**Filling Out a Tax Return – Practice Problem**

Fill out Form 1040 **twice** based on the following information

* The First Time – use the standard deduction
* The Second Time – use itemized deductions
* You are single
* You have no dependents
* You were paid $70,000 this year by your employer
* You had $7,000 withheld from your paychecks this year for federal taxes
* You had $2,000 of state income taxes withheld from your paychecks this year
* You have not yet filled out your state income tax return for this year
* You contributed $1,000 to your Individual Retirement Account (IRA) this year
* You earned $800 in interest on your savings account this year
* You paid $1,200 in student loans this year – of which $200 was interest
* You paid $2,000 on your car loan this year – of which $500 was interest
* You paid $15,000 to your home mortgage company this year – of which $12,000 was interest
* You paid $2,000 in property taxes to your parish this year
* You gave $3,000 to Autism Speaks (a qualified charity) this year
* You gave $1,000 to your brother to help him with some medical expenses this year
* You gave some clothes and furniture to Goodwill this year. You paid $3,000 for these items but figure if you sold them at a yard sale, you could only get $200 for them
* You had $500 in unreimbursed medical expenses this year
* You paid $600 in union dues this year
* You spent $100 on a safe deposit box to keep your important documents safe