



Analysis

2018 Postcard Form 1040 and Related Schedules

Form 1040 for Tax Year 2018 - Draft

Form 1040		Department of the Treasury—Internal Revenue Service (99)		2018	OMB No. 1545-0074	IRS Use Only—Do not write or staple in this space.																																				
Filing status: <input type="checkbox"/> Single <input type="checkbox"/> Married filing jointly <input type="checkbox"/> Married filing separately <input type="checkbox"/> Qualifying widow(er) <input type="checkbox"/> Head of household																																										
Your first name and initial			Last name			Your social security number																																				
Your standard deduction: <input type="checkbox"/> Someone can claim you as a dependent <input type="checkbox"/> You were born before January 2, 1954 <input type="checkbox"/> You are blind																																										
Spouse or qualifying person's first name and initial (see inst.)			Last name			Spouse's social security number																																				
Spouse standard deduction: <input type="checkbox"/> Someone can claim your spouse as a dependent <input type="checkbox"/> Your spouse was born before January 2, 1954 <input type="checkbox"/> Your spouse is blind <input type="checkbox"/> Your spouse itemizes on a separate return or you were dual-status alien																																										
Home address (number and street). If you have a P.O. box, see instructions.						Apt. no.	<input type="checkbox"/> Full-year health care coverage (see instructions)																																			
City, town or post office, state, and ZIP code. If you have a foreign address, attach Schedule 6.						If more than four dependents, see instructions and check here <input type="checkbox"/>																																				
Dependents (see instructions): <table border="1"> <thead> <tr> <th>(1) First name</th> <th>Last name</th> <th>(2) Social security number</th> <th>(3) Relationship to you</th> <th>(4) <input checked="" type="checkbox"/> if qualifies for (see inst.):</th> <th>Child tax credit</th> <th>Credit for other dependents</th> </tr> </thead> <tbody> <tr><td> </td><td> </td><td> </td><td> </td><td><input type="checkbox"/></td><td><input type="checkbox"/></td><td><input type="checkbox"/></td></tr> <tr><td> </td><td> </td><td> </td><td> </td><td><input type="checkbox"/></td><td><input type="checkbox"/></td><td><input type="checkbox"/></td></tr> <tr><td> </td><td> </td><td> </td><td> </td><td><input type="checkbox"/></td><td><input type="checkbox"/></td><td><input type="checkbox"/></td></tr> <tr><td> </td><td> </td><td> </td><td> </td><td><input type="checkbox"/></td><td><input type="checkbox"/></td><td><input type="checkbox"/></td></tr> </tbody> </table>								(1) First name	Last name	(2) Social security number	(3) Relationship to you	(4) <input checked="" type="checkbox"/> if qualifies for (see inst.):	Child tax credit	Credit for other dependents					<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>					<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>					<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>					<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
(1) First name	Last name	(2) Social security number	(3) Relationship to you	(4) <input checked="" type="checkbox"/> if qualifies for (see inst.):	Child tax credit	Credit for other dependents																																				
				<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>																																				
				<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>																																				
				<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>																																				
				<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>																																				
Sign Here Joint return? See instructions. Keep a copy for your records.		Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.																																								
Your signature		Date		Your occupation		If the IRS sent you an Identity Protection PIN, enter it here (see inst.)																																				
Spouse's signature. If a joint return, both must sign.		Date		Spouse's occupation		If the IRS sent you an Identity Protection PIN, enter it here (see inst.)																																				
Print/Type preparer's name		Preparer's signature		PTIN		Check if:																																				
Firm's name		Firm's EIN				<input type="checkbox"/> 3rd Party Designee <input type="checkbox"/> Self-employed																																				
For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see separate instructions.						Cat. No. 11320B Form 1040 (2018)																																				

Changes to the 2018 Form 1040 Front

- Filing Status has been moved to the very top of the form.
- Standard deduction designations for individual and spouse in two different sections.
- Age 65 and older or blind or both has also moved to the front of the form.
- A box has been provided to check if full year health coverage applies.
- The new Credit for other dependent (\$500.00) has its own column to be checked, but the credit will also appear on Schedule 3 Line 52.
- In addition, the Child Tax Credit requires a Box to be checked.
- Note the foreign address and other foreign information has been relocated and is no longer on the front of the return (Schedule 6).
- In addition, the third-party designation has been moved as well to Schedule 6.
- IP Pin spaces provided for both taxpayer and spouse.
- The signature for both the taxpayer and spouse as well as the paid preparer information remains on the front of the form.

2018 Form 1040 Schedule 6 Draft

SCHEDULE 6 (Form 1040)

Department of the Treasury
Internal Revenue Service

Foreign Address and Third Party Designee

▶ Attach to Form 1040.

