

Interest and Dividend Income

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Did you earn interest from a bank in a foreign country?

Exclusion of Interest from Series EE & I US Savings Bonds

If the aggregate value of foreign financial accounts exceeds \$10,000 at any time during the year, the FinCEN Report 114 is required and the return is out of scope.

If U.S. Savings Bond interest is used to pay for higher education expenses, return is out of scope.

1099 Description Schedule B

Choose the type of Interest or Dividend item you want to enter:

- Interest Income, Form 1099-INT
- Tax Exempt Interest Income, Form 1099-INT, Box 8 or Form 1099-DIV, Box 10
- Dividend Income, Form 1099-DIV, Box 1
- Seller Financed Interest Income

If Tax-Exempt interest is present on the Form 1099-INT, enter separately

Interest and Dividend Income (continued)

Interest Income

Type of transaction: **Interest Income**

Payer's Name:

Taxpayer, Spouse, or Joint? Taxpayer

Interest Income (Box 1) \$

Early Withdrawal Penalty (Box 2) \$

Interest on U.S. Savings Bonds and Treasury obligations (Box 3)
(Note: Enter Taxable amount only) \$

Federal Tax Withheld (Box 4) \$

Amount of Interest on U.S. Savings Bonds and Treasury Obligations that you want subtracted from your state return \$

Nominee Interest \$

OID Adjustment \$

Accrued Interest \$

ABP Adjustment \$

Accrued Market Discount \$

✕ Cancel
✓ Continue

Enter the name of payer. Don't use punctuation.

Annotating who received interest is important for state tax purposes.

Enter each Form 1099-INT separately.

Taxable interest paid. This doesn't include interest shown in box 3.

This amount is carried as an adjustment to Form 1040.

Enter any taxable amount from box 3 on this line.

IMPORTANT—Entries are transferred directly when a state return is added. If state tax law treats the interest differently, include the exempt interest amount and select the state from the drop down list.
Generally, interest on U.S. government obligations (such as savings bonds, treasury bonds/bills/notes) is taxable on the federal return but isn't taxable on the state return.

Nominee interest—Interest transferred to another person—out of scope

OID adjustment – Don't use this for interest reported on Form 1099-OID. This is only used when the OID instrument was bought or sold during the year. In that case, the return is out of scope.

Accrued interest—Interest paid to seller at time of purchase—out of scope