

RETURN PROBLEM 1

(3 points)

Spring 2017

Tax Forms

2 - Forms 1040EZ

Information for the Problem

Jill A. Williams and Julie M. Williams are sisters. They have asked your assistance in filing their tax returns for 2016.

After graduating from Texas Tech University and accepting a teaching position in the public schools, Jill returned home to live with her parents. She is single, and her age is 25. Jill earned interest income of \$416 on a savings account at First National Bank, Littlefield, Texas. She paid interest on her car loan of \$616 and made contributions to her church of \$3,136. The family mailing address is P. O. Box 716, Brownfield, Texas 79316; their street address is 216 Coke Street (but the town is so small that mail is not delivered). Jill's Social Security number is 499-88-7716.

Jill's 20-year old sister, Julie, is a junior student at Texas Tech, and also lives at home with their parents who properly claim her as their dependent. Julie is interning at Cornerstone Audiology, helping with those who need hearing aids, on a part-time basis during the school year and practically full-time during the summer. She earned \$716 in interest on her savings account at First State Bank, and she made contributions of \$526 to her church. Julie's Social Security number is 476-54-3216.

The W-2 forms received from the two employers indicated the following information:

	<u>Jill</u>	<u>Julie</u>
Salary and wages	\$31,316	\$5,206
Federal income tax withheld	3,520	113
FICA tax withheld		
Social Security	1,942	323
Medicare	454	75

Instructions

Prepare one Form 1040EZ each for Jill A. Williams and Julie M. Williams for 2016.

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