▶ Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0074

2018
Attachment
Sequence No. **05A**

Name(s) shown on Form 1040

Your social security number

Foreign Address	Foreign country name	Foreign province/county	Foreign postal code
Third Party Designee	Do you want to allow another person to discuss this return with the IRS (see instructions)? <input type="checkbox"/> Yes. Complete below. <input type="checkbox"/> No		
	Designee's name ▶	Phone no. ▶	Personal identification number (PIN) ▶

For Paperwork Reduction Act Notice, see your tax return instructions.

Cat. No. 71483N

Schedule 6 (Form 1040) 2018

Page 2 of 2018 Form 1040 Draft

Form 1040 (2018) Page **2**

1	Wages, salaries, tips, etc. Attach Form(s) W-2	1	
2a	Tax-exempt interest	2a	
3a	Qualified dividends	3a	
4a	IRAs, pensions, and annuities	4a	
5a	Social security benefits	5a	
6	Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22 and check here <input type="checkbox"/>	6	
7	Adjusted gross income. If you have no adjustments to income, enter the amount from line 6; otherwise, subtract Schedule 1 line 36, from line 6 and check here <input type="checkbox"/>	7	
8	Standard deduction or itemized deductions (from Schedule A) If attaching Schedule A, check here <input type="checkbox"/>	8	
9	Qualified business income deduction (see instructions)	9	
10	Taxable income. Subtract lines 8 and 9 from line 7. If zero or less, enter -0-	10	
11	Tax (see inst.) (check if any from: a <input type="checkbox"/> Form(s) 8814 b <input type="checkbox"/> Form 4972 c <input type="checkbox"/>)	11	
12	Child tax credit/credit for other dependents Add any amount from Schedule 3 and check here <input type="checkbox"/>	12	
13	Subtract line 12 from line 11	13	
14	Other taxes. Attach Schedule 4	14	
15	Total tax. Add lines 13 and 14	15	
16	Federal income tax withheld from Forms W-2 and 1099	16	
17	Refundable credits: a EIC (see inst.) b Sch 8812 c Form 8863	17	
18	Add any amount from Schedule 5 and check here <input type="checkbox"/>	18	
19	If line 18 is more than line 15, subtract line 15 from line 18. This is the amount you overpaid	19	
20a	Amount of line 19 you want refunded to you. If Form 8888 is attached, check here <input type="checkbox"/>	20a	
21	Amount of line 19 you want applied to your 2019 estimated tax <input type="checkbox"/>	21	
22	Amount you owe. Subtract line 18 from line 15. For details on how to pay, see instructions	22	
23	Estimated tax penalty (see instructions)	23	

Standard Deduction for—

- Single or married filing separately, \$12,000
- Married filing jointly or Qualifying widow(er), \$24,000
- Head of household, \$18,000
- If you checked any box under Standard deduction, see instructions.

Direct deposit? ▶ See instructions.

b Routing number

c Type: ☐ Checking ☐ Savings

d Account number

Form **1040** (2018)

Changes to Page 2 of the 2018 Form 1040 Draft

- Lines 4a and 4b have been added to accommodate IRA, pensions etc. as well as Social Security benefits received.
- Line 6 requires a Schedule 1 input and a box to be checked.

6	Total income. Add lines 1 through 5. Add any amount from Schedule 1, line 22	and check here <input type="checkbox"/>	6
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- Standard deduction or itemized deduction belongs on Line 8 and a Schedule A must be attached and a box checked.

8	Standard deduction or itemized deductions (from Schedule A) If attaching Schedule A, check here .	<input type="checkbox"/>	8
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- **Note that line 9 accommodates the Qualified Business Income deduction.**
- **Also note there is NO Personal Exemption.**
- Tax is placed on line 11 but a Schedule 2 is also needed in some cases and the amount from the Schedule 2 will be added and a box will also need to be checked.
- Total tax ends up on Line 15.
- Line 12 amount is from Schedule 3 – Child Tax Credit and the Other Nonrefundable Dependent Credit. Once again, a box needs to be checked.
- Line 14 is Other Taxes and a Schedule 4 is used for the total calculation and transferred to this area.
- W-2 Withholding and Form 1099 withholding applies to Line 16 of Page 2 of 1040, but estimated tax payments appear on Schedule 5 and transfers over to Line 17d. In addition, a box needs to be checked
- Line 17 is also the place for credits that are refundable and we can assume the Forms required for the credits must be attached.
- Areas for Refund and the Amount Owed remain the same.
- Note – signature appears on the front of the Form 1040.

