

Free webinar:

UNDERSTANDING FORM 8606: IRA AFTER-TAX “BASIS” AND THE PRO RATA RULE

by Andy Panko, CFP®, RICP®, EA

Date:

February 13 2024

Time:

2PM to 3PM EST

Location:

Zoom Webinar (limit 500 attendees)

Register at:

www.tenonfinancial.com/webinar



About Andy Panko, CFP®, RICP®, EA

- (2019 - present) - Owner of fee-only RIA, [Tenon Financial](#)
- (2019 - present) - Owner of tax return preparation company, [Tenon Tax Preparation](#)
- (2021 - present) - Coach in the [Rock Retirement Club](#)
- (2000 - 2019) - Various institutional capital markets, banking and risk management roles
 - Prudential Financial, Mizuho Capital Markets, Credit Suisse, Bank of America Merrill Lynch, BNP Paribas, Nomura Securities
- (2010 - 2022) - Adjunct professor of finance, Rutgers Business School
- (2000) - BS, Finance, University of Delaware
- (2004) - MBA, Finance, Rutgers Business School
- Creator of www.RetirementPlanningEducation.com
 - Podcast, YouTube channel, Facebook group, free resources, blog, The IUL Experiment

IRA after-tax “basis,” the pro rata rule and IRS Form 8606

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What is “basis” in a traditional IRA?

After-tax “basis” in a traditional IRA is money on which income tax has already been paid

Unlike deductible contributions to IRAs or earnings within IRAs where the taxation of the money is deferred until it’s eventually distributed or converted to a Roth IRA, basis has already been taxed and won’t be taxed again upon distribution or conversion...assuming the basis is properly tracked and accounted for on the taxpayer’s tax returns

What is the pro rata rule?

The pro rata rule isn’t a *rule*, per se. It’s simply reference to the fact that any distributions or Roth conversions out of a traditional IRA, SEP IRA or SIMPLE IRA - when the taxpayer has basis in ANY of his or her IRAs - will be prorated such that some of the money leaving the IRA, SEP IRA or SIMPLE IRA will be already-taxed basis and the rest will be not-yet-taxed money. The portion of the distribution or conversion attributable to basis will not be taxed, whereas the rest will

What is Form 8606?

Form 8606 is an IRS form that gets attached to taxpayers’ Form 1040 tax returns under certain circumstances. The main functions of Form 8606 are to:

- 1) report basis in traditional IRAs,
- 2) calculate the prorated split - when basis exists - between non-taxable and taxable distributions and Roth conversions and
- 3) calculate what portion, if any, of Roth IRA distributions are subject to tax and/or penalty (*this webinar will not be discussing Roth IRA distributions*)

When does Form 8606 need to be filed?

Form 8606 needs to be filed as part of a taxpayer’s tax return in all years where any of the following occurred. The taxpayer:

- made a nondeductible contribution to a traditional IRA
- took a distribution from a traditional IRA, SEP IRA or SIMPLE IRA and had basis in any of their traditional IRAs
 - Doesn’t include distributions that were rollovers (other than repayments of a qualified disaster distribution), qualified charitable distributions (“QCDs”), one-time funding distributions to HSAs, recharacterizations or returns of certain contributions
- received (or gave) a traditional IRA containing basis to (or from) their spouse under a divorce or separation agreement
- did a Roth IRA conversion
- took a distribution from a Roth IRA
 - Doesn’t include rollovers, recharacterizations or returns of certain contributions
- Took a distribution from an inherited traditional IRA, SEP IRA or SIMPLE IRA that had basis, or took a non-qualified distribution from an inherited Roth IRA, Roth SEP IRA or Roth SIMPLE IRA

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Should Form 8606 be filed even if it's not required?

Form 8606 does not need to be filed in years where none of the above conditions occurred. Simply having basis (from a prior year's activity) does not require Form 8606 to be filed

However, when a taxpayer does have basis, it's best practice to still file Form 8606 with each year's tax return. This will help ensure the existence and amount of basis is tracked and not forgotten about!

Can Form 8606 be filed without a tax return?

Yes. Even if a taxpayer is not required to file a 1040 tax return (e.g. their total income is below their standard deduction), but they had an event that would require the filing a Form 8606 (e.g. taking an IRA distribution when they had basis), they must file Form 8606 and can file it by itself

What are the main sections of Form 8606?

Form 8606 is made up of three parts:

- **Part I** - reports current year after-tax contributions (if any) and calculates the prorated split between non-taxable and taxable portions of distributions and Roth IRA conversions (if any)
 - Other key information in this section includes:
 - Basis as of the prior year
 - Year-end values of all traditional IRA, SEP IRA and SIMPLE IRA accounts
- **Part II** – reports the amount of Roth IRA conversions for the year (if any), and the portion of those conversions that's taxable
- **Part III** – calculates the amount of Roth IRA, Roth SEP IRA or Roth SIMPLE IRA distributions (if any), and the amount of those distributions that's taxable and subject to penalty (*this webinar will not be discussing this section of Form 8606*)

Where can I find a template Form 8606 and more information about it?

Form 8606 will be included in all commercial tax prep software. You can also find a PDF template of the Form here: <https://www.irs.gov/pub/irs-pdf/f8606.pdf>

Additionally, the IRS's Instructions to Form 8606 are exceptionally helpful in explaining the Form. You can be find the instructions here: <https://www.irs.gov/pub/irs-pdf/i8606.pdf>

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What are common planning opportunities around basis, pro rata and Form 8606?

Here are some common financial/tax planning opportunities and considerations for clients pertaining to basis, pro rata and Form 8606:

- When reviewing a client’s tax return, look to see if they have a Form 8606 attached. The Form could give you insight such as knowing whether they:
 - have basis in their IRA(s)
 - potentially have another IRA(s) separate from what you’re already aware of
 - did Roth IRA conversions
 - took money out of their Roth IRA(s)
 - potentially filled out the Form incorrectly, leading to an incorrect tax amount owed or refunded
- If you don’t see a Form 8606 in the client’s most recent tax return, that doesn’t necessarily mean they don’t have any basis in their IRA(s); maybe they forgot to file 8606 or maybe they weren’t required to file it (but still have basis). Ask them if they’ve ever made any nondeductible IRA contributions or otherwise have basis in any IRA(s), such as if they are divorced; maybe they received some IRA basis in the divorce agreement
- If they DO have basis, keep it in mind for all future distributions and Roth conversions out of their traditional IRA(s), SEP IRA(s) and/or SIMPLE IRA(s) as the pro rata rule will come into play
- If they DO have basis AND they have access to a non-IRA employer retirement plan such as a 401(k) or 403(b) AND the plan allows IRA money to be rolled into it, the client can roll their pre-tax IRA(s) money into the plan leaving behind just the basis in the IRA(s). The basis can then be distributed or converted without being taxed because the pro rata rule will not come into play (since there will be nothing but basis in the account(s), there will be nothing to pro rate)
 - For purposes of the pro rata calculation, it’s the December 31st balances of their traditional IRA(s), SEP IRA(s) and/or SIMPLE IRA(s) that are taken into account. So long as those traditional IRA accounts are rolled out to the employer plan before the end of the year, prorated taxation of IRA distributions or conversions can be avoided
- If they do NOT have current IRA balances (or they do but can roll them into their non-IRA employer plan), they could be a candidate to do a “backdoor” Roth IRA contribution by 1) making a nondeductible contribution to their traditional IRA (assuming they have earned income) and then 2) converting it to their Roth IRA
 - This strategy could be useful if/when their income is too high to allow them to directly contribute to a Roth IRA

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Tax Return Example #1

Roth IRA conversion WITHOUT basis in traditional IRA(s)

Assumptions:

- Single taxpayer, 60 years old
- \$80,000 of W-2 wages
- \$10,000 of taxes withheld from wages
- \$20,000 Roth conversion

For the year Jan. 1–Dec. 31, 2023, or other tax year beginning , 2023, ending

See separate instructions.

Your first name and middle initial
Jennifer Q

Last name
Client

Your social security number
500–00–1004

If joint return, spouse's first name and middle initial

Last name

Spouse's social security number

Home address (number and street). If you have a P.O. box, see instructions.
123 Main Street

Apt. no.

City, town, or post office. If you have a foreign address, also complete spaces below.
Beverly Hills

State
CA

ZIP code
90210

Foreign country name

Foreign province/state/county

Foreign postal code

Presidential Election Campaign

Check here if you, or your spouse if filing jointly, want \$3 to go to this fund. Checking a box below will not change your tax or refund.

☐ You ☐ Spouse

Filing Status

☒ Single

☐ Head of household (HOH)

☐ Married filing jointly (even if only one had income)

☐ Married filing separately (MFS)

☐ Qualifying surviving spouse (QSS)

Check only one box.

If you checked the MFS box, enter the name of your spouse. If you checked the HOH or QSS box, enter the child's name if the qualifying person is a child but not your dependent:

Digital Assets

At any time during 2023, did you: (a) receive (as a reward, award, or payment for property or services); or (b) sell, exchange, or otherwise dispose of a digital asset (or a financial interest in a digital asset)? (See instructions.)

