

**Premium Tax Credit (PTC)**

**Or Repayment**

*Let's consider Albert Meadows from 2018 Workbook pg 124*

*Albert is 64, Lois is 42, and their son Warren is 15*

*The Meadow's AGI is \$46,748, Warren has no income, their modified AGI is \$54,293*

*Remember that modified AGI includes all household income, eg: all SSA*

*The Meadows had Marketplace insurance and bring a 1095-A Wkbk pg 130* **HANDOUT**

*What do we know about Marketplace insurance?*

*The Meadows had to estimate their annual income*

*This estimate determines the Meadows' Advanced Payment*

*If the Meadows over estimate their income, they get an additional Tax Credit*

*If the Meadows under estimate their income*

*, they have to repay some of the Advanced Payment*

*We need to fill out a Form 8962 to determine the Meadows' credit or payment* **HANDOUT**

*"Read every line, do what it says." Quote from Duane Brown*

*Let's fill out Form 8962 pg 1 (paper and pencil) refer to 4012 pgs H-30&31*

*In this case, the Meadows have to pay*

*They must have estimated his income less than \$54,293*

*If they had estimated his income greater than \$54,293*

*Their advanced payment would have been less, and they would get a credit*

*There are repayment limitations, 8962 Instructions pg 16*

*What if the Meadows \$50,000 redo the 8962 with modified AGI \$50,000*