

Elizabeth and Matthew Leon are Puerto Rican residents in their 40s who use the filing status Married Filing Jointly. During this tax year, Elizabeth earned \$32,981 as an employee of the U.S. Department of Agriculture and Matthew earned \$18,354 as the manager of a local restaurant.

Elizabeth is not sure which expenses are deductible. She gives you this list of expenses:

Expenses:	Amount:
Real estate taxes	\$1,897
Driver's license renewal	\$30
Medical insurance premium	\$1,989
Out of pocket doctor's fees	\$1,875
Out of pocket dental expenses	\$685
Veterinarian expenses	\$300
Home mortgage interest	\$8,761

Without closing the PDF window, return to the lesson screen and click Check My Answer.

**SCHEDULE A
(Form 1040)**

Itemized Deductions

OMB No. 1545-0074

2016
Attachment
Sequence No. **07**

Department of the Treasury
Internal Revenue Service (99)

► **Information about Schedule A and its separate instructions is at www.irs.gov/schedulea.**
► **Attach to Form 1040.**

Name(s) shown on Form 1040

Your social security number

Medical and Dental Expenses		Caution: Do not include expenses reimbursed or paid by others.			
1	Medical and dental expenses (see instructions)	1			
2	Enter amount from Form 1040, line 38 <input type="text" value="2"/>	2			
3	Multiply line 2 by 10% (0.10). But if either you or your spouse was born before January 2, 1952, multiply line 2 by 7.5% (0.075) instead	3			
4	Subtract line 3 from line 1. If line 3 is more than line 1, enter -0-	4			
Taxes You Paid		5 State and local (check only one box):			
	a <input type="checkbox"/> Income taxes, or	5			
	b <input type="checkbox"/> General sales taxes	6			
6	Real estate taxes (see instructions)	6			
7	Personal property taxes	7			
8	Other taxes. List type and amount ►	8			
9	Add lines 5 through 8	9			
Interest You Paid		10 Home mortgage interest and points reported to you on Form 1098			
	Note: Your mortgage interest deduction may be limited (see instructions).	10			
		11			
		12			
		13			
		14			
		15			
		16			
		17			
		18			
		19			
Gifts to Charity		16 Gifts by cash or check. If you made any gift of \$250 or more, see instructions.			
	If you made a gift and got a benefit for it, see instructions.	16			
		17			
		18			
		19			
Casualty and Theft Losses		20 Casualty or theft loss(es). Attach Form 4684. (See instructions.)			
Job Expenses and Certain Miscellaneous Deductions		21 Unreimbursed employee expenses—job travel, union dues, job education, etc. Attach Form 2106 or 2106-EZ if required. (See instructions.) ►			
		21			
		22			
		23			
		24			
		25			
		26			
		27			
Other Miscellaneous Deductions		28 Other—from list in instructions. List type and amount ►			
		28			
Total Itemized Deductions		29 Is Form 1040, line 38, over \$155,650?			
	<input type="checkbox"/> No. Your deduction is not limited. Add the amounts in the far right column for lines 4 through 28. Also, enter this amount on Form 1040, line 40.	29			
	<input type="checkbox"/> Yes. Your deduction may be limited. See the Itemized Deductions Worksheet in the instructions to figure the amount to enter.				
	30 If you elect to itemize deductions even though they are less than your standard deduction, check here <input type="checkbox"/>				