☐ Yes ☒ No

Standard Deduction

Someone can claim:

☐ You as a dependent

☐ Your spouse as a dependent

☐ Spouse itemizes on a separate return or you were a dual-status alien

Age/Blindness You:

☐ Were born before January 2, 1959

☐ Are blind

Spouse:

☐ Was born before January 2, 1959

☐ Is blind

Dependents (see instructions):

If more than four dependents, see instructions and check here . . . ☐

(1) First name	Last name	(2) Social security number	(3) Relationship to you	(4) Check if qualifies for (see instructions):	
				Child tax credit	Credit for other dependents
				☐	☐
				☐	☐
				☐	☐
				☐	☐

Income

1a Total amount from Form(s) W-2, box 1 (see instructions)

1a 80,000

b Household employee wages not reported on Form(s) W-2

1b

c Tip income not reported on line 1a (see instructions)

1c

d Medicaid waiver payments not reported on Form(s) W-2 (see instructions)

1d

e Taxable dependent care benefits from Form 2441, line 26

1e

f Employer-provided adoption benefits from Form 8839, line 29

1f

g Wages from Form 8919, line 6

1g

h Other earned income (see instructions)

1h

i Nontaxable combat pay election (see instructions)

1i

z Add lines 1a through 1h

1z 80,000

2a Tax-exempt interest

2a

2b Taxable interest

2b

3a Qualified dividends

3a

3b Ordinary dividends

3b

4a IRA distributions

4a

4b Taxable amount

4b 20,000

5a Pensions and annuities

5a

5b Taxable amount

5b

6a Social security benefits

6a

6b Taxable amount

6b

c If you elect to use the lump-sum election method, check here (see instructions)

☐

7 Capital gain or (loss). Attach Schedule D if required. If not required, check here

☐

7

8 Additional income from Schedule 1, line 10

8

9 Add lines 1z, 2b, 3b, 4b, 5b, 6b, 7, and 8. This is your total income

9 100,000

10 Adjustments to income from Schedule 1, line 26

10

11 Subtract line 10 from line 9. This is your adjusted gross income

11 100,000

12 Standard deduction or itemized deductions (from Schedule A)

12 13,850

13 Qualified business income deduction from Form 8995 or Form 8995-A

13

14 Add lines 12 and 13

14 13,850

15 Subtract line 14 from line 11. If zero or less, enter -0-. This is your taxable income

15 86,150

Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.

Attach Sch. B if required.

Standard Deduction for-

Single or Married filing separately, \$13,850

Married filing jointly or Qualifying surviving spouse, \$27,700

Head of household, \$20,800

If you checked any box under Standard Deduction, see instructions.

Tax and Credits

16	Tax (see instructions). Check if any from Form(s): 1 ☐ 8814 2 ☐ 4972 3 ☐ _____ . . .	16	14,266
17	Amount from Schedule 2, line 3	17	
18	Add lines 16 and 17	18	14,266
19	Child tax credit or credit for other dependents from Schedule 8812	19	
20	Amount from Schedule 3, line 8	20	
21	Add lines 19 and 20	21	0
22	Subtract line 21 from line 18. If zero or less, enter -0-	22	14,266
23	Other taxes, including self-employment tax, from Schedule 2, line 21	23	
24	Add lines 22 and 23. This is your total tax	24	14,266

Payments

25	Federal income tax withheld from:				
a	Form(s) W-2	25a	10,000		
b	Form(s) 1099	25b			
c	Other forms (see instructions)	25c			
d	Add lines 25a through 25c			25d	10,000
26	2023 estimated tax payments and amount applied from 2022 return			26	
27	Earned income credit (EIC)	27			
28	Additional child tax credit from Schedule 8812	28			
29	American opportunity credit from Form 8863, line 8	29			
30	Reserved for future use	30			
31	Amount from Schedule 3, line 15	31			
32	Add lines 27, 28, 29, and 31. These are your total other payments and refundable credits			32	0
33	Add lines 25d, 26, and 32. These are your total payments			33	10,000

If you have a
qualifying child,
attach Sch. EIC.

Refund

34	If line 33 is more than line 24, subtract line 24 from line 33. This is the amount you overpaid	34	0
35a	Amount of line 34 you want refunded to you . If Form 8888 is attached, check here ☐	35a	0
b	Routing number _____	c Type:	☐ Checking ☐ Savings
d	Account number _____		
36	Amount of line 34 you want applied to your 2024 estimated tax	36	

Direct deposit?
See instructions.

Amount You Owe

37	Subtract line 33 from line 24. This is the amount you owe . For details on how to pay, go to www.irs.gov/Payments or see instructions		37	4,411
38	Estimated tax penalty (see instructions)	38	145	

Third Party Designee

Do you want to allow another person to discuss this return with the IRS? See instructions ☒ **Yes.** Complete below. ☐ **No**

Designee's name	Phone no.	Personal identification number (PIN)
Andrew Panko, EA		

**Sign
Here**

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 Influencer	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 your spouse an Identity Protection PIN, enter it here (see inst.)
Phone no. 800-867-5309	Email address	jennifergclient@gmail.com	

Joint return?
See instructions.
Keep a copy for
your records.

**Paid
Preparer
Use Only**

Preparer's signature	Date 02-08-2024	PTIN P02161647	Check if: ☒ Self-employed
Preparer's name Andrew Panko, EA	Phone no.		
Firm's name Tenon Tax Preparation LLC			
Firm's address			Firm's EIN

Name. If married, file a separate form for each spouse required to file 2023 Form 8606. See instructions.

Jennifer Q Client

Fill in Your Address
Only if You Are
Filing This Form by
Itself and Not With
Your Tax Return

Home address (number and street, or P.O. box if mail is not delivered to your home)

Apt. no.

City, town or post office, state, and ZIP code. If you have a foreign address, also complete the spaces below (see instructions).

Foreign country name

Foreign province/state/county

Foreign postal code

Your social security number

500-00-1004

Part I

Nondeductible Contributions to Traditional IRAs and Distributions From Traditional, Traditional SEP, and Traditional SIMPLE IRAs

Complete this part only if one or more of the following apply.

You made nondeductible contributions to a traditional IRA for 2023.

You took distributions from a traditional, traditional SEP, or traditional SIMPLE IRA in 2023 **and** you made nondeductible contributions to a traditional IRA in 2023 or an earlier year. For this purpose, a distribution does not include a rollover (other than certain qualified disaster distribution, repayments from 2023 Form(s) 8915-F), qualified charitable distribution, one-time distribution to fund an HSA, conversion, recharacterization, or return of certain contributions.

You converted part, but not all, of your traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023 **and** you made nondeductible contributions to a traditional IRA in 2023 or an earlier year.

1	Enter your nondeductible contributions to traditional IRAs for 2023, including those made for 2023 from January 1, 2024, through April 15, 2024. See instructions	1	
2	Enter your total basis in traditional IRAs. See instructions	2	
3	Add lines 1 and 2	3	
In 2023, did you take a distribution from traditional, traditional SEP, or traditional SIMPLE IRAs, or make a Roth, Roth SEP, or Roth SIMPLE IRA conversion? No Enter the amount from line 3 on line 14. Do not complete the rest of Part I. Yes Go to line 4.			
4	Enter those contributions included on line 1 that were made from January 1, 2024, through April 15, 2024	4	
5	Subtract line 4 from line 3	5	
6	Enter the value of all your traditional, traditional SEP, and traditional SIMPLE IRAs as of December 31, 2023, plus any outstanding rollovers. Subtract certain repayments of qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions)	6	
7	Enter your distributions from traditional, traditional SEP, and traditional SIMPLE IRAs in 2023. Do not include rollovers (other than repayments of qualified disaster distributions; if any, from 2023 Form(s) 8915-F (see instructions)); qualified charitable distributions, a one-time distribution to fund an HSA; conversions to a Roth, Roth SEP, or Roth SIMPLE IRA; certain returned contributions; or recharacterizations of traditional IRA contributions (see instructions)	7	
8	Enter the net amount you converted from traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023. Also, enter this amount on line 16	8	
9	Add lines 6, 7, and 8	9	
10	Divide line 5 by line 9. Enter the result as a decimal rounded to at least 3 places. If the result is 1.000 or more, enter "1.000"	10	x
11	Multiply line 8 by line 10. This is the nontaxable portion of the amount you converted to Roth, Roth SEP, or Roth SIMPLE IRAs. Also, enter this amount on line 17	11	
12	Multiply line 7 by line 10. This is the nontaxable portion of your distributions that you did not convert to a Roth, Roth SEP, or Roth SIMPLE IRA	12	
13	Add lines 11 and 12. This is the nontaxable portion of all your distributions	13	
14	Subtract line 13 from line 3. This is your total basis in traditional IRAs for 2023 and earlier years	14	
15a	Subtract line 12 from line 7	15a	
b	Enter the amount on line 15a attributable to qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions). Also, enter this amount on 2023 Form(s) 8915-F, line 18, as applicable (see instructions)	15b	
c	Taxable amount. Subtract line 15b from line 15a. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b	15c	
Note: You may be subject to an additional 10% tax on the amount on line 15c if you were under age 59 1/2 at the time of the distribution. See instructions.			

Part II 2023 Conversions From Traditional, Traditional SEP, or Traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs

Complete this part if you converted part or all of your traditional, traditional SEP, and traditional SIMPLE IRAs to a Roth, Roth SEP, or Roth SIMPLE IRA in 2023.