Form 1040 Schedule 5 Other Payments and Refundable Credits Draft

SCHEDULE 5
(Form 1040)

Department of the Treasury
Internal Revenue Service

Other Payments and Refundable Credits

► Attach to Form 1040.
► Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0074

2018

Attachment
Sequence No. **05**

Name(s) shown on Form 1040

Your social security number

Other Payments and Refundable Credits	65	Reserved	65		
	66	2018 estimated tax payments and amount applied from 2017 return	66		
	67a	Reserved	67a		
	b	Reserved	67b		
	68-69	Reserved	68-69		
	70	Net premium tax credit. Attach Form 8962	70		
	71	Amount paid with request for extension to file (see instructions)	71		
	72	Excess social security and tier 1 tax withheld	72		
	73	Credit for federal tax on fuels. Attach Form 4136	73		
	74a	Amounts from Form 2439	74a		
	b	Health coverage tax credit. Attach Form 8885	74b		
	c	Reserved	74c		
d	Other amounts (see instructions)	74d			
★ 75	Add lines 65, 66, 67a, and 68 through 74. These are your total other payments and refundable credits . Enter here and on Form 1040, line 17d	75			

For Paperwork Reduction Act Notice, see your tax return instructions.

Cat. No. 71482C

Schedule 5 (Form 1040) 2018

Schedule 5 Other Payments and Refundable Credits

- Line 66 is for estimated tax payments.
- Line 70 is for the Premium Tax Credit and Form 8962 must be attached. Note Form 8965 Health Coverage Exemptions will still need to be filed in 2018 if taxpayer qualifies.
- Line 71 provides an area for payments made with the extension.
- Note – we have three areas for payments and two forms.
 - Page 2 of the 1040 for W-2 and Form 1099 withholding.
 - Schedule 5 (paid with extension) transfers to page 2 and a box must be checked.
- Line 74a is an area for Notice to Shareholder of Undistributed Long-Term Capital Gains – unchanged from 2017 form.
- Total payments will appear on Line 75 and transfer to Line 17d of Form 1040 with a box to be checked.

SCHEDULE 2
(Form 1040)

Department of the Treasury
Internal Revenue Service

Tax

▶ Attach to Form 1040.

▶ Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0074

2018

Attachment
Sequence No. **02**

Name(s) shown on Form 1040

Your social security number

Tax	38-43	Reserved	38-43	
	44	Tax (see instructions)	44	
	a	Tax on child's unearned income. Attach Form(s) 8814	44a	
	b	Tax on lump-sum distributions. Attach Form 4972	44b	
	c	Other taxes. List type and amount	44c	
	45	Alternative minimum tax. Attach Form 6251	45	
	46	Excess advance premium tax credit. Attach Form 8962	46	
	47	Add lines 38 through 46. This is your tax. Enter here and on Form 1040, line 11	47	

For Paperwork Reduction Act Notice, see your tax return instructions.

Cat. No. 71478U

Schedule 2 (Form 1040) 2018

Schedule 2 Tax

- Line 44 comes with instructions.
- Line 44a – Appears to still allow parents to claim the child's unearned income on the parents return if elected.
- Line 46 – Is available for an overpayment of the Advanced Premium Tax Credit.
- Line 47 amount is transferred to Line 11 of the Form 1040.

2018 Form 1040 Schedule 4 Other Taxes

SCHEDULE 4
(Form 1040)

Department of the Treasury
Internal Revenue Service

Other Taxes

▶ Attach to Form 1040.

▶ Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0074

2018
Attachment
Sequence No. **04**

Name(s) shown on Form 1040

Your social security number

Other Taxes			
57	Self-employment tax. Attach Schedule SE	57	
58a	Social security and Medicare tax on tip income not reported to employer. Attach Form 4137	58a	
b	Uncollected social security and Medicare tax on wages. Attach Form 8919	58b	
59	Additional tax on IRAs, other qualified retirement plans, and other tax-favored accounts. Attach Form 5329 if required	59	
60a	Household employment taxes. Attach Schedule H	60a	
b	Repayment of first-time homebuyer credit from Form 5405. Attach Form 5405 if required	60b	
61	Health care: individual responsibility (see instructions)	61	
62a	Additional Medicare tax from Form 8959	62a	
b	Net investment income tax from Form 8960	62b	
c	Instructions; enter code(s) ▶	62c	
63	Section 965 net tax liability installment from Form 965-A	63	
64	Add lines 57 through 63. These are your total other taxes . Enter here and on Form 1040, line 14	64	

For Paperwork Reduction Act Notice, see your tax return instructions.

Cat. No. 71481R

Schedule 4 (Form 1040) 2018

Schedule 4 Other Taxes - Most of this schedule is unchanged with a few exceptions.

