. Trade or Business** (see instructions)

Enter amount of income under the appropriate rate of tax (see instructions)

Nature of income	(a) 10%	(b) 15%	(c) 30%	(d) Other (specify)	
				%	%
<b>1</b> Dividends paid by:					
<b>a</b> U.S. corporations . . . . .					
<b>b</b> Foreign corporations . . . . .					
<b>2</b> Interest:					
<b>a</b> Mortgage . . . . .					
<b>b</b> Paid by foreign corporations . . . . .					
<b>c</b> Other . . . . .					
<b>3</b> Industrial royalties (patents, trademarks, etc.) . . . . .					
<b>4</b> Motion picture or T.V. copyright royalties . . . . .					
<b>5</b> Other royalties (copyrights, recording, publishing, etc.) . . . . .					
<b>6</b> Real property income and natural resources royalties . . . . .					
<b>7</b> Pensions and annuities . . . . .					
<b>8</b> Social security benefits . . . . .					
<b>9</b> Capital gain from line 18 below . . . . .					
<b>10</b> Gambling—Residents of Canada only. Enter net income in column (c). If zero or less, enter -0-.					
<b>a</b> Winnings . . . . .					
<b>b</b> Losses . . . . .					
<b>11</b> Gambling winnings — Residents of countries other than Canada. <b>Note.</b> Losses not allowed . . . . .					
<b>12</b> Other (specify) ▶ . . . . .					
<b>13</b> Add lines 1a through 12 in columns (a) through (d) . . . . .					
<b>14</b> Multiply line 13 by rate of tax at top of each column . . . . .					
<b>15</b> Tax on income not effectively connected with a U.S. trade or business. Add columns (a) through (d) of line 14. Enter the total here and on Form 1040NR, line 53 . . . . .					<b>15</b>

**Capital Gains and Losses From Sales or Exchanges of Property**

16 (a) Kind of property and description (if necessary, attach statement of descriptive details not shown below)	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Sales price	(e) Cost or other basis	(f) LOSS If (e) is more than (d), subtract (c) from (e)	(g) GAIN If (d) is more than (e), subtract (e) from (f)
Enter only the capital gains and losses from property sales or exchanges that are from sources within the United States and not effectively connected with a U.S. business. Do not include a gain or loss on disposing of a U.S. real property interest; report these gains and losses on Schedule D (Form 1040). Report property sales or exchanges that are effectively connected with a U.S. business on Schedule D (Form 1040), Form 4797, or both.						
<b>17</b> Add columns (f) and (g) of line 16						
<b>18</b> Capital gain. Combine columns (f) and (g) of line 17. Enter the net gain here and on line 9 above (if a loss, enter -0-) ▶						

**Schedule OI—Other Information** (See instructions)

Answer all questions

- A** Of what country or countries were you a citizen or national during the tax year? \_\_\_\_\_
- B** In what country did you claim residence for tax purposes during the tax year? \_\_\_\_\_
- C** Have you ever applied to be a green card holder (lawful permanent resident) of the United States? . . . . .  **Yes**  **No**
- D** Were you ever:
1. A U.S. citizen? . . . . .  **Yes**  **No**
2. A green card holder (lawful permanent resident) of the United States? . . . . .  **Yes**  **No**
- If you answer "Yes" to (1) or (2), see Pub. 519, chapter 4, for expatriation rules that apply to you.
- E** If you had a visa on the last day of the tax year, enter your visa type. If you did not have a visa, enter your U.S. immigration status on the last day of the tax year. \_\_\_\_\_
- F** Have you ever changed your visa type (nonimmigrant status) or U.S. immigration status? . . . . .  **Yes**  **No**  
If you answered "Yes," indicate the date and nature of the change. ▶ \_\_\_\_\_
- G** List all dates you entered and left the United States during 2011 (see instructions).  
**Note.** If you are a resident of Canada or Mexico AND commute to work in the United States at frequent intervals, **check the box for Canada or Mexico** and skip to item H . . . . .  **Canada**  **Mexico**

Date entered United States mm/dd/yy	Date departed United States mm/dd/yy	Date entered United States mm/dd/yy	Date departed United States mm/dd/yy

- H** Give number of days (including vacation, nonworkdays, and partial days) you were present in the United States during: 2009 \_\_\_\_\_, 2010 \_\_\_\_\_, and 2011 \_\_\_\_\_.
- I** Did you file a U.S. income tax return for any prior year? . . . . .  **Yes**  **No**  
If "Yes," give the latest year and form number you filed . . . ▶ \_\_\_\_\_
- J** Are you filing a return for a trust? . . . . .  **Yes**  **No**  
If "Yes," did the trust have a U.S. or foreign owner under the grantor trust rules, make a distribution or loan to a U.S. person, or receive a contribution from a U.S. person? . . . . .  **Yes**  **No**
- K** Did you receive total compensation of \$250,000 or more during the tax year? . . . . .  **Yes**  **No**  
If "Yes," did you use an alternative method to determine the source of this compensation? . . . . .  **Yes**  **No**
- L** Income Exempt from Tax—If you are claiming exemption from income tax under a U.S. income tax treaty with a foreign country, complete (1) and (2) below. See Pub. 901 for more information on tax treaties.
1. Enter the name of the country, the applicable tax treaty article, the number of months in prior years you claimed the treaty benefit, and the amount of exempt income in the columns below. Attach Form 8833 if required (see instructions).

(a) Country	(b) Tax treaty article	(c) Number of months claimed in prior tax years	(d) Amount of exempt income in current tax year

- (e) Total.** Enter this amount on Form 1040NR, line 22. Do not enter it on line 8 or line 12 . . . . .
2. Were you subject to tax in a foreign country on any of the income shown in 1(d) above? . . . . .  **Yes**  **No**

## Part 3, Scenario 1: Erek Pulaski Test Questions

---

### Directions

To answer the following multiple choice questions, refer to the Form 1040NR you completed for Erek Pulaski.