16	If you completed Part I, enter the amount from line 8. Otherwise, enter the net amount you converted from traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023	16	20,000
17	If you completed Part I, enter the amount from line 11. Otherwise, enter your basis in the amount on line 16 (see instructions)	17	
18	Taxable amount. Subtract line 17 from line 16. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b	18	20,000

Part III Distributions From Roth, Roth SEP, or Roth SIMPLE IRAs

Complete this part only if you took a distribution from a Roth, Roth SEP, or Roth SIMPLE IRA in 2023. For this purpose, a distribution does not include a rollover (other than a repayment of a qualified disaster distribution from 2023 Form(s) 8915-F (see instructions), qualified charitable distribution, one-time distribution to fund an HSA, recharacterization, or return of certain contributions (see instructions)).

19	Enter your total nonqualified distributions from Roth, Roth SEP, and Roth SIMPLE IRAs in 2023, including any qualified first-time homebuyer distributions, and any qualified disaster distributions from 2023 Form(s) 8915-F (see instructions)	19	
20	Qualified first-time homebuyer expenses (see instructions). Do not enter more than \$10,000 reduced by the total of all your prior qualified first-time homebuyer distributions	20	
21	Subtract line 20 from line 19. If zero or less, enter -0-	21	
22	Enter your basis in Roth, Roth SEP, and Roth SIMPLE IRA contributions (see instructions). If line 21 is zero, stop here	22	
23	Subtract line 22 from line 21. If zero or less, enter -0- and skip lines 24 and 25. If more than zero, you may be subject to an additional tax (see instructions)	23	
24	Enter your basis in conversions from traditional, traditional SEP, and traditional SIMPLE IRAs and rollovers from qualified retirement plans to a Roth, Roth SEP, or Roth SIMPLE IRA. See instructions	24	
25a	Subtract line 24 from line 23. If zero or less, enter -0- and skip lines 25b and 25c	25a	
b	Enter the amount on line 25a attributable to qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions). Also, enter this amount on 2023 Form(s) 8915-F, line 19, as applicable (see instructions)	25b	
c	Taxable amount. Subtract line 25b from line 25a. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b	25c	

**Sign Here Only
If You Are Filing
This Form by Itself
and Not With Your
Tax Return**

Under penalties of perjury, I declare that I have examined this form, including accompanying attachments, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Your signature

Date

**Paid
Preparer
Use Only**

Print/type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
Print/Type preparer's name				
Firm's name				Firm's EIN
Firm's address				Phone no.

Tax Return Example #2

Roth IRA conversion WITH basis in traditional IRA(s)

Assumptions:

- Single taxpayer, 60 years old
- \$80,000 of W-2 wages
- \$10,000 of taxes withheld from wages
- \$20,000 Roth conversion
- \$10,000 of existing basis in traditional IRA(s)
- \$100,000 of traditional IRA balances as of December 31

Form	1040	Department of the Treasury-Internal Revenue Service	2023	OMB No. 1545-0074	IRS Use Only-Do not write or staple in this space.			
For the year Jan. 1–Dec. 31, 2023, or other tax year beginning _____, 2023, ending _____					See separate instructions.			
Your first name and middle initial Jennifer Q		Last name Client		Your social security number 500-00-1004				
If joint return, spouse's first name and middle initial		Last name		Spouse's social security number				
Home address (number and street). If you have a P.O. box, see instructions. 123 Main Street				Presidential Election Campaign Check here if you, or your spouse if filing jointly, want \$3 to go to this fund. Checking a box below will not change your tax or refund. ☐ You ☐ Spouse				
City, town, or post office. If you have a foreign address, also complete spaces below. Beverly Hills		State CA	ZIP code 90210					
Foreign country name		Foreign province/state/county	Foreign postal code					
Filing Status	☒ Single ☐ Head of household (HOH)							
Check only one box.	☐ Married filing jointly (even if only one had income)							
	☐ Married filing separately (MFS) ☐ Qualifying surviving spouse (QSS)							
If you checked the MFS box, enter the name of your spouse. If you checked the HOH or QSS box, enter the child's name if the qualifying person is a child but not your dependent: _____								
Digital Assets	At any time during 2023, did you: (a) receive (as a reward, award, or payment for property or services); or (b) sell, exchange, or otherwise dispose of a digital asset (or a financial interest in a digital asset)? (See instructions.) . . . ☐ Yes ☒ No							
Standard Deduction	Someone can claim: ☐ You as a dependent ☐ Your spouse as a dependent ☐ Spouse itemizes on a separate return or you were a dual-status alien							
Age/Blindness	You: ☐ Were born before January 2, 1959 ☐ Are blind Spouse: ☐ Was born before January 2, 1959 ☐ Is blind							
Dependents (see instructions): If more than four dependents, see instructions and check here . . . ☐	(1) First name	Last name	(2) Social security number	(3) Relationship to you	(4) Check if qualifies for (see instructions): Child tax credit	Credit for other dependents		
					☐	☐		
					☐	☐		
					☐	☐		
					☐	☐		
Income	1a Total amount from Form(s) W-2, box 1 (see instructions)					1a	80,000	
	b Household employee wages not reported on Form(s) W-2					1b		
	c Tip income not reported on line 1a (see instructions)					1c		
	d Medicaid waiver payments not reported on Form(s) W-2 (see instructions)					1d		
	e Taxable dependent care benefits from Form 2441, line 26					1e		
	f Employer-provided adoption benefits from Form 8839, line 29					1f		
	g Wages from Form 8919, line 6					1g		
	h Other earned income (see instructions)					1h		
	i Nontaxable combat pay election (see instructions) 1i							
	z Add lines 1a through 1h					1z	80,000	
	2a Tax-exempt interest 2a					2b Taxable interest	2b	
	3a Qualified dividends 3a					b Ordinary dividends	3b	
	4a IRA distributions 4a 20,000					b Taxable amount	4b	18,333
	5a Pensions and annuities 5a					b Taxable amount	5b	
	6a Social security benefits 6a					b Taxable amount	6b	
c If you elect to use the lump-sum election method, check here (see instructions) ☐								
7 Capital gain or (loss). Attach Schedule D if required. If not required, check here ☐					7			
8 Additional income from Schedule 1, line 10					8			
9 Add lines 1z, 2b, 3b, 4b, 5b, 6b, 7, and 8. This is your total income					9	98,333		
10 Adjustments to income from Schedule 1, line 26					10			
11 Subtract line 10 from line 9. This is your adjusted gross income					11	98,333		
12 Standard deduction or itemized deductions (from Schedule A)					12	13,850		
13 Qualified business income deduction from Form 8995 or Form 8995-A					13			
14 Add lines 12 and 13					14	13,850		
15 Subtract line 14 from line 11. If zero or less, enter -0-. This is your taxable income					15	84,483		

Tax and Credits

Schedule 2 - Other Taxes			2024
16	Tax (see instructions). Check if any from Form(s): 1 ☐ 8814 2 ☐ 4972 3 ☐ _____		16
17	Amount from Schedule 2, line 3		17
18	Add lines 16 and 17		18
19	Child tax credit or credit for other dependents from Schedule 8812		19
20	Amount from Schedule 3, line 8		20
21	Add lines 19 and 20		21
22	Subtract line 21 from line 18. If zero or less, enter -0-		22
23	Other taxes, including self-employment tax, from Schedule 2, line 21		23
24	Add lines 22 and 23. This is your total tax		24

Payments

25	Federal income tax withheld from:								
a	Form(s) W-2	25a	10,000						
b	Form(s) 1099	25b							
c	Other forms (see instructions)	25c							
d	Add lines 25a through 25c			25d	10,000				
26	2023 estimated tax payments and amount applied from 2022 return			26					
27	Earned income credit (EIC)	27							
28	Additional child tax credit from Schedule 8812	28							
29	American opportunity credit from Form 8863, line 8	29							
30	Reserved for future use	30							
31	Amount from Schedule 3, line 15	31							
32	Add lines 27, 28, 29, and 31. These are your total other payments and refundable credits			32	0				
33	Add lines 25d, 26, and 32. These are your total payments			33	10,000				

If you have a
qualifying child,
attach Sch. EIC.

Refund

34	If line 33 is more than line 24, subtract line 24 from line 33. This is the amount you overpaid	34		0
35a	Amount of line 34 you want refunded to you. If Form 8888 is attached, check here ☐	35a		0
b	Routing number <table border="1" style="display: inline-table; width: 160px; height: 1em; vertical-align: middle;"></table>			
c	Type: ☐ Checking ☐ Savings			
d	Account number <table border="1" style="display: inline-table; width: 270px; height: 1em; vertical-align: middle;"></table>			
36	Amount of line 34 you want applied to your 2024 estimated tax	36		

Direct deposit?
See instructions.

Amount You Owe

37	Subtract line 33 from line 24. This is the amount you owe . For details on how to pay, go to www.irs.gov/Payments or see instructions	37	4,020
38	Estimated tax penalty (see instructions)	38	128

Third Party Designee

Do you want to allow another person to discuss this return with the IRS? See instructions ☒ **Yes.** Complete below. ☐ **No**

Designee's name	Phone no.	Personal identification number (PIN)
Andrew Panko, EA		

**Sign
Here**

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 Influencer	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 your spouse an Identity Protection PIN, enter it here (see inst.)
Phone no. 800-867-5309	Email address	jennifergclient@gmail.com	

Joint return?
See instructions.
Keep a copy for
your records.

