

OUT OF SCOPE: QUICK GUIDE (2020 TAX YEAR)

Taxpayers with Forms that are out of scope for VITA (Free Tax Program) may complete their return for free using MYFREETAXES.COM

VITA Volunteers are not able to prepare returns with the following:

- Income over \$57,000
- Rental property (unless military)
- Farm income
- Form SS-5 (request for social security number)
- Form 8814 (child taxed at parent's tax rate)
- Form 8615 (Kiddie Tax, tax for certain children who have unearned income)
- Form SS-8 (determination of worker status)
- Non-Deductible IRA
- 1099-R
 - Box 7 codes: 5, 6, 8, 9, A, E, J, K, N, P, R, T, U, W
 - Box 7 code 2, if IRA/SEP/SIMPLE box checked & non-deductible contributions
 - TP used general rule to figure taxable portion of pensions/annuities in past years
- 1095-A (Marketplace insurance)
 - Shared policy allocation? Review the Covered Individuals listed on Form 1095-A, and make sure all of them will be listed on the return. Then review Form 13614-C to determine that anyone listed isn't covered by someone else's Marketplace plan (on the 1095-A of another taxpayer).
 - The taxpayers have marketplace insurance and they got married during 2018 (may or may not be in scope)
- 1099-MISC: boxes 5, 6, 8 – 15b
- Self-Employment – Schedule C
 - Expenses over \$35,000
 - Expenses exceed business income (business loss)
 - Business carries an inventory of goods sold
 - Expenses for employees or the need to issue 1099s
 - Business use of home
 - Vehicle expenses (VITA does mileage only)
 - Depreciation (including Section 179) or asset write-offs
 - Moving expenses (must be Military)
 - Business using accrual method of accounting
 - Business loss carryover from prior year
- HSA: Review scope on page 14 of 4012
- Cancellation of debt other than credit card or main home (1099-C)
- Deduction of noncash contributions over \$500
- Determination of worker status, Form SS-8
- Dual Status Aliens
- Non-citizen taxpayers with F, J, M, or Q visas
- Nonresident aliens who do not meet the green card or substantial presence test and are not married to a US citizen or resident alien