45. Can Erek and Katarina file a joint return?
- A. Yes
  - B. No
46. Can Erek claim their son as a dependent?
- A. Yes
  - B. No
47. What amount is on line 8 of Erek's Form 1040NR?
- A. \$7,996
  - B. \$9,996
  - C. \$396
  - D. \$2,000
48. What amount is on line 36 of Erek's Form 1040NR?
- A. \$2,000
  - B. \$9,996
  - C. \$9,215
  - D. \$7,996
49. What is the amount on line 60 of Erek's Form 1040NR?
- A. \$393
  - B. \$398
  - C. \$418
  - D. \$413
50. What is the amount on line 53 of Erek's Form 1040NR?
- A. \$20
  - B. \$132
  - C. \$198
  - D. \$1,319

### Part 3. Scenario 2: Jorge Diaz

Use the following information to prepare Form 1040NR.

Jorge Diaz is an F-1 student from Mexico. His wife, Maria has an F-2 visa from Mexico. They have come to your VITA site to get assistance with their 2011 tax return.

They arrived in the United States in 2007 with their two children, Roberto, age 17, and Christina, age 18. Their address in Mexico is 1000 Main Ave., Anytown, Mexico.

In 2011, Jorge worked as a graduate research assistant and received a Form W-2 reporting \$23,000 in wages. Maria had no income. If Jorge is entitled to a refund, he wants it mailed to him. He does not want to designate anyone to discuss his return with the IRS.

Jorge did not take steps to apply for permanent residence in the U.S. He will not be taxed in his home country on his wage income from the U.S. They have a receipt showing contributions totaling \$900 to their church in the U.S.

After completing the required tax form, review the scenario and resource materials, and answer each of the test questions.

a Employee's social security number <b>XXX-XX-XXXX</b>		OMB No. 1545-0008		Safe, accurate, FAST! Use				Visit the IRS website at <a href="http://www.irs.gov/efile">www.irs.gov/efile</a>		
b Employer identification number (EIN) <b>XX-XXXXXXX</b>			1 Wages, tips, other compensation <b>23,000.00</b>		2 Federal income tax withheld <b>877.00</b>					
c Employer's name, address, and ZIP code <b>MIDDLE UNIVERSITY 9046 MAIN STREET TOWN, NEW YORK 14200</b>			3 Social security wages		4 Social security tax withheld					
			5 Medicare wages and tips		6 Medicare tax withheld					
			7 Social security tips		8 Allocated tips					
d Control number			9		10 Dependent care benefits					
e Employee's first name and initial		Last name		Suff.		11 Nonqualified plans		12a See instructions for box 12		
f Employee's address and ZIP code <b>JORGE DIAZ 2010 GRADUATE PARKWAY TOWN, NEW YORK 14200</b>			13 Statutory employee <input type="checkbox"/>		Retirement plan <input type="checkbox"/>		Third-party sick pay <input type="checkbox"/>		12b	
			14 Other		12c					
								12d		
15 State Employer's state ID number <b>NY   XX-XXXXXXX</b>		16 State wages, tips, etc. <b>23,000.00</b>		17 State income tax <b>1,300.00</b>		18 Local wages, tips, etc.		19 Local income tax		20 Locality name

**Form W-2 Wage and Tax Statement 2011**

Department of the Treasury—Internal Revenue Service

Copy B—To Be Filed With Employee's FEDERAL Tax Return.  
This information is being furnished to the Internal Revenue Service.

Form **1040NR**

**U.S. Nonresident Alien Income Tax Return**

OMB No. 1545-0099

Department of the Treasury  
Internal Revenue Service

For the year January 1–December 31, 2011, or other tax year

**2011**

beginning , 2011, and ending , 20

**Please print or type**

Your first name and initial	Last name	Identifying number (see instructions)
Present home address (number, street, and apt. no., or rural route). If you have a P.O. box, see instructions.		Check if: <input type="checkbox"/> Individual <input type="checkbox"/> Estate or Trust
City, town or post office, state, and ZIP code. If you have a foreign address, see instructions.		
Foreign country name	Foreign province/county	Foreign postal code

**Filing Status**

1  Single resident of Canada or Mexico or single U.S. national  
 2  Other single nonresident alien  
 3  Married resident of Canada or Mexico or married U.S. national  
 4  Married resident of South Korea  
 5  Other married nonresident alien  
 6  Qualifying widow(er) with dependent child (see instructions)

If you checked box 3 or 4 above, enter the information below.

Check only one box.

(i) Spouse's first name and initial	(ii) Spouse's last name	(iii) Spouse's identifying number
-------------------------------------	-------------------------	-----------------------------------

**Exemptions**

7a  Yourself. If someone can claim you as a dependent, **do not** check box 7a . . . . .

b  Spouse. Check box 7b only if you checked box 3 or 4 above **and** your spouse **did not** have any U.S. gross income . . . . .

**Boxes checked on 7a and 7b** \_\_\_\_\_

**c Dependents:** (see instructions)

(1) First name	Last name	(2) Dependent's identifying number	(3) Dependent's relationship to you	(4) <input checked="" type="checkbox"/> if qualifying child for child tax credit (see page 9)
				<input type="checkbox"/>

**No. of children on 7c who:**  
 • lived with you \_\_\_\_\_  
 • did not live with you due to divorce or separation \_\_\_\_\_  
 Dependents on 7c not entered above \_\_\_\_\_

d Total number of exemptions claimed . . . . . **Add numbers on lines above**

**Income Effectively Connected With U.S. Trade/ Business.**

8 Wages, salaries, tips, etc. Attach Form(s) W-2 . . . . .	8	
9a Taxable interest . . . . .	9a	
b Tax-exempt interest. <b>Do not</b> include on line 9a . . . . .	9b	
10a Ordinary dividends . . . . .	10a	
b Qualified dividends (see instructions) . . . . .	10b	
11 Taxable refunds, credits, or offsets of state and local income taxes (see instructions) . . . . .	11	
12 Scholarship and fellowship grants. Attach Form(s) 1042-S or required statement (see instructions)	12	
13 Business income or (loss). Attach Schedule C or C-EZ (Form 1040) . . . . .	13	
14 Capital gain or (loss). Attach Schedule D (Form 1040) if required. If not required, check here <input type="checkbox"/>	14	
15 Other gains or (losses). Attach Form 4797 . . . . .	15	
16a IRA distributions . . . . .	16a	16b Taxable amount (see instructions)
17a Pensions and annuities . . . . .	17a	17b Taxable amount (see instructions)
18 Rental real estate, royalties, partnerships, trusts, etc. Attach Schedule E (Form 1040) . . . . .	18	
19 Farm income or (loss). Attach Schedule F (Form 1040) . . . . .	19	
20 Unemployment compensation . . . . .	20	
21 Other income. List type and amount (see instructions) . . . . .	21	
22 Total income exempt by a treaty from page 5, Schedule OI, Item L (1)(e) . . . . .	22	
23 Combine the amounts in the far right column for lines 8 through 21. This is your <b>total effectively connected income</b> . . . . .	23	

Enclose, but do not attach, any payment.