**Paid
Preparer
Use Only**

Preparer's signature	Date 02-08-2024	PTIN P02161647	Check if: ☒ Self-employed
Preparer's name Andrew Panko, EA	Phone no.		
Firm's name Tenon Tax Preparation LLC			
Firm's address			Firm's EIN

Form	8606	Nondeductible IRAs		OMB No. 1545-0074
Department of the Treasury Internal Revenue Service		Attach to 2023 Form 1040, 1040-SR, or 1040-NR. Go to www.irs.gov/Form8606 for instructions and the latest information.		2023 Attachment Sequence No. 48
Name. If married, file a separate form for each spouse required to file 2023 Form 8606. See instructions.				Your social security number
Jennifer Q Client				500-00-1004
Fill in Your Address Only if You Are Filing This Form by Itself and Not With Your Tax Return	Home address (number and street, or P.O. box if mail is not delivered to your home)			Apt. no.
	City, town or post office, state, and ZIP code. If you have a foreign address, also complete the spaces below (see instructions).			
	Foreign country name	Foreign province/state/county	Foreign postal code	
Part I Nondeductible Contributions to Traditional IRAs and Distributions From Traditional, Traditional SEP, and Traditional SIMPLE IRAs				
Complete this part only if one or more of the following apply.				
- You made nondeductible contributions to a traditional IRA for 2023. - You took distributions from a traditional, traditional SEP, or traditional SIMPLE IRA in 2023 and you made nondeductible contributions to a traditional IRA in 2023 or an earlier year. For this purpose, a distribution does not include a rollover (other than certain qualified disaster distribution, repayments from 2023 Form(s) 8915-F), qualified charitable distribution, one-time distribution to fund an HSA, conversion, recharacterization, or return of certain contributions. - You converted part, but not all, of your traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023 and you made nondeductible contributions to a traditional IRA in 2023 or an earlier year.				
1	Enter your nondeductible contributions to traditional IRAs for 2023, including those made for 2023 from January 1, 2024, through April 15, 2024. See instructions			1
2	Enter your total basis in traditional IRAs. See instructions			2 10,000
3	Add lines 1 and 2			3 10,000
In 2023, did you take a distribution from traditional, traditional SEP, or traditional SIMPLE IRAs, or make a Roth, Roth SEP, or Roth SIMPLE IRA conversion? No Enter the amount from line 3 on line 14. Do not complete the rest of Part I. Yes Go to line 4.				
4	Enter those contributions included on line 1 that were made from January 1, 2024, through April 15, 2024			4
5	Subtract line 4 from line 3			5 10,000
6	Enter the value of all your traditional, traditional SEP, and traditional SIMPLE IRAs as of December 31, 2023, plus any outstanding rollovers. Subtract certain repayments of qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions)			6 100,000
7	Enter your distributions from traditional, traditional SEP, and traditional SIMPLE IRAs in 2023. Do not include rollovers (other than repayments of qualified disaster distributions; if any, from 2023 Form(s) 8915-F (see instructions)); qualified charitable distributions, a one-time distribution to fund an HSA; conversions to a Roth, Roth SEP, or Roth SIMPLE IRA; certain returned contributions; or recharacterizations of traditional IRA contributions (see instructions)			7
8	Enter the net amount you converted from traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023. Also, enter this amount on line 16			8 20,000
9	Add lines 6, 7, and 8			9 120,000
10	Divide line 5 by line 9. Enter the result as a decimal rounded to at least 3 places. If the result is 1.000 or more, enter "1.000"			10 x0.0833333
11	Multiply line 8 by line 10. This is the nontaxable portion of the amount you converted to Roth, Roth SEP, or Roth SIMPLE IRAs. Also, enter this amount on line 17			11 1,667
12	Multiply line 7 by line 10. This is the nontaxable portion of your distributions that you did not convert to a Roth, Roth SEP, or Roth SIMPLE IRA			12
13	Add lines 11 and 12. This is the nontaxable portion of all your distributions			13 1,667
14	Subtract line 13 from line 3. This is your total basis in traditional IRAs for 2023 and earlier years			14 8,333
15a	Subtract line 12 from line 7			15a
b	Enter the amount on line 15a attributable to qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions). Also, enter this amount on 2023 Form(s) 8915-F, line 18, as applicable (see instructions)			15b
c	Taxable amount. Subtract line 15b from line 15a. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b			15c
Note: You may be subject to an additional 10% tax on the amount on line 15c if you were under age 59 1/2 at the time of the distribution. See instructions.				
For Privacy Act and Paperwork Reduction Act Notice, see separate instructions.				
Form 8606 (2023)				

Part II 2023 Conversions From Traditional, Traditional SEP, or Traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs

Complete this part if you converted part or all of your traditional, traditional SEP, and traditional SIMPLE IRAs to a Roth, Roth SEP, or Roth SIMPLE IRA in 2023.

16	If you completed Part I, enter the amount from line 8. Otherwise, enter the net amount you converted from traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023	16	20,000
17	If you completed Part I, enter the amount from line 11. Otherwise, enter your basis in the amount on line 16 (see instructions)	17	1,667
18	Taxable amount. Subtract line 17 from line 16. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b	18	18,333

Part III Distributions From Roth, Roth SEP, or Roth SIMPLE IRAs

Complete this part only if you took a distribution from a Roth, Roth SEP, or Roth SIMPLE IRA in 2023. For this purpose, a distribution does not include a rollover (other than a repayment of a qualified disaster distribution from 2023 Form(s) 8915-F (see instructions), qualified charitable distribution, one-time distribution to fund an HSA, recharacterization, or return of certain contributions (see instructions)).

19	Enter your total nonqualified distributions from Roth, Roth SEP, and Roth SIMPLE IRAs in 2023, including any qualified first-time homebuyer distributions, and any qualified disaster distributions from 2023 Form(s) 8915-F (see instructions)	19	
20	Qualified first-time homebuyer expenses (see instructions). Do not enter more than \$10,000 reduced by the total of all your prior qualified first-time homebuyer distributions	20	
21	Subtract line 20 from line 19. If zero or less, enter -0-	21	
22	Enter your basis in Roth, Roth SEP, and Roth SIMPLE IRA contributions (see instructions). If line 21 is zero, stop here	22	
23	Subtract line 22 from line 21. If zero or less, enter -0- and skip lines 24 and 25. If more than zero, you may be subject to an additional tax (see instructions)	23	
24	Enter your basis in conversions from traditional, traditional SEP, and traditional SIMPLE IRAs and rollovers from qualified retirement plans to a Roth, Roth SEP, or Roth SIMPLE IRA. See instructions	24	
25a	Subtract line 24 from line 23. If zero or less, enter -0- and skip lines 25b and 25c	25a	
b	Enter the amount on line 25a attributable to qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions). Also, enter this amount on 2023 Form(s) 8915-F, line 19, as applicable (see instructions)	25b	
c	Taxable amount. Subtract line 25b from line 25a. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b	25c	

**Sign Here Only
If You Are Filing
This Form by Itself
and Not With Your
Tax Return**

Under penalties of perjury, I declare that I have examined this form, including accompanying attachments, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Your signature

Date

**Paid
Preparer
Use Only**

Print/type preparer's name

Preparer's signature

Date

Check ☐ if PTIN
self-employed

Print/Type preparer's name

Firm's name

Firm's address

Firm's EIN

Phone no.

Tax Return Example #3

Traditional IRA distribution WITH basis in traditional IRA(s)

Assumptions:

- Single taxpayer, 60 years old
- \$80,000 of W-2 wages
- \$10,000 of taxes withheld from wages
- \$50,000 traditional IRA distribution
- \$10,000 of existing basis in traditional IRA(s)
- \$100,000 of traditional IRA balances as of December 31

Form1040

Department of the Treasury-Internal Revenue Service

U.S. Individual Income Tax Return

2023

OMB No. 1545-0074

IRS Use Only-Do not write or staple in this space.

For the year Jan. 1–Dec. 31, 2023, or other tax year beginning , 2023, ending

See separate instructions.

Your first name and middle initial

Jennifer Q

Last name

Client

Your social security number

500–00–1004

If joint return, spouse's first name and middle initial

Last name

Spouse's social security number

Home address (number and street). If you have a P.O. box, see instructions.

123 Main Street

Apt. no.

City, town, or post office. If you have a foreign address, also complete spaces below.

Beverly Hills

State

CA

ZIP code

90210

Foreign country name

Foreign province/state/county

Foreign postal code

Presidential Election Campaign

Check here if you, or your spouse if filing jointly, want \$3 to go to this fund. Checking a box below will not change your tax or refund.

☐ You ☐ Spouse

Filing Status

☒ Single

☐ Head of household (HOH)

☐ Married filing jointly (even if only one had income)

☐ Married filing separately (MFS)

☐ Qualifying surviving spouse (QSS)

If you checked the MFS box, enter the name of your spouse. If you checked the HOH or QSS box, enter the child's name if the qualifying person is a child but not your dependent:

Digital Assets

At any time during 2023, did you: (a) receive (as a reward, award, or payment for property or services); or (b) sell, exchange, or otherwise dispose of a digital asset (or a financial interest in a digital asset)? (See instructions.)

