AC 341

Exam 1 Review (Not Exclusive nor Comprehensive) Topics

Spring 2023

* Definition of a tax
* Tax Planning Strategies – types
* Constructive Receipt Doctrine, Assignment of Income Doctrine, Claim of Right Doctrine
* Arm’s Length Standard
* General Requirements of Gross Income and Definition
* Individual Tax Formula
* Filing Status
* Dependents Definition
* 3 types of tax rates
* Standard vs. Itemized Deduction
* Qualified Business Income in general
* Deductions – general requirements
* Deductions – different treatment between “for” and “from” AGI
* AGI Definition
* Treatment of alimony
* Treatment of state and local taxes as a deduction
* Disability payments received – treatment
* Interest expense deductions
* Realized vs, Recognized Income
* Earned vs. Unearned Income
* Charitable Contributions deductions
* Sale of an asset – “basis” recovery in gain/loss calculation
* How federal income taxes are paid generally – estimated tax and withholding
* Medical expense deduction
* Personal injury payments – taxable income or not
* Deductions for expenses – generally business vs personal