**Adjusted Gross Income**

24 Educator expenses (see instructions) . . . . .	24	
25 Health savings account deduction. Attach Form 8889 . . . . .	25	
26 Moving expenses. Attach Form 3903 . . . . .	26	
27 Deductible part of self-employment tax. Attach Schedule SE (Form 1040) . . . . .	27	
28 Self-employed SEP, SIMPLE, and qualified plans . . . . .	28	
29 Self-employed health insurance deduction (see instructions) . . . . .	29	
30 Penalty on early withdrawal of savings . . . . .	30	
31 Scholarship and fellowship grants excluded . . . . .	31	
32 IRA deduction (see instructions) . . . . .	32	
33 Student loan interest deduction (see instructions) . . . . .	33	
34 Domestic production activities deduction. Attach Form 8903 . . . . .	34	
35 Add lines 24 through 34 . . . . .	35	
36 Subtract line 35 from line 23. This is your <b>adjusted gross income</b> . . . . .	36	

**Tax and Credits**

37	Amount from line 36 (adjusted gross income)	37	
38	Itemized deductions from page 3, Schedule A, line 15	38	
39	Subtract line 38 from line 37	39	
40	Exemptions (see instructions)	40	
41	<b>Taxable income.</b> Subtract line 40 from line 39. If line 40 is more than line 39, enter -0-	41	
42	<b>Tax</b> (see instructions). Check if any tax is from: a <input type="checkbox"/> Form(s) 8814 b <input type="checkbox"/> Form 4972	42	
43	<b>Alternative minimum tax</b> (see instructions). Attach Form 6251	43	
44	Add lines 42 and 43	44	
45	Foreign tax credit. Attach Form 1116 if required	45	
46	Credit for child and dependent care expenses. Attach Form 2441	46	
47	Retirement savings contributions credit. Attach Form 8880	47	
48	Child tax credit (see instructions)	48	
49	Residential energy credits. Attach Form 5695	49	
50	Other credits from Form: a <input type="checkbox"/> 3800 b <input type="checkbox"/> 8801 c <input type="checkbox"/>	50	
51	Add lines 45 through 50. These are your <b>total credits</b>	51	
52	Subtract line 51 from line 44. If line 51 is more than line 44, enter -0-	52	

**Other Taxes**

53	Tax on income not effectively connected with a U.S. trade or business from page 4, Schedule NEC, line 15	53	
54	Self-employment tax. Attach Schedule SE (Form 1040)	54	
55	Unreported social security and Medicare tax from Form: a <input type="checkbox"/> 4137 b <input type="checkbox"/> 8919	55	
56	Additional tax on IRAs, other qualified retirement plans, etc. Attach Form 5329 if required	56	
57	Transportation tax (see instructions)	57	
58a	Household employment taxes from Schedule H (Form 1040)	58a	
58b	b First-time homebuyer credit repayment from Form 5405, line 16	58b	
59	Other taxes. Enter code(s) from instructions	59	
60	Add lines 52 through 59. This is your <b>total tax</b>	60	

**Payments**

61	Federal income tax withheld from:		
a	Form(s) W-2, 1099	61a	
b	Form(s) 8805	61b	
c	Form(s) 8288-A	61c	
d	Form(s) 1042-S	61d	
62	2011 estimated tax payments and amount applied from 2010 return	62	
63	Additional Child Tax credit. Attach Form 8812	63	
64	Amount paid with request for extension to file (see instructions)	64	
65	Excess social security and tier 1 RRTA tax withheld (see instructions)	65	
66	Credit for federal tax paid on fuels. Attach Form 4136	66	
67	Credits from Form: a <input type="checkbox"/> 2439 b <input type="checkbox"/> 8839 c <input type="checkbox"/> 8801 d <input type="checkbox"/> 8885	67	
68	Credit for amount paid with Form 1040-C	68	
69	Add lines 61a through 68. These are your <b>total payments</b>	69	

**Refund**

Direct deposit?  
See instructions.

70	If line 69 is more than line 60, subtract line 60 from line 69. This is the amount you <b>overpaid</b>	70	
71a	Amount of line 70 you want <b>refunded to you</b> . If Form 8888 is attached, check here <input type="checkbox"/>	71a	
b	Routing number <input type="text"/>	c	Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings
d	Account number <input type="text"/>		
e	If you want your refund check mailed to an address outside the United States not shown on page 1, enter it here.		
72	Amount of line 70 you want <b>applied to your 2012 estimated tax</b>	72	

**Amount You Owe**

73	<b>Amount you owe.</b> Subtract line 69 from line 60. For details on how to pay, see instructions	73	
74	Estimated tax penalty (see instructions)	74	

**Third Party Designee**

Do you want to allow another person to discuss this return with the IRS (see instructions)?  **Yes.** Complete below.  **No**

Designee's name  Phone no.  Personal identification number (PIN)

**Sign Here**

Keep a copy of this return for your records.

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Your signature  Date  Your occupation in the United States

**Paid Preparer Use Only**

Print/Type preparer's name  Preparer's signature  Date  Check  if self-employed PTIN

Firm's name  Firm's EIN

Firm's address  Phone no.