☐ Yes ☒ No

Standard Deduction

Someone can claim:

☐ You as a dependent ☐ Your spouse as a dependent

☐ Spouse itemizes on a separate return or you were a dual-status alien

Age/Blindness You:

☐ Were born before January 2, 1959 ☐ Are blind

Spouse:

☐ Was born before January 2, 1959 ☐ Is blind

Dependents

(see instructions):

(1) First name	Last name	(2) Social security number	(3) Relationship to you	(4) Check if qualifies for (see instructions):	
				Child tax credit	Credit for other dependents
				☐	☐
				☐	☐
				☐	☐
				☐	☐

Income

Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.

If you did not get a Form W-2, see instructions.

Attach Sch. B if required.

Standard Deduction for-

- Single or Married filing separately, \$13,850
- Married filing jointly or Qualifying surviving spouse, \$27,700
- Head of household, \$20,800
- If you checked any box under Standard Deduction, see instructions.

1a	Total amount from Form(s) W-2, box 1 (see instructions)	1a	80,000
b	Household employee wages not reported on Form(s) W-2	1b	
c	Tip income not reported on line 1a (see instructions)	1c	
d	Medicaid waiver payments not reported on Form(s) W-2 (see instructions)	1d	
e	Taxable dependent care benefits from Form 2441, line 26	1e	
f	Employer-provided adoption benefits from Form 8839, line 29	1f	
g	Wages from Form 8919, line 6	1g	
h	Other earned income (see instructions)	1h	
i	Nontaxable combat pay election (see instructions)	1i	
z	Add lines 1a through 1h	1z	80,000
2a	Tax-exempt interest	2a	
3a	Qualified dividends	3a	
4a	IRA distributions	4a	50,000
5a	Pensions and annuities	5a	
6a	Social security benefits	6a	
c	If you elect to use the lump-sum election method, check here (see instructions)		☐
7	Capital gain or (loss). Attach Schedule D if required. If not required, check here	7	
8	Additional income from Schedule 1, line 10	8	
9	Add lines 1z, 2b, 3b, 4b, 5b, 6b, 7, and 8. This is your total income	9	126,667
10	Adjustments to income from Schedule 1, line 26	10	
11	Subtract line 10 from line 9. This is your adjusted gross income	11	126,667
12	Standard deduction or itemized deductions (from Schedule A)	12	13,850
13	Qualified business income deduction from Form 8995 or Form 8995-A	13	
14	Add lines 12 and 13	14	13,850
15	Subtract line 14 from line 11. If zero or less, enter -0-. This is your taxable income	15	112,817

For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see separate instructions.

Form 1040 (2023)

Tax and Credits	16	Tax (see instructions). Check if any from Form(s): 1 ☐ 8814 2 ☐ 4972 3 ☐ _____	16	20,476
	17	Amount from Schedule 2, line 3	17	
	18	Add lines 16 and 17	18	20,476
	19	Child tax credit or credit for other dependents from Schedule 8812	19	
	20	Amount from Schedule 3, line 8	20	
	21	Add lines 19 and 20	21	0
	22	Subtract line 21 from line 18. If zero or less, enter -0-	22	20,476
	23	Other taxes, including self-employment tax, from Schedule 2, line 21	23	
	24	Add lines 22 and 23. This is your total tax	24	20,476

Payments	25	Federal income tax withheld from:		
	a	Form(s) W-2	25a	10,000
	b	Form(s) 1099	25b	
	c	Other forms (see instructions)	25c	
	d	Add lines 25a through 25c	25d	10,000
	26	2023 estimated tax payments and amount applied from 2022 return	26	
	27	Earned income credit (EIC)	27	
	28	Additional child tax credit from Schedule 8812	28	
	29	American opportunity credit from Form 8863, line 8	29	
	30	Reserved for future use	30	
	31	Amount from Schedule 3, line 15	31	
	32	Add lines 27, 28, 29, and 31. These are your total other payments and refundable credits	32	0
	33	Add lines 25d, 26, and 32. These are your total payments	33	10,000

Refund	34	If line 33 is more than line 24, subtract line 24 from line 33. This is the amount you overpaid	34	0
	35a	Amount of line 34 you want refunded to you . If Form 8888 is attached, check here ☐	35a	0
	b	Routing number	c Type: ☐ Checking ☐ Savings	
	d	Account number		
	36	Amount of line 34 you want applied to your 2024 estimated tax	36	

Amount You Owe	37	Subtract line 33 from line 24. This is the amount you owe . For details on how to pay, go to www.irs.gov/Payments or see instructions	37	10,910
	38	Estimated tax penalty (see instructions)	38	434

Third Party Designee	Do you want to allow another person to discuss this return with the IRS? See instructions			☒ Yes . Complete below.	☐ No
	Designee's name	Phone no.	Personal identification number (PIN)		
	Andrew Panko, EA				

Sign Here	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.)
			Influencer	
	Spouse's signature. If a joint return, both must sign.	Date	Spouse's occupation	If the IRS sent your spouse an Identity Protection PIN, enter it here (see inst.)
	Phone no. 800-867-5309	Email address jennifergclient@gmail.com		

Paid Preparer Use Only	Preparer's signature	Date	PTIN	Check if:
		02-08-2024	P02161647	☒ Self-employed
	Preparer's name Andrew Panko, EA	Phone no.		
	Firm's name Tenon Tax Preparation LLC	Firm's EIN		

Name. If married, file a separate form for each spouse required to file 2023 Form 8606. See instructions.

Your social security number

Jennifer Q Client

500-00-1004

Fill in Your Address
Only if You Are
Filing This Form by
Itself and Not With
Your Tax Return

Home address (number and street, or P.O. box if mail is not delivered to your home)

Apt. no.

City, town or post office, state, and ZIP code. If you have a foreign address, also complete the spaces below (see instructions).

Foreign country name

Foreign province/state/county

Foreign postal code

Part I

Nondeductible Contributions to Traditional IRAs and Distributions From Traditional, Traditional SEP, and Traditional SIMPLE IRAs

Complete this part only if one or more of the following apply.

You made nondeductible contributions to a traditional IRA for 2023.

You took distributions from a traditional, traditional SEP, or traditional SIMPLE IRA in 2023 **and** you made nondeductible contributions to a traditional IRA in 2023 or an earlier year. For this purpose, a distribution does not include a rollover (other than certain qualified disaster distribution, repayments from 2023 Form(s) 8915-F), qualified charitable distribution, one-time distribution to fund an HSA, conversion, recharacterization, or return of certain contributions.

You converted part, but not all, of your traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023 **and** you made nondeductible contributions to a traditional IRA in 2023 or an earlier year.

1	Enter your nondeductible contributions to traditional IRAs for 2023, including those made for 2023 from January 1, 2024, through April 15, 2024. See instructions	1	
2	Enter your total basis in traditional IRAs. See instructions	2	10,000
3	Add lines 1 and 2	3	10,000
In 2023, did you take a distribution from traditional, traditional SEP, or traditional SIMPLE IRAs, or make a Roth, Roth SEP, or Roth SIMPLE IRA conversion? No Enter the amount from line 3 on line 14. Do not complete the rest of Part I. Yes Go to line 4.			
4	Enter those contributions included on line 1 that were made from January 1, 2024, through April 15, 2024	4	
5	Subtract line 4 from line 3	5	10,000
6	Enter the value of all your traditional, traditional SEP, and traditional SIMPLE IRAs as of December 31, 2023, plus any outstanding rollovers. Subtract certain repayments of qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions)	6	100,000
7	Enter your distributions from traditional, traditional SEP, and traditional SIMPLE IRAs in 2023. Do not include rollovers (other than repayments of qualified disaster distributions; if any, from 2023 Form(s) 8915-F (see instructions)); qualified charitable distributions, a one-time distribution to fund an HSA; conversions to a Roth, Roth SEP, or Roth SIMPLE IRA; certain returned contributions; or recharacterizations of traditional IRA contributions (see instructions)	7	50,000
8	Enter the net amount you converted from traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023. Also, enter this amount on line 16	8	
9	Add lines 6, 7, and 8	9	150,000
10	Divide line 5 by line 9. Enter the result as a decimal rounded to at least 3 places. If the result is 1.000 or more, enter "1.000"	10	x0.066667
11	Multiply line 8 by line 10. This is the nontaxable portion of the amount you converted to Roth, Roth SEP, or Roth SIMPLE IRAs. Also, enter this amount on line 17	11	
12	Multiply line 7 by line 10. This is the nontaxable portion of your distributions that you did not convert to a Roth, Roth SEP, or Roth SIMPLE IRA	12	3,333
13	Add lines 11 and 12. This is the nontaxable portion of all your distributions	13	3,333
14	Subtract line 13 from line 3. This is your total basis in traditional IRAs for 2023 and earlier years	14	6,667
15a	Subtract line 12 from line 7	15a	46,667
b	Enter the amount on line 15a attributable to qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions). Also, enter this amount on 2023 Form(s) 8915-F, line 18, as applicable (see instructions)	15b	
c	Taxable amount. Subtract line 15b from line 15a. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b	15c	46,667
Note: You may be subject to an additional 10% tax on the amount on line 15c if you were under age 59 1/2 at the time of the distribution. See instructions.			

