



Miscellaneous Credits

SCHEDULE 3
(Form 1040)

Department of the Treasury
Internal Revenue Service

Additional Credits and Payments

Attach to Form 1040, 1040-SR, or 1040-NR.
Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0074

2022
Attachment
Sequence No. **03**

Name(s) shown on Form 1040, 1040-SR, or 1040-NR

Your social security number

Part I Nonrefundable Credits

1	Foreign tax credit. Attach Form 1116 if required	1
2	Credit for child and dependent care expenses from Form 2441, line 11. Attach Form 2441	2
3	Education credits from Form 8863, line 19	3
4	Retirement savings contributions credit. Attach Form 8880	4
5	Residential energy credits. Attach Form 5695	5
6	Other nonrefundable credits:	
a	General business credit. Attach Form 3800	6a
b	Credit for prior year minimum tax. Attach Form 8801	6b
c	Adoption credit. Attach Form 8839	6c
d	Credit for the elderly or disabled. Attach Schedule R	6d

DRAFT AS OF JULY 27, 2022 DO NOT FILE

About Miscellaneous Credits

- Additional resources listed in L< “References” tab
- Review all tips and cautions in the lesson
- Read all examples and sample interviews
- We will review answers to each exercise

Objectives – Miscellaneous Credits

- Determine if a taxpayer qualifies for the retirement savings contributions credit and accurately complete Form 8880, Credit for Qualified Retirement Savings Contributions
- Calculate the credit for the elderly or the disabled by completing Form 1040, Schedule R, Credit for the Elderly or the Disabled
- Time Required: 15 minutes

Topics



- Retirement Savings Contributions Credit
- Credit for the Elderly or the Disabled
- Mortgage Interest Credit
- Residential Energy Credits
- Reporting Nonrefundable Credits

Key Terms

Definitions are always available in the L< online Glossary.

- After-tax Contributions
- Adjusted Gross Income (AGI)
- Annuity
- Before-tax Contributions
- Credit for the Elderly or Disabled
- Disability Income
- Individual Retirement Arrangement (IRA)
- Mortgage Interest Credit
- Nonrefundable Credit
- Railroad Retirement Benefits (RRBs)
- Refundable Credit
- Retirement Savings Contributions Credit
- Thrift Savings Account (TSP)
- Traditional IRA

Retirement Savings Contributions Credit

- Taxpayers who contributed to a retirement plan or IRA may be eligible for the nonrefundable retirement savings contributions credit
- Use Pub 4012, Nonrefundable Credits tab, [Retirement Savings Contribution Credit — Screening Sheet](#) to determine if a taxpayer qualifies
- Check taxpayer's Form W-2 for amounts listed in box 12 and 14
- Refer to [Form W-2 Instructions](#) for a complete list of box 12 codes
- Distributions received during a testing period may reduce eligible contributions

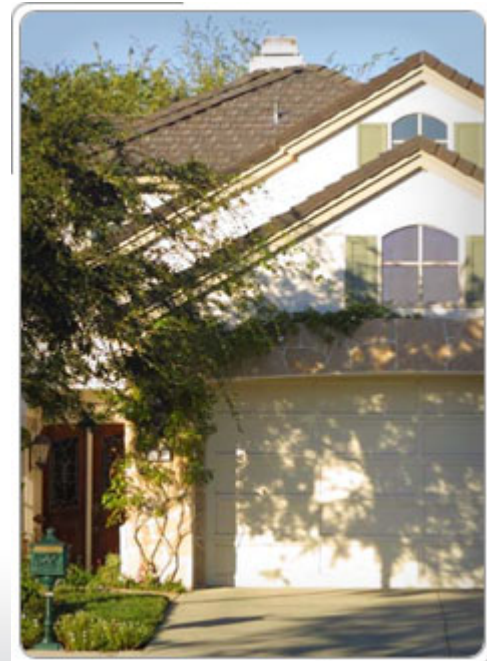
Credit for the Elderly or Disabled

- Calculated on [Schedule R](#) and reported on Form 1040, Schedule 3
- Qualified individuals must be:
 - Age 65 or older at end of tax year, or
 - Under age 65, retired on permanent and total disability
- See Pub 4012, Nonrefundable Credits tab, Credit for Elderly or Disabled — Decision Tree
 - [Figure A. Are You a Qualified Individual?](#)
 - [Figure B. Income Limits](#)