**Schedule A—Itemized Deductions** (See instructions)

07

<b>Taxes you paid</b>	<b>1</b>	State and local income taxes . . . . .			<b>1</b>
<b>Gifts to U.S. Charities</b>		<b>Caution:</b> <i>If you made a gift and received a benefit in return, see instructions.</i>			
	<b>2</b>	Gifts by cash or check. If you made any gift of \$250 or more, see instructions . . . . .	<b>2</b>		
	<b>3</b>	Other than by cash or check. If you made any gift of \$250 or more, see instructions. You <b>must</b> attach Form 8283 if the amount of your deduction is over \$500 . . . . .	<b>3</b>		
	<b>4</b>	Carryover from prior year . . . . .	<b>4</b>		
	<b>5</b>	Add lines 2 through 4 . . . . .			<b>5</b>
<b>Casualty and Theft Losses</b>	<b>6</b>	Casualty or theft loss(es). Attach Form 4684. See instructions . . . . .			<b>6</b>
<b>Job Expenses and Certain Miscellaneous Deductions</b>	<b>7</b>	Unreimbursed employee expenses—job travel, union dues, job education, etc. You <b>must</b> attach Form 2106 or Form 2106-EZ if required. See instructions ▶	<b>7</b>		
	<b>8</b>	Tax preparation fees . . . . .	<b>8</b>		
	<b>9</b>	Other expenses. See instructions for expenses to deduct here. List type and amount ▶ ..... ..... .....	<b>9</b>		
	<b>10</b>	Add lines 7 through 9 . . . . .	<b>10</b>		
	<b>11</b>	Enter the amount from Form 1040NR, line 37 . . . . .	<b>11</b>		
	<b>12</b>	Multiply line 11 by 2% (.02) . . . . .	<b>12</b>		
	<b>13</b>	Subtract line 12 from line 10. If line 12 more than 10, enter -0- . . . . .			<b>13</b>
<b>Other Miscellaneous Deductions</b>	<b>14</b>	Other—see instructions for expenses to deduct here. List type and amount ▶ ..... ..... ..... .....			<b>14</b>
<b>Total Itemized Deductions</b>	<b>15</b>	Add the amounts in the far right column for lines 1 through 14. Also enter this amount on Form 1040NR, line 38 . . . . .			<b>15</b>



**Schedule OI—Other Information** (See instructions)

Answer all questions

- A** Of what country or countries were you a citizen or national during the tax year? \_\_\_\_\_
- B** In what country did you claim residence for tax purposes during the tax year? \_\_\_\_\_
- C** Have you ever applied to be a green card holder (lawful permanent resident) of the United States? . . . . .  **Yes**  **No**
- D** Were you ever:
1. A U.S. citizen? . . . . .  **Yes**  **No**
2. A green card holder (lawful permanent resident) of the United States? . . . . .  **Yes**  **No**
- If you answer "Yes" to (1) or (2), see Pub. 519, chapter 4, for expatriation rules that apply to you.
- E** If you had a visa on the last day of the tax year, enter your visa type. If you did not have a visa, enter your U.S. immigration status on the last day of the tax year. \_\_\_\_\_
- F** Have you ever changed your visa type (nonimmigrant status) or U.S. immigration status? . . . . .  **Yes**  **No**  
If you answered "Yes," indicate the date and nature of the change. ▶ \_\_\_\_\_
- G** List all dates you entered and left the United States during 2011 (see instructions).  
**Note.** If you are a resident of Canada or Mexico AND commute to work in the United States at frequent intervals, **check the box for Canada or Mexico** and skip to item H . . . . .  **Canada**  **Mexico**

Date entered United States mm/dd/yy	Date departed United States mm/dd/yy

Date entered United States mm/dd/yy	Date departed United States mm/dd/yy

- H** Give number of days (including vacation, nonworkdays, and partial days) you were present in the United States during:  
2009 \_\_\_\_\_, 2010 \_\_\_\_\_, and 2011 \_\_\_\_\_.
- I** Did you file a U.S. income tax return for any prior year? . . . . .  **Yes**  **No**  
If "Yes," give the latest year and form number you filed . . . ▶ \_\_\_\_\_
- J** Are you filing a return for a trust? . . . . .  **Yes**  **No**  
If "Yes," did the trust have a U.S. or foreign owner under the grantor trust rules, make a distribution or loan to a U.S. person, or receive a contribution from a U.S. person? . . . . .  **Yes**  **No**
- K** Did you receive total compensation of \$250,000 or more during the tax year? . . . . .  **Yes**  **No**  
If "Yes," did you use an alternative method to determine the source of this compensation? . . . . .  **Yes**  **No**

**L** Income Exempt from Tax—If you are claiming exemption from income tax under a U.S. income tax treaty with a foreign country, complete (1) and (2) below. See Pub. 901 for more information on tax treaties.

1. Enter the name of the country, the applicable tax treaty article, the number of months in prior years you claimed the treaty benefit, and the amount of exempt income in the columns below. Attach Form 8833 if required (see instructions).

(a) Country	(b) Tax treaty article	(c) Number of months claimed in prior tax years	(d) Amount of exempt income in current tax year

- (e) Total.** Enter this amount on Form 1040NR, line 22. Do not enter it on line 8 or line 12 . . . . .
2. Were you subject to tax in a foreign country on any of the income shown in 1(d) above? . . . . .  **Yes**  **No**

## Part 3, Scenario 2: Jorge Diaz Test Questions

---

### Directions

To answer the following multiple choice questions, refer to the Form 1040NR you completed for Jorge Diaz.

51. Can Jorge and Maria file a return using the Married Filing Jointly filing status?
- A. Yes
  - B. No
52. Can Jorge claim their son and daughter as dependents?
- A. Yes
  - B. No
53. What amount is on line 40 of Jorge's Form 1040NR?
- A. \$14,800
  - B. \$3,700
  - C. \$7,300
  - D. \$14,600
54. What amount is on line 41 of Jorge's Form 1040NR?
- A. \$6,200
  - B. \$20,800
  - C. \$23,000
  - D. \$6,000
55. What is the amount on line 60 of Jorge's Form 1040NR?
- A. \$623
  - B. \$0
  - C. \$603
  - D. \$1,741
56. What is the amount on line 70 of Jorge's Form 1040NR?
- A. \$254
  - B. \$274
  - C. \$877
  - D. \$623

### Part 3, Scenario 3: Lupe Sanchez y Rivera

Using the following information, prepare Form 1040NR.

Lupe Sanchez y Rivera (SSN 222-XX-XXXX), a citizen of Mexico, came to the United States on August 1, 2009 under an F-1 visa. She is divorced.

Her 18-year-old son, Roberto Garcia y Sanchez (ITIN 999-XX-XXX), came with her under an F-2 visa.