Tax Return Example #4

Backdoor Roth IRA contribution WITHOUT other traditional IRA balances

Assumptions:

- Single taxpayer, 60 years old
- \$80,000 of W-2 wages
- \$10,000 of taxes withheld from wages
- \$6,000 nondeductible traditional IRA contribution
- \$6,000 Roth conversion (done immediately after the traditional IRA contribution)

Form	1040	Department of the Treasury-Internal Revenue Service	2023	OMB No. 1545-0074	IRS Use Only-Do not write or staple in this space.
For the year Jan. 1–Dec. 31, 2023, or other tax year beginning _____, 2023, ending _____					See separate instructions.
Your first name and middle initial Jennifer Q		Last name Client		Your social security number 500-00-1004	
If joint return, spouse's first name and middle initial		Last name		Spouse's social security number	
Home address (number and street). If you have a P.O. box, see instructions. 123 Main Street				Presidential Election Campaign Check here if you, or your spouse if filing jointly, want \$3 to go to this fund. Checking a box below will not change your tax or refund. ☐ You ☐ Spouse	
City, town, or post office. If you have a foreign address, also complete spaces below. Beverly Hills		State CA	ZIP code 90210		
Foreign country name		Foreign province/state/county			
		Foreign postal code			
Filing Status ☒ Single ☐ Head of household (HOH)					
☐ Married filing jointly (even if only one had income)					
☐ Married filing separately (MFS) ☐ Qualifying surviving spouse (QSS)					
If you checked the MFS box, enter the name of your spouse. If you checked the HOH or QSS box, enter the child's name if the qualifying person is a child but not your dependent: _____					
Digital Assets At any time during 2023, did you: (a) receive (as a reward, award, or payment for property or services); or (b) sell, exchange, or otherwise dispose of a digital asset (or a financial interest in a digital asset)? (See instructions.) . . . ☐ Yes ☒ No					
Standard Deduction Someone can claim: ☐ You as a dependent ☐ Your spouse as a dependent ☐ Spouse itemizes on a separate return or you were a dual-status alien					
Age/Blindness You: ☐ Were born before January 2, 1959 ☐ Are blind Spouse: ☐ Was born before January 2, 1959 ☐ Is blind					
Dependents (see instructions):					
(1) First name Last name (2) Social security number (3) Relationship to you (4) Check if qualifies for (see instructions): Child tax credit Credit for other dependents					
If more than four dependents, see instructions and check here . . . ☐					
Income					
1a Total amount from Form(s) W-2, box 1 (see instructions) 1a 80,000					
b Household employee wages not reported on Form(s) W-2 1b					
c Tip income not reported on line 1a (see instructions) 1c					
d Medicaid waiver payments not reported on Form(s) W-2 (see instructions) 1d					
e Taxable dependent care benefits from Form 2441, line 26 1e					
f Employer-provided adoption benefits from Form 8839, line 29 1f					
g Wages from Form 8919, line 6 1g					
h Other earned income (see instructions) 1h					
i Nontaxable combat pay election (see instructions) 1i					
z Add lines 1a through 1h 1z 80,000					
2a Tax-exempt interest 2a					
3a Qualified dividends 3a					
4a IRA distributions 4a 6,000					
5a Pensions and annuities 5a					
6a Social security benefits 6a					
b Taxable interest 2b					
b Ordinary dividends 3b					
b Taxable amount 4b 0					
b Taxable amount 5b					
b Taxable amount 6b					
c If you elect to use the lump-sum election method, check here (see instructions) ☐					
7 Capital gain or (loss). Attach Schedule D if required. If not required, check here 7					
8 Additional income from Schedule 1, line 10 8					
9 Add lines 1z, 2b, 3b, 4b, 5b, 6b, 7, and 8. This is your total income 9 80,000					
10 Adjustments to income from Schedule 1, line 26 10					
11 Subtract line 10 from line 9. This is your adjusted gross income 11 80,000					
12 Standard deduction or itemized deductions (from Schedule A) 12 13,850					
13 Qualified business income deduction from Form 8995 or Form 8995-A 13					
14 Add lines 12 and 13 14 13,850					
15 Subtract line 14 from line 11. If zero or less, enter -0-. This is your taxable income 15 66,150					
For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see separate instructions.					
Form 1040 (2023)					

Tax and Credits	16	Tax (see instructions). Check if any from Form(s): 1 ☐ 8814 2 ☐ 4972 3 ☐ . . .	16	9,866
	17	Amount from Schedule 2, line 3	17	
	18	Add lines 16 and 17	18	9,866
	19	Child tax credit or credit for other dependents from Schedule 8812	19	
	20	Amount from Schedule 3, line 8	20	
	21	Add lines 19 and 20	21	0
	22	Subtract line 21 from line 18. If zero or less, enter -0-	22	9,866
	23	Other taxes, including self-employment tax, from Schedule 2, line 21	23	
24	Add lines 22 and 23. This is your total tax	24	9,866	

Payments	25	Federal income tax withheld from:		
	a	Form(s) W-2	25a	10,000
	b	Form(s) 1099	25b	
	c	Other forms (see instructions)	25c	
	d	Add lines 25a through 25c	25d	10,000
	26	2023 estimated tax payments and amount applied from 2022 return	26	
	27	Earned income credit (EIC)	27	
	28	Additional child tax credit from Schedule 8812	28	
	29	American opportunity credit from Form 8863, line 8	29	
	30	Reserved for future use	30	
	31	Amount from Schedule 3, line 15	31	
	32	Add lines 27, 28, 29, and 31. These are your total other payments and refundable credits	32	0
33	Add lines 25d, 26, and 32. These are your total payments	33	10,000	

Refund	34	If line 33 is more than line 24, subtract line 24 from line 33. This is the amount you overpaid	34	134																
	35a	Amount of line 34 you want refunded to you . If Form 8888 is attached, check here ☐	35a	134																
	b	Routing number <table><tr><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td></tr></table>	X	X	X	X	X	X	X	X	X	X	c Type: ☐ Checking ☐ Savings							
	X	X	X	X	X	X	X	X	X	X										
d	Account number <table><tr><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td><td>X</td></tr></table>	X	X	X	X	X	X	X	X	X	X	X	X	X	X	X	X			
X	X	X	X	X	X	X	X	X	X	X	X	X	X	X	X					
36	Amount of line 34 you want applied to your 2024 estimated tax	36																		

Amount You Owe	37	Subtract line 33 from line 24. This is the amount you owe . For details on how to pay, go to www.irs.gov/Payments or see instructions	37	0
	38	Estimated tax penalty (see instructions)	38	

Third Party Designee	Do you want to allow another person to discuss this return with the IRS? See instructions ☒ Yes. Complete below. ☐ No							
	Designee's name Andrew Panko, EA	Phone no.	Personal identification number (PIN) <table><tr><td></td><td></td><td></td><td></td><td></td></tr></table>					

Sign Here	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 Influencer	If the IRS sent you an Identity Protection PIN, enter it here (see inst.) <table><tr><td></td><td></td><td></td><td></td><td></td></tr></table>					
	Spouse's signature. If a joint return, both must sign.	Date	Spouse's occupation	If the IRS sent your spouse an Identity Protection PIN, enter it here (see inst.) <table><tr><td></td><td></td><td></td><td></td><td></td></tr></table>					
Phone no. 800-867-5309 Email address jennifergclient@gmail.com									

Paid Preparer Use Only	Preparer's signature	Date 02-08-2024	PTIN P02161647	Check if: ☒ Self-employed
	Preparer's name Andrew Panko, EA	Phone no.		
	Firm's name Tenon Tax Preparation LLC			
	Firm's address	Firm's EIN		

Name. If married, file a separate form for each spouse required to file 2023 Form 8606. See instructions.

Your social security number

Jennifer Q Client

Fill in Your Address
Only if You Are
Filing This Form by
Itself and Not With
Your Tax Return

Home address (number and street, or P.O. box if mail is not delivered to your home)

Apt. no.

City, town or post office, state, and ZIP code. If you have a foreign address, also complete the spaces below (see instructions).

Foreign country name

Foreign province/state/county

Foreign postal code

Part I

Nondeductible Contributions to Traditional IRAs and Distributions From Traditional, Traditional SEP, and Traditional SIMPLE IRAs

Complete this part only if one or more of the following apply.

You made nondeductible contributions to a traditional IRA for 2023.

You took distributions from a traditional, traditional SEP, or traditional SIMPLE IRA in 2023 **and** you made nondeductible contributions to a traditional IRA in 2023 or an earlier year. For this purpose, a distribution does not include a rollover (other than certain qualified disaster distribution, repayments from 2023 Form(s) 8915-F), qualified charitable distribution, one-time distribution to fund an HSA, conversion, recharacterization, or return of certain contributions.

You converted part, but not all, of your traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023 **and** you made nondeductible contributions to a traditional IRA in 2023 or an earlier year.

