**Examine the types of taxes imposed at the Federal, state, and local levels, the federal tax formula, and the rules for arriving at personal and dependency exemptions.**

**To meet the overall objective we will cover the following topics in Part 1:**

**History of U.S. Taxation**

**Tax structure**

**The major types of taxes**

**Tax administration**

**Federal tax law**

**To meet the overall objective we will cover the following topics in Part 2:**

**Tax formula**

**Personal exemptions**

**Dependency exemptions**

**Filing a return**

**Tax determination**

**Gains and losses from property transactions**

**Maximizing the use of standard deduction**

**Dependency exemptions**

**Tax rate differentials**

**Making Good Use of Out-of-State Relatives.  Please respond to the following:**

* Discuss how common you believe this scenario may be and give example(s) to support your answer.
* As a CPA, determine how you can protect your clients from future tax implications of attempting to avoid state sales tax.

**Discovering Lost Dependency Exemptions.  Please respond to the following:**

* Discuss the key factors that should be considered when determining dependency exemption eligibility.
* Evaluate who should take the dependency exemption for Jesse and state how you know for certain.