Lupe worked on campus and received a W-2 for her wages and Form 1042-S for her off-campus graduate housing. She resides at 45 Millbrook Rd., Columbia, SC 29200, where she attends graduate school at the local university. Lupe's visa number is 1987654321 and her passport number 866743.

After completing the required tax form, review the scenario and resource materials, and answer each of the test questions.

a Employee's social security number		Safe, accurate, FAST! Use		Visit the IRS website at <a href="http://www.irs.gov/efile">www.irs.gov/efile</a>	
b Employer identification number (EIN) <b>57-XXXXXXX</b>		1 Wages, tips, other compensation <b>23,500.00</b>	2 Federal income tax withheld <b>2,061.00</b>		
c Employer's name, address, and ZIP code <b>STATE COLLEGE 500 MILLBROOK RD COLUMBIA, SC 29200</b>		3 Social security wages <b>0.00</b>	4 Social security tax withheld <b>0.00</b>		
		5 Medicare wages and tips <b>0.00</b>	6 Medicare tax withheld <b>0.00</b>		
		7 Social security tips <b>0.00</b>	8 Allocated tips <b>0.00</b>		
d Control number		9	10 Dependent care benefits		
e Employee's first name and initial Last name Suff. <b>LUPE SANCHEZ y RIVERA 45 MILLBROOK RD COLUMBIA, SC 29200</b>		11 Nonqualified plans		12a See instructions for box 12	
		13 Statutory employee Retirement plan Third-party sick pay <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	12b		
		14 Other		12c	
				12d	
f Employee's address and ZIP code					
15 State Employer's state ID number <b>SC 57-XXXXXXX</b>	16 State wages, tips, etc. <b>23,500.00</b>	17 State income tax <b>940.00</b>	18 Local wages, tips, etc.	19 Local income tax	20 Locality name

Form **W-2** Wage and Tax Statement

**2011**

Department of the Treasury—Internal Revenue Service

Copy B—To Be Filed With Employee's FEDERAL Tax Return.  
This information is being furnished to the Internal Revenue Service.

Form **1042-S**Department of the Treasury  
Internal Revenue Service**Foreign Person's U.S. Source Income  
Subject to Withholding** AMENDED PRO-RATA BASIS REPORTING**2011**

OMB No. 1545-0096

**Copy B**  
for Recipient

<b>1</b> Income code <b>15</b>	<b>2</b> Gross income <b>4,400</b>	<b>3</b> Withholding allowances	<b>4</b> Net income <b>4,400</b>	<b>5</b> Tax rate	<b>14</b> Exemption code	<b>7</b> Federal tax withheld <b>616</b>	<b>8</b> Withholding by other agents	<b>9</b> Total withholding credit
<b>10</b> Amount repaid to recipient				<b>14</b> Recipient's U.S. TIN, if any ▶ <input checked="" type="checkbox"/> SSN or ITIN <input type="checkbox"/> EIN <input type="checkbox"/> QI-EIN <b>222-XX-XXXX</b>				
<b>11</b> Withholding agent's EIN ▶ <input type="checkbox"/> EIN <input type="checkbox"/> QI-EIN <b>57-XXXXXX</b>		<b>15</b> Recipient's foreign tax identifying number, if any		<b>16</b> Country code				
<b>12a</b> WITHHOLDING AGENT'S name <b>STATE COLLEGE</b>				<b>17</b> NQI's/FLOW-THROUGH ENTITY'S name		<b>18</b> Country code		
<b>12b</b> Address (number and street) <b>500 MILLBROOK RD</b>				<b>19a</b> NQI's/Entity's address (number and street)				
<b>12c</b> Additional address line (room or suite no.)				<b>19b</b> Additional address line (room or suite no.)				
<b>12d</b> City or town, province or state, country, ZIP or foreign postal code <b>COLUMBIA, SC 29200</b>				<b>19c</b> City or town, province or state, country, ZIP or foreign postal code				
<b>13a</b> RECIPIENT'S name <b>LUPE SANCHEZ y RIVERA</b>			<b>13b</b> Recipient code	<b>20</b> NQI's/Entity's U.S. TIN, if any ▶				
<b>13c</b> Address (number and street) <b>45 MILLBROOK RD</b>				<b>21</b> PAYER'S name and TIN (if different from withholding agent's) <b>STATE COLLEGE</b>				
<b>13d</b> Additional address line (room or suite no.)				<b>22</b> Recipient account number (optional)				
<b>13e</b> City or town, province or state, country, ZIP or foreign postal code <b>COLUMBIA, SC 29200</b>				<b>23</b> State income tax withheld	<b>24</b> Payer's state tax no.	<b>25</b> Name of state <b>SC</b>		

For Privacy Act and Paperwork Reduction Act Notice, see page 17 of the separate instructions.

Cat. No. 11386R

Form **1042-S** (2011)

Department of the Treasury  
Internal Revenue Service

For the year January 1–December 31, 2011, or other tax year

**2011**

beginning , 2011, and ending , 20

**Please print or type**

Your first name and initial	Last name	Identifying number (see instructions)
Present home address (number, street, and apt. no., or rural route). If you have a P.O. box, see instructions.		Check if: <input type="checkbox"/> Individual <input type="checkbox"/> Estate or Trust
City, town or post office, state, and ZIP code. If you have a foreign address, see instructions.		
Foreign country name	Foreign province/county	Foreign postal code

**Filing Status**

1  Single resident of Canada or Mexico or single U.S. national  
 2  Other single nonresident alien  
 3  Married resident of Canada or Mexico or married U.S. national  
 4  Married resident of South Korea  
 5  Other married nonresident alien  
 6  Qualifying widow(er) with dependent child (see instructions)

If you checked box 3 or 4 above, enter the information below.

Check only one box.

(i) Spouse's first name and initial	(ii) Spouse's last name	(iii) Spouse's identifying number
-------------------------------------	-------------------------	-----------------------------------

**Exemptions**

7a  Yourself. If someone can claim you as a dependent, **do not** check box 7a . . . . .

b  Spouse. Check box 7b only if you checked box 3 or 4 above **and** your spouse **did not** have any U.S. gross income . . . . .