1	Enter your nondeductible contributions to traditional IRAs for 2023, including those made for 2023 from January 1, 2024, through April 15, 2024. See instructions	1	6,000
2	Enter your total basis in traditional IRAs. See instructions	2	
3	Add lines 1 and 2	3	6,000
In 2023, did you take a distribution from traditional, traditional SEP, or traditional SIMPLE IRAs, or make a Roth, Roth SEP, or Roth SIMPLE IRA conversion? No Enter the amount from line 3 on line 14. Do not complete the rest of Part I. Yes Go to line 4.			
4	Enter those contributions included on line 1 that were made from January 1, 2024, through April 15, 2024	4	
5	Subtract line 4 from line 3	5	6,000
6	Enter the value of all your traditional, traditional SEP, and traditional SIMPLE IRAs as of December 31, 2023, plus any outstanding rollovers. Subtract certain repayments of qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions)	6	0
7	Enter your distributions from traditional, traditional SEP, and traditional SIMPLE IRAs in 2023. Do not include rollovers (other than repayments of qualified disaster distributions; if any, from 2023 Form(s) 8915-F (see instructions)); qualified charitable distributions, a one-time distribution to fund an HSA; conversions to a Roth, Roth SEP, or Roth SIMPLE IRA; certain returned contributions; or recharacterizations of traditional IRA contributions (see instructions)	7	
8	Enter the net amount you converted from traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023. Also, enter this amount on line 16	8	6,000
9	Add lines 6, 7, and 8	9	6,000
10	Divide line 5 by line 9. Enter the result as a decimal rounded to at least 3 places. If the result is 1.000 or more, enter "1.000"	10	x1.0000000
11	Multiply line 8 by line 10. This is the nontaxable portion of the amount you converted to Roth, Roth SEP, or Roth SIMPLE IRAs. Also, enter this amount on line 17	11	6,000
12	Multiply line 7 by line 10. This is the nontaxable portion of your distributions that you did not convert to a Roth, Roth SEP, or Roth SIMPLE IRA	12	
13	Add lines 11 and 12. This is the nontaxable portion of all your distributions	13	6,000
14	Subtract line 13 from line 3. This is your total basis in traditional IRAs for 2023 and earlier years	14	
15a	Subtract line 12 from line 7	15a	
b	Enter the amount on line 15a attributable to qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions). Also, enter this amount on 2023 Form(s) 8915-F, line 18, as applicable (see instructions)	15b	
c	Taxable amount. Subtract line 15b from line 15a. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b	15c	
Note: You may be subject to an additional 10% tax on the amount on line 15c if you were under age 59 1/2 at the time of the distribution. See instructions.			

Part II 2023 Conversions From Traditional, Traditional SEP, or Traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs

Complete this part if you converted part or all of your traditional, traditional SEP, and traditional SIMPLE IRAs to a Roth, Roth SEP, or Roth SIMPLE IRA in 2023.

16	If you completed Part I, enter the amount from line 8. Otherwise, enter the net amount you converted from traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023	16	6,000
17	If you completed Part I, enter the amount from line 11. Otherwise, enter your basis in the amount on line 16 (see instructions)	17	6,000
18	Taxable amount. Subtract line 17 from line 16. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b	18	0

Part III Distributions From Roth, Roth SEP, or Roth SIMPLE IRAs

Complete this part only if you took a distribution from a Roth, Roth SEP, or Roth SIMPLE IRA in 2023. For this purpose, a distribution does not include a rollover (other than a repayment of a qualified disaster distribution from 2023 Form(s) 8915-F (see instructions), qualified charitable distribution, one-time distribution to fund an HSA, recharacterization, or return of certain contributions (see instructions)).

19	Enter your total nonqualified distributions from Roth, Roth SEP, and Roth SIMPLE IRAs in 2023, including any qualified first-time homebuyer distributions, and any qualified disaster distributions from 2023 Form(s) 8915-F (see instructions)	19	
20	Qualified first-time homebuyer expenses (see instructions). Do not enter more than \$10,000 reduced by the total of all your prior qualified first-time homebuyer distributions	20	
21	Subtract line 20 from line 19. If zero or less, enter -0-	21	
22	Enter your basis in Roth, Roth SEP, and Roth SIMPLE IRA contributions (see instructions). If line 21 is zero, stop here	22	
23	Subtract line 22 from line 21. If zero or less, enter -0- and skip lines 24 and 25. If more than zero, you may be subject to an additional tax (see instructions)	23	
24	Enter your basis in conversions from traditional, traditional SEP, and traditional SIMPLE IRAs and rollovers from qualified retirement plans to a Roth, Roth SEP, or Roth SIMPLE IRA. See instructions	24	
25a	Subtract line 24 from line 23. If zero or less, enter -0- and skip lines 25b and 25c	25a	
b	Enter the amount on line 25a attributable to qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions). Also, enter this amount on 2023 Form(s) 8915-F, line 19, as applicable (see instructions)	25b	
c	Taxable amount. Subtract line 25b from line 25a. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b	25c	

Sign Here Only If You Are Filing This Form by Itself and Not With Your Tax Return

Under penalties of perjury, I declare that I have examined this form, including accompanying attachments, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Your signature

Date

Paid Preparer Use Only

Print/type preparer's name

Preparer's signature

Date

Check ☐ if self-employed PTIN

Print/Type preparer's name

Firm's name

Firm's EIN

Firm's address

Phone no.

Tax Return Example #5

Backdoor Roth IRA contribution WITH other traditional IRA balances

Assumptions:

- Single taxpayer, 60 years old
- \$80,000 of W-2 wages
- \$10,000 of taxes withheld from wages
- \$6,000 nondeductible traditional IRA contribution
- \$6,000 Roth conversion (done immediately after the traditional IRA contribution)
- \$100,000 of traditional IRA balances as of December 31

For the year Jan. 1–Dec. 31, 2023, or other tax year beginning _____, 2023, ending _____

See separate instructions.

Your first name and middle initial
Jennifer Q

Last name
Client

Your social security number
500–00–1004

If joint return, spouse's first name and middle initial

Last name

Spouse's social security number

Home address (number and street). If you have a P.O. box, see instructions.
123 Main Street

Apt. no.

City, town, or post office. If you have a foreign address, also complete spaces below.
Beverly Hills

State
CA

ZIP code
90210

Foreign country name

Foreign province/state/county

Foreign postal code

Presidential Election Campaign

Check here if you, or your spouse if filing jointly, want \$3 to go to this fund. Checking a box below will not change your tax or refund.

☐ You ☐ Spouse

Filing Status

☒ Single

☐ Head of household (HOH)

☐ Married filing jointly (even if only one had income)

☐ Married filing separately (MFS)

☐ Qualifying surviving spouse (QSS)

Check only one box.

If you checked the MFS box, enter the name of your spouse. If you checked the HOH or QSS box, enter the child's name if the qualifying person is a child but not your dependent: _____

Digital Assets

At any time during 2023, did you: (a) receive (as a reward, award, or payment for property or services); or (b) sell, exchange, or otherwise dispose of a digital asset (or a financial interest in a digital asset)? (See instructions.) . . . ☐ Yes ☒ No

Standard Deduction

Someone can claim: ☐ You as a dependent ☐ Your spouse as a dependent

☐ Spouse itemizes on a separate return or you were a dual-status alien

Age/Blindness You: ☐ Were born before January 2, 1959 ☐ Are blind Spouse: ☐ Was born before January 2, 1959 ☐ Is blind

Dependents (see instructions):

(1) First name	Last name	(2) Social security number	(3) Relationship to you	(4) Check if qualifies for (see instructions):	
				Child tax credit	Credit for other dependents
				☐	☐
				☐	☐
				☐	☐
				☐	☐

If more than four dependents, see instructions and check here . . . ☐

Income

1a Total amount from Form(s) W-2, box 1 (see instructions) 1a 80,000

b Household employee wages not reported on Form(s) W-2 1b

c Tip income not reported on line 1a (see instructions) 1c

d Medicaid waiver payments not reported on Form(s) W-2 (see instructions) 1d

e Taxable dependent care benefits from Form 2441, line 26 1e

f Employer-provided adoption benefits from Form 8839, line 29 1f

g Wages from Form 8919, line 6 1g

h Other earned income (see instructions) 1h

i Nontaxable combat pay election (see instructions) 1i

z Add lines 1a through 1h 1z 80,000

2a Tax-exempt interest 2a

3a Qualified dividends 3a

4a IRA distributions 4a 6,000

5a Pensions and annuities 5a

6a Social security benefits 6a

b Taxable interest 2b

b Ordinary dividends 3b

b Taxable amount 4b 5,660

b Taxable amount 5b

b Taxable amount 6b

c If you elect to use the lump-sum election method, check here (see instructions) ☐

7 Capital gain or (loss). Attach Schedule D if required. If not required, check here 7

8 Additional income from Schedule 1, line 10 8

9 Add lines 1z, 2b, 3b, 4b, 5b, 6b, 7, and 8. This is your total income 9 85,660

10 Adjustments to income from Schedule 1, line 26 10

11 Subtract line 10 from line 9. This is your adjusted gross income 11 85,660

12 Standard deduction or itemized deductions (from Schedule A) 12 13,850

13 Qualified business income deduction from Form 8995 or Form 8995-A 13

14 Add lines 12 and 13 14 13,850

15 Subtract line 14 from line 11. If zero or less, enter -0-. This is your taxable income 15 71,810

Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.

If you did not get a Form W-2, see instructions.

Attach Sch. B if required.

Standard Deduction for-

- Single or Married filing separately, \$13,850
- Married filing jointly or Qualifying surviving spouse, \$27,700
- Head of household, \$20,800
- If you checked any box under Standard Deduction, see instructions.