<p>Schedule R (Form 1040)</p> <p>Department of the Treasury Internal Revenue Service (99)</p> <p>Name(s) shown on return</p>	<p>Credit for the Elderly or the Disabled</p> <p>▶ Attach to Form 1040 or 1040-SR. ▶ Go to www.irs.gov/ScheduleR for instructions and the latest information.</p>	<p>OMB No. 1545-0074</p> <p>2021</p> <p>Attachment Sequence No. 16</p>
<p>Your social security number</p>		
<p>You may be able to take this credit and reduce your tax if by the end of 2021:</p> <ul style="list-style-type: none"> • You were age 65 or older or • You were under age 65, you retired on permanent and total disability, and you received taxable disability income. <p>But you must also meet other tests. See instructions.</p> <p>TIP In most cases, the IRS can figure the credit for you. See instructions.</p>		
<p>Part I Check the Box for Your Filing Status and Age</p> <p>If your filing status is: And by the end of 2021: Check only one box:</p>		
Single, Head of household, or Qualifying widow(er)	<p>1 You were 65 or older</p> <p>2 You were under 65 and you retired on permanent and total disability</p>	<p>1 <input type="checkbox"/></p> <p>2 <input type="checkbox"/></p>

Mortgage Interest Credit

- Mortgage credit certificates (MCCs) issued under a state or local government program may qualify for a nonrefundable credit for mortgage interest paid
- The amount of the credit is on the certificate
- This type of mortgage interest credit is out of scope



Residential Energy Credits

Individuals who purchase qualified energy efficient improvements for their main home may be allowed nonrefundable tax credits.

There are two types of residential energy credits:

- ~~Residential energy efficient property credit~~ (Form 5695, Residential Energy Credits, Part I, which is out of scope for the VITA/TCE programs)
- ~~Nonbusiness energy property credit~~ (Form 5695, Part II)

The residential energy efficient property credit was in effect through ~~2021~~ and is currently expired.

For information about the residential energy credits, see the Temporary Provisions lesson in Publication 4491.

~~Refer to Publication 4491 X, VITA/TCE Training Supplement, to confirm if this provision is extended for 2022.~~

Reporting Nonrefundable Credits

- Nonrefundable credits are reported on the applicable lines of Form 1040, Schedule 3
- Credits cannot exceed taxpayer's federal income tax
- Refer to Pub 4012, [Nonrefundable Credits](#) tab for more information

SCHEDULE 3 (Form 1040)		Additional Credits and Payments		OMB No. 1545-0074
Department of the Treasury Internal Revenue Service		Attach to Form 1040, 1040-SR, or 1040-NR. Go to www.irs.gov/Form1040 for instructions and the latest information.		2022 Attachment Sequence No. 03
Name(s) shown on Form 1040, 1040-SR, or 1040-NR			Your social security number	
Part I Nonrefundable Credits				
1	Foreign tax credit. Attach Form 1116 if required		1	
2	Credit for child and dependent care expenses from Form 2441, line 11. Attach Form 2441		2	
3	Education credits from Form 8863, line 19		3	
4	Retirement savings contributions credit. Attach Form 8880		4	
5	Residential energy credits. Attach Form 5695		5	
6	Other nonrefundable credits:			
	a General business credit. Attach Form 3800	6a		
	b Credit for prior year minimum tax. Attach Form 8801	6b		
	c Adoption credit. Attach Form 8839	6c		
	d Credit for the elderly or disabled. Attach Schedule R	6d		
	e Alternative motor vehicle credit. Attach Form 8910	6e		
	f Qualified plug-in motor vehicle credit. Attach Form 8936	6f		
	g Mortgage interest credit. Attach Form 8396	6g		
	h District of Columbia first-time homebuyer credit. Attach Form 8859	6h		
	i Qualified electric vehicle credit. Attach Form 8834	6i		
	j Reserved for future use	6j		
	k Credit to holders of tax credit bonds. Attach Form 8912	6k		
	l Amount on Form 8978, line 14. See instructions	6l		
	z Other nonrefundable credits. List type and amount: _____	6z		
7	Total other nonrefundable credits. Add lines 6a through 6z		7	
8	Add lines 1 through 5 and 7. Enter here and on Form 1040, 1040-SR, or 1040-NR, line 20		8	

(continued on page 2)

For Paperwork Reduction Act Notice, see your tax return instructions. Cat. No. 71480G Schedule 3 (Form 1040) 2022

Out of Scope for this Lesson:

- Mortgage interest credit

Summary

- Taxpayers who contributed to a retirement plan or an IRA may be eligible for the retirement savings contributions credit
 - Form 8880 is used to calculate the credit
- Elderly individuals, age 65 or older, and individuals under age 65 who retired on permanent and total disability may be able to claim a special nonrefundable credit
 - Schedule R is used to calculate the credit
- Taxpayers who purchase qualified energy efficient improvements for their main home may be allowed nonrefundable tax ~~credits, if~~
~~extended.~~