**Boxes checked on 7a and 7b** \_\_\_\_\_

c Dependents: (see instructions)		(2) Dependent's identifying number	(3) Dependent's relationship to you	(4) <input checked="" type="checkbox"/> if qualifying child for child tax credit (see page 9)
(1) First name	Last name			
				<input type="checkbox"/>

**No. of children on 7c who:**  
 • lived with you \_\_\_\_\_  
 • did not live with you due to divorce or separation \_\_\_\_\_  
 Dependents on 7c not entered above \_\_\_\_\_

d Total number of exemptions claimed . . . . . **Add numbers on lines above**  

**Income Effectively Connected With U.S. Trade/Business.**

8 Wages, salaries, tips, etc. Attach Form(s) W-2 . . . . .	8	
9a Taxable interest . . . . .	9a	
b Tax-exempt interest. <b>Do not</b> include on line 9a . . . . .	9b	
10a Ordinary dividends . . . . .	10a	
b Qualified dividends (see instructions) . . . . .	10b	
11 Taxable refunds, credits, or offsets of state and local income taxes (see instructions) . . . . .	11	
12 Scholarship and fellowship grants. Attach Form(s) 1042-S or required statement (see instructions)	12	
13 Business income or (loss). Attach Schedule C or C-EZ (Form 1040) . . . . .	13	
14 Capital gain or (loss). Attach Schedule D (Form 1040) if required. If not required, check here <input type="checkbox"/>	14	
15 Other gains or (losses). Attach Form 4797 . . . . .	15	
16a IRA distributions . . . . .	16a	16b Taxable amount (see instructions)
17a Pensions and annuities . . . . .	17a	17b Taxable amount (see instructions)
18 Rental real estate, royalties, partnerships, trusts, etc. Attach Schedule E (Form 1040) . . . . .	18	
19 Farm income or (loss). Attach Schedule F (Form 1040) . . . . .	19	
20 Unemployment compensation . . . . .	20	
21 Other income. List type and amount (see instructions) . . . . .	21	
22 Total income exempt by a treaty from page 5, Schedule OI, Item L (1)(e) . . . . .	22	
23 Combine the amounts in the far right column for lines 8 through 21. This is your <b>total effectively connected income</b> . . . . .	23	

Enclose, but do not attach, any payment.

**Adjusted Gross Income**

24 Educator expenses (see instructions) . . . . .	24	
25 Health savings account deduction. Attach Form 8889 . . . . .	25	
26 Moving expenses. Attach Form 3903 . . . . .	26	
27 Deductible part of self-employment tax. Attach Schedule SE (Form 1040) . . . . .	27	
28 Self-employed SEP, SIMPLE, and qualified plans . . . . .	28	
29 Self-employed health insurance deduction (see instructions) . . . . .	29	
30 Penalty on early withdrawal of savings . . . . .	30	
31 Scholarship and fellowship grants excluded . . . . .	31	
32 IRA deduction (see instructions) . . . . .	32	
33 Student loan interest deduction (see instructions) . . . . .	33	
34 Domestic production activities deduction. Attach Form 8903 . . . . .	34	
35 Add lines 24 through 34 . . . . .	35	
36 Subtract line 35 from line 23. This is your <b>adjusted gross income</b> . . . . .	36	

**Tax and Credits**

37	Amount from line 36 (adjusted gross income)	37	
38	Itemized deductions from page 3, Schedule A, line 15	38	
39	Subtract line 38 from line 37	39	
40	Exemptions (see instructions)	40	
41	Taxable income. Subtract line 40 from line 39. If line 40 is more than line 39, enter -0-	41	
42	Tax (see instructions). Check if any tax is from: a <input type="checkbox"/> Form(s) 8814 b <input type="checkbox"/> Form 4972	42	
43	Alternative minimum tax (see instructions). Attach Form 6251	43	
44	Add lines 42 and 43	44	
45	Foreign tax credit. Attach Form 1116 if required	45	
46	Credit for child and dependent care expenses. Attach Form 2441	46	
47	Retirement savings contributions credit. Attach Form 8880	47	
48	Child tax credit (see instructions)	48	
49	Residential energy credits. Attach Form 5695	49	
50	Other credits from Form: a <input type="checkbox"/> 3800 b <input type="checkbox"/> 8801 c <input type="checkbox"/>	50	
51	Add lines 45 through 50. These are your total credits	51	
52	Subtract line 51 from line 44. If line 51 is more than line 44, enter -0-	52	

**Other Taxes**

53	Tax on income not effectively connected with a U.S. trade or business from page 4, Schedule NEC, line 15	53	
54	Self-employment tax. Attach Schedule SE (Form 1040)	54	
55	Unreported social security and Medicare tax from Form: a <input type="checkbox"/> 4137 b <input type="checkbox"/> 8919	55	
56	Additional tax on IRAs, other qualified retirement plans, etc. Attach Form 5329 if required	56	
57	Transportation tax (see instructions)	57	
58a	Household employment taxes from Schedule H (Form 1040)	58a	
58b	First-time homebuyer credit repayment from Form 5405, line 16	58b	
59	Other taxes. Enter code(s) from instructions	59	
60	Add lines 52 through 59. This is your total tax	60	

**Payments**

61	Federal income tax withheld from:		
a	Form(s) W-2, 1099	61a	
b	Form(s) 8805	61b	
c	Form(s) 8288-A	61c	
d	Form(s) 1042-S	61d	
62	2011 estimated tax payments and amount applied from 2010 return	62	
63	Additional Child Tax credit. Attach Form 8812	63	
64	Amount paid with request for extension to file (see instructions)	64	
65	Excess social security and tier 1 RRTA tax withheld (see instructions)	65	
66	Credit for federal tax paid on fuels. Attach Form 4136	66	
67	Credits from Form: a <input type="checkbox"/> 2439 b <input type="checkbox"/> 8839 c <input type="checkbox"/> 8801 d <input type="checkbox"/> 8885	67	
68	Credit for amount paid with Form 1040-C	68	
69	Add lines 61a through 68. These are your total payments	69	

**Refund**

Direct deposit?  
See instructions.

70	If line 69 is more than line 60, subtract line 60 from line 69. This is the amount you overpaid	70	
71a	Amount of line 70 you want refunded to you. If Form 8888 is attached, check here <input type="checkbox"/>	71a	
b	Routing number <input type="text"/>	c	Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings
d	Account number <input type="text"/>		
e	If you want your refund check mailed to an address outside the United States not shown on page 1, enter it here.		