Tax and Credits

Schedule G - Other Income			2024	2023	2022
16	Tax (see instructions). Check if any from Form(s): 1 ☐ 8814 2 ☐ 4972 3 ☐ _____		16	11,109	
17	Amount from Schedule 2, line 3		17		
18	Add lines 16 and 17		18	11,109	
19	Child tax credit or credit for other dependents from Schedule 8812		19		
20	Amount from Schedule 3, line 8		20		
21	Add lines 19 and 20		21	0	
22	Subtract line 21 from line 18. If zero or less, enter -0-		22	11,109	
23	Other taxes, including self-employment tax, from Schedule 2, line 21		23		
24	Add lines 22 and 23. This is your total tax		24	11,109	

Payments

25	Federal income tax withheld from:				
a	Form(s) W-2	25a	10,000		
b	Form(s) 1099	25b			
c	Other forms (see instructions)	25c			
d	Add lines 25a through 25c			25d	10,000
26	2023 estimated tax payments and amount applied from 2022 return			26	
27	Earned income credit (EIC)	27			
28	Additional child tax credit from Schedule 8812	28			
29	American opportunity credit from Form 8863, line 8	29			
30	Reserved for future use	30			
31	Amount from Schedule 3, line 15	31			
32	Add lines 27, 28, 29, and 31. These are your total other payments and refundable credits			32	0
33	Add lines 25d, 26, and 32. These are your total payments			33	10,000

If you have a
qualifying child,
attach Sch. EIC.

Refund

34	If line 33 is more than line 24, subtract line 24 from line 33. This is the amount you overpaid	34	0
35a	Amount of line 34 you want refunded to you . If Form 8888 is attached, check here ☐	35a	0
b	Routing number _____	c Type:	☐ Checking ☐ Savings
d	Account number _____		
36	Amount of line 34 you want applied to your 2024 estimated tax	36	

Direct deposit?
See instructions.

Amount You Owe

37	Subtract line 33 from line 24. This is the amount you owe . For details on how to pay, go to www.irs.gov/Payments or see instructions		37	1,109
38	Estimated tax penalty (see instructions)	38		

Third Party Designee

Do you want to allow another person to discuss this return with the IRS? See instructions ☒ **Yes.** Complete below. ☐ **No**

Designee's name	Phone no.	Personal identification number (PIN)
Andrew Panko, EA		

**Sign
Here**

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 Influencer	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 your spouse an Identity Protection PIN, enter it here (see inst.)						
Phone no. 800-867-5309	Email address	jennifergclient@gmail.com							

Joint return?
See instructions.
Keep a copy for
your records.

**Paid
Preparer
Use Only**

Preparer's signature	Date 02-08-2024	PTIN P02161647	Check if: ☒ Self-employed
Preparer's name Andrew Panko, EA	Phone no.		
Firm's name Tenon Tax Preparation LLC			
Firm's address			Firm's EIN

Name. If married, file a separate form for each spouse required to file 2023 Form 8606. See instructions.

Jennifer Q Client		Your social security number	
500-00-1004			
Home address (number and street, or P.O. box if mail is not delivered to your home)		Apt. no.	
City, town or post office, state, and ZIP code. If you have a foreign address, also complete the spaces below (see instructions).			
Foreign country name		Foreign province/state/county	Foreign postal code

Part I

Nondeductible Contributions to Traditional IRAs and Distributions From Traditional, Traditional SEP, and Traditional SIMPLE IRAs

Complete this part only if one or more of the following apply.

- You made nondeductible contributions to a traditional IRA for 2023.
- You took distributions from a traditional, traditional SEP, or traditional SIMPLE IRA in 2023 **and** you made nondeductible contributions to a traditional IRA in 2023 or an earlier year. For this purpose, a distribution does not include a rollover (other than certain qualified disaster distribution, repayments from 2023 Form(s) 8915-F), qualified charitable distribution, one-time distribution to fund an HSA, conversion, recharacterization, or return of certain contributions.
- You converted part, but not all, of your traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023 **and** you made nondeductible contributions to a traditional IRA in 2023 or an earlier year.

1	Enter your nondeductible contributions to traditional IRAs for 2023, including those made for 2023 from January 1, 2024, through April 15, 2024. See instructions	1	6,000
2	Enter your total basis in traditional IRAs. See instructions	2	
3	Add lines 1 and 2	3	6,000
In 2023, did you take a distribution from traditional, traditional SEP, or traditional SIMPLE IRAs, or make a Roth, Roth SEP, or Roth SIMPLE IRA conversion? No Enter the amount from line 3 on line 14. Do not complete the rest of Part I. Yes Go to line 4.			
4	Enter those contributions included on line 1 that were made from January 1, 2024, through April 15, 2024	4	
5	Subtract line 4 from line 3	5	6,000
6	Enter the value of all your traditional, traditional SEP, and traditional SIMPLE IRAs as of December 31, 2023, plus any outstanding rollovers. Subtract certain repayments of qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions)	6	100,000
7	Enter your distributions from traditional, traditional SEP, and traditional SIMPLE IRAs in 2023. Do not include rollovers (other than repayments of qualified disaster distributions; if any, from 2023 Form(s) 8915-F (see instructions)); qualified charitable distributions, a one-time distribution to fund an HSA; conversions to a Roth, Roth SEP, or Roth SIMPLE IRA; certain returned contributions; or recharacterizations of traditional IRA contributions (see instructions)	7	
8	Enter the net amount you converted from traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023. Also, enter this amount on line 16	8	6,000
9	Add lines 6, 7, and 8	9	106,000
10	Divide line 5 by line 9. Enter the result as a decimal rounded to at least 3 places. If the result is 1.000 or more, enter "1.000"	10	x0.0566038
11	Multiply line 8 by line 10. This is the nontaxable portion of the amount you converted to Roth, Roth SEP, or Roth SIMPLE IRAs. Also, enter this amount on line 17	11	340
12	Multiply line 7 by line 10. This is the nontaxable portion of your distributions that you did not convert to a Roth, Roth SEP, or Roth SIMPLE IRA	12	
13	Add lines 11 and 12. This is the nontaxable portion of all your distributions	13	340
14	Subtract line 13 from line 3. This is your total basis in traditional IRAs for 2023 and earlier years	14	5,660
15a	Subtract line 12 from line 7	15a	
b	Enter the amount on line 15a attributable to qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions). Also, enter this amount on 2023 Form(s) 8915-F, line 18, as applicable (see instructions)	15b	
c	Taxable amount. Subtract line 15b from line 15a. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b	15c	
Note: You may be subject to an additional 10% tax on the amount on line 15c if you were under age 59 1/2 at the time of the distribution. See instructions.			

Part II 2023 Conversions From Traditional, Traditional SEP, or Traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs

Complete this part if you converted part or all of your traditional, traditional SEP, and traditional SIMPLE IRAs to a Roth, Roth SEP, or Roth SIMPLE IRA in 2023.

16	If you completed Part I, enter the amount from line 8. Otherwise, enter the net amount you converted from traditional, traditional SEP, and traditional SIMPLE IRAs to Roth, Roth SEP, or Roth SIMPLE IRAs in 2023	16	6,000
17	If you completed Part I, enter the amount from line 11. Otherwise, enter your basis in the amount on line 16 (see instructions)	17	340
18	Taxable amount. Subtract line 17 from line 16. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b	18	5,660

Part III Distributions From Roth, Roth SEP, or Roth SIMPLE IRAs

Complete this part only if you took a distribution from a Roth, Roth SEP, or Roth SIMPLE IRA in 2023. For this purpose, a distribution does not include a rollover (other than a repayment of a qualified disaster distribution from 2023 Form(s) 8915-F (see instructions), qualified charitable distribution, one-time distribution to fund an HSA, recharacterization, or return of certain contributions (see instructions)).

19	Enter your total nonqualified distributions from Roth, Roth SEP, and Roth SIMPLE IRAs in 2023, including any qualified first-time homebuyer distributions, and any qualified disaster distributions from 2023 Form(s) 8915-F (see instructions)	19	
20	Qualified first-time homebuyer expenses (see instructions). Do not enter more than \$10,000 reduced by the total of all your prior qualified first-time homebuyer distributions	20	
21	Subtract line 20 from line 19. If zero or less, enter -0-	21	
22	Enter your basis in Roth, Roth SEP, and Roth SIMPLE IRA contributions (see instructions). If line 21 is zero, stop here	22	
23	Subtract line 22 from line 21. If zero or less, enter -0- and skip lines 24 and 25. If more than zero, you may be subject to an additional tax (see instructions)	23	
24	Enter your basis in conversions from traditional, traditional SEP, and traditional SIMPLE IRAs and rollovers from qualified retirement plans to a Roth, Roth SEP, or Roth SIMPLE IRA. See instructions	24	
25a	Subtract line 24 from line 23. If zero or less, enter -0- and skip lines 25b and 25c	25a	
b	Enter the amount on line 25a attributable to qualified disaster distributions, if any, from 2023 Form(s) 8915-F (see instructions). Also, enter this amount on 2023 Form(s) 8915-F, line 19, as applicable (see instructions)	25b	
c	Taxable amount. Subtract line 25b from line 25a. If more than zero, also include this amount on 2023 Form 1040, 1040-SR, or 1040-NR, line 4b	25c	

Sign Here Only If You Are Filing This Form by Itself and Not With Your Tax Return

Under penalties of perjury, I declare that I have examined this form, including accompanying attachments, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Your signature

Date

Paid Preparer Use Only

Print/type preparer's name

Preparer's signature

Date

Check ☐ if PTIN self-employed

Print/Type preparer's name

Firm's name

Firm's EIN

Firm's address

Phone no.