

# Classroom Tax Record and Form

## Notice to student

**Taxes.** Each student is responsible for paying \$500 in taxes to the classroom economy once a year. The tax is due in April, so plan ahead to have the money ready. You can also consider ways to lower your tax bill.

**Credits.** You can reduce your tax owed in two ways:

- **Donate items for the classroom auction.** You may contribute lightly used toys, books, or other items for your fellow students to purchase on auction day. The Auctioneers must give approval before you can claim a credit. For each accepted item, you receive a **\$100 tax credit**.
- **Volunteer in the outside community.** Each time you perform community service for at least one hour, you receive a **\$100 tax credit**. There is a limit of one tax credit per day.

**Documentation.** Keep this record in your classroom economy folder throughout the year; Be sure to update the form below whenever you donate an auction item or perform volunteer service. You must enter the update within three school days of the event to receive a tax credit.

**Payment.** On April 15, or the first school day afterward, sign and date the form below, and give it to your Banker along with the amount owed in classroom cash. Keep a copy for your records.



## MCE Form 1040

Student name					
Standard tax rate	1				\$500
Tax credits		Credits I earned for auction items or volunteer service in the community.			
	2	Date	<input type="checkbox"/> Auction item Approved by _____	<input type="checkbox"/> Volunteer service Where? _____	\$
	3	Date	<input type="checkbox"/> Auction item Approved by _____	<input type="checkbox"/> Volunteer service Where? _____	\$
	4	Date	<input type="checkbox"/> Auction item Approved by _____	<input type="checkbox"/> Volunteer service Where? _____	\$
	5	Date	<input type="checkbox"/> Auction item Approved by _____	<input type="checkbox"/> Volunteer service Where? _____	\$
	6	Date	<input type="checkbox"/> Auction item Approved by _____	<input type="checkbox"/> Volunteer service Where? _____	\$
Total credits	7	Add lines 2 through 6.			\$
Amount I owe	8	Subtract line 7 from line 1. This is the amount of classroom economy cash you must pay the Banker.			\$
Signature				Date	