**Amount You Owe**

72	Amount of line 70 you want applied to your 2012 estimated tax	72	
73	Amount you owe. Subtract line 69 from line 60. For details on how to pay, see instructions	73	
74	Estimated tax penalty (see instructions)	74	

**Third Party Designee**

Do you want to allow another person to discuss this return with the IRS (see instructions)?  Yes. Complete below.  No

Designee's name  Phone no.  Personal identification number (PIN)

**Sign Here**

Keep a copy of this return for your records.

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Your signature  Date  Your occupation in the United States

**Paid Preparer Use Only**

Print/Type preparer's name  Preparer's signature  Date  Check  if self-employed PTIN

Firm's name  Firm's EIN

Firm's address  Phone no.

**Schedule A—Itemized Deductions** (See instructions)

07

<b>Taxes you paid</b>	<b>1</b>	State and local income taxes . . . . .				<b>1</b>	
<b>Gifts to U.S. Charities</b>		<b>Caution:</b> <i>If you made a gift and received a benefit in return, see instructions.</i>					
	<b>2</b>	Gifts by cash or check. If you made any gift of \$250 or more, see instructions . . . . .					
	<b>3</b>	Other than by cash or check. If you made any gift of \$250 or more, see instructions. You <b>must</b> attach Form 8283 if the amount of your deduction is over \$500 . . . . .					
	<b>4</b>	Carryover from prior year . . . . .					
	<b>5</b>	Add lines 2 through 4 . . . . .					<b>5</b>
<b>Casualty and Theft Losses</b>	<b>6</b>	Casualty or theft loss(es). Attach Form 4684. See instructions . . . . .					<b>6</b>
<b>Job Expenses and Certain Miscellaneous Deductions</b>	<b>7</b>	Unreimbursed employee expenses—job travel, union dues, job education, etc. You <b>must</b> attach Form 2106 or Form 2106-EZ if required. See instructions ▶					
	<b>8</b>	Tax preparation fees . . . . .					
	<b>9</b>	Other expenses. See instructions for expenses to deduct here. List type and amount ▶ ..... ..... .....					
	<b>10</b>	Add lines 7 through 9 . . . . .					
	<b>11</b>	Enter the amount from Form 1040NR, line 37 . . . . .	<b>11</b>				
	<b>12</b>	Multiply line 11 by 2% (.02) . . . . .	<b>12</b>				
	<b>13</b>	Subtract line 12 from line 10. If line 12 more than 10, enter -0- . . . . .					<b>13</b>
<b>Other Miscellaneous Deductions</b>	<b>14</b>	Other—see instructions for expenses to deduct here. List type and amount ▶ ..... ..... ..... .....					<b>14</b>
<b>Total Itemized Deductions</b>	<b>15</b>	Add the amounts in the far right column for lines 1 through 14. Also enter this amount on Form 1040NR, line 38 . . . . .					<b>15</b>

**Schedule NEC – Tax on Income Not Effectively Connected With a U.S. Trade or Business** (see instructions)

Enter amount of income under the appropriate rate of tax (see instructions)

1 Nature of income	Enter amount of income under the appropriate rate of tax (see instructions)				
	(a) 10%	(b) 15%	(c) 30%	(d) Other (specify) %	
2 Dividends paid by:					
a U.S. corporations . . . . .	1a				
b Foreign corporations . . . . .	1b				
3 Interest:					
a Mortgage . . . . .	2a				
b Paid by foreign corporations . . . . .	2b				
c Other . . . . .	2c				
4 Industrial royalties (patents, trademarks, etc.) . . . . .	3				
5 Motion picture or T.V. copyright royalties . . . . .	4				
6 Other royalties (copyrights, recording, publishing, etc.) . . . . .	5				
7 Real property income and natural resources royalties . . . . .	6				
8 Pensions and annuities . . . . .	7				
9 Social security benefits . . . . .	8				
10 Capital gain from line 18 below . . . . .	9				
11 Gambling—Residents of Canada only. Enter net income in column (c). If zero or less, enter -0-.					
a Winnings . . . . .	10c				
b Losses . . . . .	11				
12 Other (specify) ▶					
13 Add lines 1a through 12 in columns (a) through (d) . . . . .	12				
14 Multiply line 13 by rate of tax at top of each column . . . . .	13				
15 Tax on income not effectively connected with a U.S. trade or business. Add columns (a) through (d) of line 14. Enter the total here and on Form 1040NR, line 53 . . . . .	14				15

**Capital Gains and Losses From Sales or Exchanges of Property**

16	(a) Kind of property and description (if necessary, attach statement of descriptive details not shown below)	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Sales price	(e) Cost or other basis	(f) LOSS If (e) is more than (d), subtract (d) from (e)	(g) GAIN If (d) is more than (e), subtract (e) from (d)
17	Add columns (f) and (g) of line 16						17 ( )
18	<b>Capital gain.</b> Combine columns (f) and (g) of line 17. Enter the net gain here and on line 9 above (if a loss, enter -0-)						18

**Schedule OI—Other Information** (See instructions)

Answer all questions

- A** Of what country or countries were you a citizen or national during the tax year? \_\_\_\_\_
- B** In what country did you claim residence for tax purposes during the tax year? \_\_\_\_\_
- C** Have you ever applied to be a green card holder (lawful permanent resident) of the United States? . . . . .  **Yes**  **No**
- D** Were you ever:
1. A U.S. citizen? . . . . .  **Yes**  **No**
2. A green card holder (lawful permanent resident) of the United States? . . . . .  **Yes**  **No**
- If you answer "Yes" to (1) or (2), see Pub. 519, chapter 4, for expatriation rules that apply to you.
- E** If you had a visa on the last day of the tax year, enter your visa type. If you did not have a visa, enter your U.S. immigration status on the last day of the tax year. \_\_\_\_\_
- F** Have you ever changed your visa type (nonimmigrant status) or U.S. immigration status? . . . . .  **Yes**  **No**  
If you answered "Yes," indicate the date and nature of the change. ▶ \_\_\_\_\_
- G** List all dates you entered and left the United States during 2011 (see instructions).  
**Note.** If you are a resident of Canada or Mexico AND commute to work in the United States at frequent intervals, check the box for **Canada** or **Mexico** and skip to item H . . . . .  **Canada**  **Mexico**

