4/10/2024	DATE	BUS	DIVISION
☑	REQUIRED COURSE	☐	NEW COURSE
☑	ELECTIVE COURSE	☑	REVISION

Lake Land College

Course Information Form

COURSE NUMBER:	BUS-096	TITLE: *(30 Characters Max)*	Federal Tax Accounting

SEM CR HRS:	3	Lecture:	3	Lab:	0		ECH:	3
Course Level:	☐ Gen Ed / IAI ☐ Baccalaureate /Non-IAI	☑ Career/Technical ☐ Dev Ed/ Not in Degree Audit	Clinical Practicum:	0	Work-based Learning:	0	WBL ECH:	0
COURSE PCS #	12 - 52.0302	IAI Code	N/A		Contact Hours (Minutes/Week)			
Repeatable (Y/N):	N	Pass/Fail (Y/N):	N	Variable Credit (Y/N):	N	Min:	Max:	16 Wks 150 / 8 Wks 300

Prerequisites:	None
Corequisites:	None
Catalog Description: (40 Word Limit)	Focuses on a practical study of the current federal revenue act as it relates to business and individuals.

	List the Major Course Segments (Units)	Contact Lecture Hours	Contact Lab Hours	Clinical Practicum	Work-based Learning
1	Introduction to Taxation	5			
2	Expanded Tax Formula	5			
3	Gross Income: Inclusions and Exclusions	6			
4	Adjustments for AGI	6			
5	Itemized Deductions	5			
6	Self-Employed Business Income	6			
7	Capital Gains and Other Sales of Property	5			
8	Rental Property, Royalties, and Other Income	2			
9	Tax Credits	5			
	TOTAL	45	0	0	0

EVALUATION

QUIZZES	☐	EXAMS	☑	ORAL PRES	☐	PAPERS	☐
LAB WORK	☐	PROJECTS	☑	COMP FINAL	☐	OTHER	☐

COURSE MATERIALS

TITLE:	Fundamentals of Taxation 2025 (eBook)	
AUTHOR:	Cruz	
PUBLISHER:	McGraw-Hill	
VOLUME/EDITION/URL:	18th Edition	
COPYRIGHT DATE:	2025	

MAJOR COURSE SEGMENT	HOURS	LEARNING OUTCOMES
		The student will be able to:
Introduction to Taxation	5	1. Identify progressive, proportional, and regressive tax structures, the concepts of marginal and average tax rates and the components of a Form 1040 income tax return. 2. Determine tax liability. 3. Understand the types of tax authority and how they interrelate.
Expanded Tax Formula	5	1. Describe the expanded tax formula. 2. Determine the proper filing status. 3. Determine the standard deduction. 4. Compute the amount of tax due to the Internal Revenue Service (IRS). 5. Determine what interest and penalties the IRS can assess and in what instances certain penalties are applicable.
Gross Income: Inclusions and Exclusions	6	1. Describe when and how to record income for tax purposes. 2. Apply the cash method of accounting to income taxes. 3. Explain the taxability of components of gross income, including interest, dividends, tax refunds and social security benefits. 4. Apply the rules concerning items excluded from gross income.

Adjustments for AGI	6	1. Describe and calculate deductions to arrive at adjusted gross income.
Itemized Deductions	5	1. Describe the deductibility and reporting of itemized deductions.
Self-Employed Business Income	6	1. Describe how income and expenses for a self-employed individual are recognized and reported. 2. Explain the concept of ordinary and necessary business expenses. 3. Explain the calculation of depreciation for trade or business assets. 4. Describe travel expenses and discuss their deductibility. 5. Apply the rules for deducting the business portion of a residence and business bad debts. 6. Explain the hobby loss rules. 7. Calculate self-employment taxes.
Capital Gains and Other Sales of Property	5	1. Define the terms and identify the tax forms used in sales of property transactions. 2. Classify assets sold as ordinary assets, § 1221 capital assets, or § 1231 business assets. 3. Explain and apply the tax rules for recognizing gains or losses on the sale of ordinary assets. 4. Explain and apply the tax rules for recognizing short-term and long-term gains or losses on the sale of capital assets (§ 1221). 5. Calculate the recognized gain or loss on the sale of § 1231 business assets, including gain recapture provisions of § 1245 and § 1250 property.
Rental Property, Royalties, and Other Income	2	1. Explain how income and expenses are recognized and reported for rental property. 2. Know how to report royalty income on Schedule E. 3. Discuss the different types of flow-through entities reported on Schedule E, such as partnerships, S corporations, LLCs, trusts and estates.
Tax Credits	5	1. Apply the tax rules and calculate the available credits.
	45	

Outcomes*	At the successful completion of this course, students will be able to:
Course Outcome	Apply applicable tax laws to determine the taxable income of an individual taxpayer
Course Outcome	Complete an individual income tax return
Course Outcome	Determine the tax liability of an individual taxpayer
Primary Laker Learning Competency	
Secondary Laker Learning Competency	

**Course and program outcomes will be used in the software for outcomes assessment and should include at least 1 primary and 1 secondary Laker Learning Competency. Limit to 3-5.*