- Line 57 is for Self-Employment Tax and Schedule SE must be attached.
- Line 60b accommodates the repayment of the first-time homebuyer's credit.
- Line 61 is for the Shared Responsibility Payment for not having minimum essential health care coverage – 2018 is the last year.
- **Line 63 is NEW – Repatriation tax §965 plus New Form 965A.**
- Line 64 is the total of all other taxes and flows to Form 1040 Line 14.

2018 Form 1040 Schedule 3 Nonrefundable Credits

SCHEDULE 3 (Form 1040)

Department of the Treasury
Internal Revenue Service

Nonrefundable Credits

► Attach to Form 1040.
► Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0074

2018
Attachment
Sequence No. **03**

Name(s) shown on Form 1040

Your social security number

Nonrefundable Credits	48	Foreign tax credit. Attach Form 1116 if required	48		
	49	Credit for child and dependent care expenses. Attach Form 2441	49		
	50	Education credits from Form 8863, line 19	50		
	51	Retirement savings contributions credit. Attach Form 8880	51		
	52	Child tax credit and credit for other dependents	52		
	53	Residential energy credit. Attach Form 5695	53		
	54a	General business credit. Attach Form 3800	54a		
	b	Credit for prior year minimum tax. Attach Form 8801	54b		
	c	Other credits (see instructions)	54c		
	55	Add lines 48 through 54. These are your total nonrefundable credits . Enter here and on Form 1040, line 12	55		

For Paperwork Reduction Act Notice, see your tax return instructions.

Cat. No. 71480G

Schedule 3 (Form 1040) 2018

Changes to Form 1040 Schedule 3 Draft

- Line 52 provides for the NEW Child Tax Credit for other dependents. In addition, a special box needs to be checked on the front of Form 1040.
- All other entries require some Form to be attached to the return, so this is basically a summary of the nonrefundable credits that flows to Line 12 of the Form 1040.

2018 Form 1040 Schedule 1 Draft Additional Income and Adjustments to Income

SCHEDULE 1 (Form 1040)

Department of the Treasury
Internal Revenue Service

Additional Income and Adjustments to Income

► Attach to Form 1040.

► Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0074

2018

Attachment
Sequence No. **01**

Name(s) shown on Form 1040

Your social security number

Additional Income	1-9b	Reserved	1-9b		
	10	Taxable refunds, credits, or offsets of state and local income taxes	10		
	11	Alimony received	11		
	12	Business income or (loss). Attach Schedule C or C-EZ	12		
	13	Capital gain or (loss). Attach Schedule D if required. If not required, check here ► <input type="checkbox"/>	13		
	14	Other gains or (losses). Attach Form 4797	14		
	15a	Reserved	15b		
	16a	Reserved	16b		
	17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	17		
	18	Farm income or (loss). Attach Schedule F	18		
	19	Unemployment compensation	19		
	20a	Reserved	20b		
	21	Other income. List type and amount ►	21		
	22	Combine the amounts in the far right column. If you don't have any adjustments to income, enter here and on Form 1040, line 6. Otherwise, go to line 23	22		

Changes to the 2018 Form 1040 Schedule 1 – Additional Income Draft

- This area follows the typical front of the original 1040 as we enter various kinds of income supported by additional schedules.
- Note Line 22, if no adjustments the amount can be entered on Line 6 of the Form 1040 and a box must be checked.
- Several reserved areas here that are unknown.
- Schedule C, D E F and Form 4797 plus other income has its place similar to what we are familiar with.
- Alimony also remains income due to Pre-2018 law.

Form 1040 Schedule 1 Adjustments to Income Draft

Adjustments to Income	23	Educator expenses	23		
	24	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106	24		
	25	Health savings account deduction. Attach Form 8889	25		
	26	Moving expenses for members of the armed forces. Attach Form 3903	26		
	27	Deductible part of self-employment tax. Attach Schedule SE	27		
	28	Self-employed SEP, SIMPLE, and qualified plans	28		
	29	Self-employed health insurance deduction	29		
	30	Penalty on early withdrawal of savings	30		
	31a	Alimony paid b Recipient's SSN ►	31a		
	32	IRA deduction	32		
	33	Student loan interest deduction	33		
	34	Reserved	34		
	35	Reserved	35		
	36	Add lines 23 through 35	36		
37	Subtract line 36 from line 22. Enter here and on Form 1040, line 6	37			

For Paperwork Reduction Act Notice, see your tax return instructions.

Cat. No. 71479F

Schedule 1 (Form 1040) 2018

Changes to Form 1040 Schedule 1 Adjustments to Income

- Line 24 - Reminder some Form 2106 deductions remain
- Line 26 – Moving expenses only apply to Military and a permanent post of duty change.
- Line 31a Alimony remains since change does not occur until 2019 and alimony from preexisting decrees still deductible.
- Line 37 is the total and will transfer to the Form 1040 Line 6, but a box must be checked.