

Colorado Certification Test #1

1. What number is transferred by TaxSlayer to Colorado Form 104 from the Federal Form 1040 as the starting point for calculating the Colorado tax liability?
 - a. Adjusted Gross Income
 - b. Federal Taxable Income
 - c. Total Income

2. Where can one find the amount of mutual fund bond interest paid by other states?
 - a. Brokerage statements or mutual fund website
 - b. Last year's return
 - c. Taxpayer's Estimate
 - d. All of the above

3. If a Colorado taxpayer received interest on a municipal bond or bond fund from another state, that interest must be included as an addition to Colorado taxable income.
 - a. True
 - b. False

4. Joe is a 70 year old retired railroad employee who receives railroad retirement benefits. In addition, Joe worked another job and he now receives a pension and social security benefits. The maximum subtraction Joe can receive on his Colorado return for all these benefits is \$24,000.
 - a. True
 - b. False

5. Jose and Helen are full year Colorado residents who are filing a joint federal tax return. Can they file separately for Colorado?
 - a. Yes
 - b. No

6. Colorado municipal bond interest is a subtraction from Colorado income on DR 104AD.
 - a. True
 - b. False

7. What is the purpose of Colorado Form 104US?
 - a. To reconcile Colorado and federal taxable income
 - b. To list federal interest which can be subtracted on the Colorado return
 - c. To report use tax on previously untaxed purchases
 - d. To calculate excludible US military benefits

8. What income qualifies for the Colorado Pension and Annuity subtraction?
 - a. Pensions and annuities
 - b. IRA/SEP/SIMPLE distributions
 - c. Federally taxed Social Security Benefits
 - d. Disability benefits (reported as wages)
 - e. All of the above

9. State income taxes treated as an itemized deduction for federal taxes are an addback for Colorado taxes.
 - a. True
 - b. False

10. One can find detailed information about the Colorado return on the COlorado REsource (CORE) website.
 - a. True
 - b. False

Colorado Certification Re-Test #1

1. The number transferred to the Colorado return from the federal return as the starting point for calculating the Colorado tax liability is federal adjusted gross income?
 - a. True
 - b. False

2. The amount of mutual fund bond interest paid by another state can be based on the taxpayer's estimate?
 - a. True
 - b. False

3. If a Colorado taxpayer received interest on a municipal bond or bond fund from another state. Which of the following is true?
 - a. Counselors do not separately identify and enter the out-of-state interest in TaxSlayer. The interest is automatically transferred to the Colorado return as an addback to income.
 - b. Income from all municipal bonds is excluded from Colorado taxable income
 - c. The counselor must make an adjustment in TaxSlayer to reflect the taxability of the interest from non-Colorado bonds
 - d. None of the above

4. A 67 year old retired railroad employee who received Tier I and II benefits must include those amounts in the \$24,000 limit to his pension subtraction on the Colorado return
 - a. True
 - b. False

5. A married couple can file separate Colorado returns only if they file as married filing separately on their federal return.
 - a. True
 - b. False

6. Which of the following is **not** a subtraction from Colorado income on Form 104AD?
 - a. US Government interest
 - b. Colorado municipal bond interest
 - c. Pension and annuity income
 - d. Charitable contributions in excess of \$500 if not itemizing on the federal return

7. Colorado taxpayers must report any unpaid use tax on purchases using Form 104US.

8. Social security income which is subject to federal tax qualifies for the Colorado Pension and Annuity subtraction.
 - a. True
 - b. False

9. Which of the following may be an addback reported on the Colorado Form 104?
 - a. Colorado state sales tax
 - b. Foreign taxes paid
 - c. State income taxes deducted on the federal return

10. Where can one find detailed information about Colorado tax returns?
 - a. Colorado Department of Revenue FYI publications
 - b. Form instructions
 - c. COlorado REsource (CORE) website
 - d. All of the above