

ADVANCED I TAX COURSE

Course Topics by Module – LEARNING OBJECTIVES

Module 1

Chapter 1: Affordable Care Act

- Identify features of the Affordable Care Act (ACA)
- Identify ACA exemptions allowed
- Calculate Shared Responsibility
- Identify employer's responsibilities in regard to the ACA

Chapter 2: Employee Business Expenses

- Identify which employee business expenses are deductible and when the expenses are allowed
- Explore employer reimbursements and accountable plans and nonaccountable plans
- Understand the importance of keeping accurate, detailed records of business expenses
- Identify and learn more about tax homes and the main place of business or work
- Complete a return including Schedule A and Form 2106, *Employee Business Expenses*

Chapter 3: Clergy

- Learn the rules for reporting clergy income
- Study the various types of expenses related to clergy income
- Become familiar with the forms necessary to deduct the expenses
- Complete a return with Schedule C, Schedule SE, Form 2106 and clergy worksheets

Chapter 4: Investments

- Explore capital assets and noncapital assets
- Become more familiar with basis of property, property received in trades, adjusted basis,
- identifying stocks or bonds sold, dividend reinvestment, stock splits, transfers and exchanges
- Learn how to handle losses on sales and trades of property for related parties
- Learn about installment sales
- Learn how to account for like-kind exchanges
- Learn about like-kind exchanges between spouses and other related parties
- Learn what wash sales are
- Explore the new surtax on net investment income

Chapter 5: Schedule C (Part I)

- Learn to identify the various types of business entities
- Become familiar with the different steps necessary to develop a sole proprietorship
- Learn the proper record keeping for a sole proprietorship and the length of time the taxpayer is expected to keep business records
- Become familiar with the types of accounting methods
- What is necessary when hiring employees
- Complete a return including Schedule C, Schedule SE, Form 8829, and Form 4562

Module 1 Final Exam

Module 2

Chapter 6: Schedule C (Part II)

- Learn more about sole proprietorships and the advantages and disadvantages of this type of business entity
- Recognize the various types of income earned by a sole proprietorship
- Understand the cost of goods sold, inventory valuation, beginning inventory, ending inventory and uniform capitalization rules

Chapter 7: At-Risk Rules and Passive Activities

- Understand at-risk rules
- Become familiar with passive activities, passive activity income, and passive activity deductions
- Learn about rental real estate activities and material participation

Chapter 8: Rental Property (Part I)

- Recognize what constitutes rental property, what expenses are deductible and how to handle sales of rental property
- Learn about losses from rental real estate activities
- Complete Schedule E

Chapter 9: Rental Property (Part II)

- Learn how to divide expenses between personal and rental use
- Learn how to handle property that is only partially rented
- Understand rules regarding fair rental rates
- Understand the exceptions to claiming rental income and expenses

Chapter 10: Alternative Minimum Tax, Injured and Innocent Spouse, Less Common Credits, and Penalties

- Discuss the application of the Alternative Minimum Tax (AMT) to taxpayers
- Determine who is considered an innocent spouse and who is considered an injured spouse
- Summarize other types of less common credits
- Describe the civil and criminal penalties applicable to taxpayers who do not comply with income tax laws

Module 2 Final Exam