Date entered United States mm/dd/yy	Date departed United States mm/dd/yy

Date entered United States mm/dd/yy	Date departed United States mm/dd/yy

- H** Give number of days (including vacation, nonworkdays, and partial days) you were present in the United States during:  
2009 \_\_\_\_\_, 2010 \_\_\_\_\_, and 2011 \_\_\_\_\_.
- I** Did you file a U.S. income tax return for any prior year? . . . . .  **Yes**  **No**  
If "Yes," give the latest year and form number you filed . . . ▶ \_\_\_\_\_
- J** Are you filing a return for a trust? . . . . .  **Yes**  **No**  
If "Yes," did the trust have a U.S. or foreign owner under the grantor trust rules, make a distribution or loan to a U.S. person, or receive a contribution from a U.S. person? . . . . .  **Yes**  **No**
- K** Did you receive total compensation of \$250,000 or more during the tax year? . . . . .  **Yes**  **No**  
If "Yes," did you use an alternative method to determine the source of this compensation? . . . . .  **Yes**  **No**

**L** Income Exempt from Tax—If you are claiming exemption from income tax under a U.S. income tax treaty with a foreign country, complete (1) and (2) below. See Pub. 901 for more information on tax treaties.

1. Enter the name of the country, the applicable tax treaty article, the number of months in prior years you claimed the treaty benefit, and the amount of exempt income in the columns below. Attach Form 8833 if required (see instructions).

(a) Country	(b) Tax treaty article	(c) Number of months claimed in prior tax years	(d) Amount of exempt income in current tax year

- (e) Total.** Enter this amount on Form 1040NR, line 22. Do not enter it on line 8 or line 12 . . . . .
2. Were you subject to tax in a foreign country on any of the income shown in 1(d) above? . . . . .  **Yes**  **No**

### Part 3, Scenario 3: Lupe Sanchez y Rivera Test Questions

---

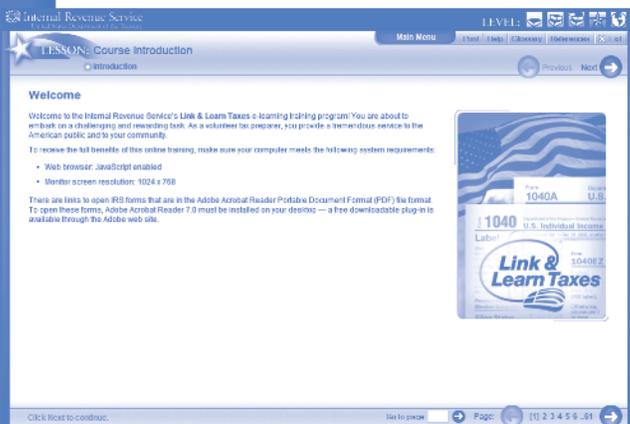
#### Directions

To answer the following questions, refer to the Form 1040NR you completed for Lupe Sanchez y Rivera.

- 57.** What is the amount of Lupe's Adjusted Gross Income on line 36?
- A. \$4,400
  - B. \$23,500
  - C. \$19,100
  - D. \$27,900
- 58.** What is the amount of her taxable income, line 41?
- A. \$27,900
  - B. \$23,260
  - C. \$19,560
  - D. \$26,960
- 59.** How many exemptions is Lupe entitled to claim?
- A. 1
  - B. 2
  - C. 0
- 60.** What is the amount of Lupe's overpayment on line 70?
- A. \$99
  - B. \$166
  - C. \$2677
  - D. \$616



# Link & Learn Taxes



**Link & Learn Taxes** is web-based training designed *specifically* for VITA/TCE volunteers. Each volunteer's ability to prepare complete and accurate returns is vital to the credibility and integrity of the program. Link & Learn Taxes, as part of the complete volunteer training kit, provides the path to achieving this high level of quality service to taxpayers.

Link & Learn Taxes and the printed technical training guide, Publication 4480, work together to help volunteers learn and practice.

## Link & Learn Taxes for 2011 includes:

- Access to seven VITA/TCE courses
- Easy identification of the VITA/TCE courses with the course icons
  - As you progress through a lesson, the Basic, Intermediate, Advanced, Military, and International icons will display, depending on your level of certification.
- Two optional modules:
  - Cancellation of Debt for Credit Cards and Mortgages — open to students with Advanced, Military or International certifications.
  - Health Savings Accounts (HSAs) — open to students who have completed Intermediate certification.
- The Practice Lab
  - Gives volunteers practice with an early version of the IRS-provided tax preparation software
  - Lets volunteers complete workbook problems from Publication 4491-W
  - Lets volunteers prepare test scenario returns for the test/retest

### Explore

Go to [www.irs.gov](http://www.irs.gov), type "Link & Learn" in the Keyword field and click Search. You'll find a detailed overview and links to the courses.



## Facilitated Self-Assistance Model

**FAST**, Free Assisted Self-Service Tax Preparation, is a facilitated self-assistance model of tax preparation that allows computer-savvy taxpayers to input their own return at a VITA/TCE site. Certified volunteers act as coaches, assisting taxpayers with questions and helping them with computer issues that may arise. Partners market the program to taxpayers as Free File/VITA/TCE.

For more information contact your Relationship Manager (RM) to see if you should start a FAST site in your community. You may also request Publication 4907 (*Free File for VITA Partners*) for further details.

# www.irs.gov

## Your online resource for volunteer and taxpayer assistance

### The Volunteer Resource Center

(Keyword: Community Network)

- Hot topics for volunteers and partners
- Site Coordinator's Corner
- Volunteer Tax Alerts
- Volunteer Training Resources
- EITC Information for Partners
- e-file Materials and Outreach Products

### Tax Information for Individuals

(Keyword: Individuals)

- 1040 Central (What's new this filing season)
- Where's My Refund
- EITC Assistant - Available in English and Spanish
- Tax Trails for Answers to common tax questions
- Alternative Minimum Tax (AMT) Assistant
- Interactive Tax Assistant (ITA)

and much more!

*Your direct link to tax information*

**24/7** [www.irs.gov](http://www.irs.gov)

