

Scholarships/Grants are more than Qualified Education Expenses

Qualified Education Expenses* (QE)

Pell Grants, Federal SEOG Grants (PG)

Other Scholarships (OS)

Refunds**

TOTAL PG

TOTAL

** For informational purposes only. Shows student should have taxable scholarships without moving Pell Grants.

TOTAL OS

Step 1: QE
 Minus OS
 = (a)
 Step 2: Minus PG
 = (b) ()

Remaining QE – Use the lesser of (a) or

\$4,000 for AOC.

Add amount from above yellow box **and** (b) as as a positive number. This is taxable scholarship on student's return.

TOTAL QE

*Student Account Summary –

Include: Tuition, Required Fees and Supplies

Do Not Include: Parking Fees/Fines, Other Fines, Late Fees, Insurance, Housing or Meals

*Out of Pocket Expenses – For AOC include books and required supplies.

1. If dependent student has a filing requirement, **and** the amount of taxable scholarship exceeds \$2,300, Kiddie Tax is triggered. Adjust amount used for AOC to minimize student's tax and maximize AOC.
2. If student is taxpayer with dependents, adjust above numbers to maximize refund. Taxable scholarship can affect EIC.