

PEARSON'S
FEDERAL TAXATION

2021

COMPREHENSIVE



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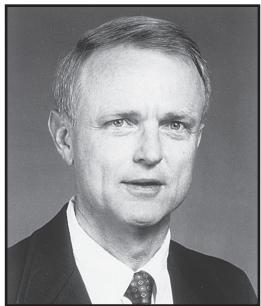
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PREFACE

New to this Edition

INDIVIDUALS

- Complete updating of the chapter material for the provisions in the Setting Every Community Up for Retirement Enhancement Act (SECURE Act) of 2019, the Taxpayer Certainty and Disaster Tax Relief Act of 2019, and subsequent guidance affecting individual taxpayers
- Complete updating of significant court cases and IRS rulings and procedures during 2019 and early 2020
- All tax rate schedules have been updated to reflect the rates and inflation adjustments for 2020
- Updating of the end-of-chapter tax return problems to 2019 (2019 tax forms are included because the 2020 tax forms were not available when this edition went to print)

CORPORATIONS

- Complete updating of the chapter material for the provisions in the Setting Every Community Up for Retirement Enhancement Act (SECURE Act) of 2019, the Taxpayer First Act of 2019, the Taxpayer Certainty and Disaster Tax Relief Act of 2019, and subsequent guidance affecting corporations and other entities
- Complete updating of significant court cases and IRS rulings and procedures during 2019 and early 2020
- All tax rate schedules have been updated to reflect the rates and inflation adjustments for 2020
- Updating of the end-of-chapter tax return problems to 2019 (2019 tax forms are included because the 2020 tax forms were not available when this edition went to print)
- Expanded discussion of global intangible low-taxed income (GILTI) and foreign-derived intangible income (FDII) in Chapter C:16

Solving Teaching and Learning Challenges

The Rupert/Anderson/Hulse 2021 Series in Federal Taxation is appropriate for use in any first course in federal taxation, and comes in a choice of three volumes:

- Federal Taxation 2021: Individuals
- Federal Taxation 2021: Corporations, Partnerships, Estates & Trusts (the companion book to Individuals)
- Federal Taxation 2021: Comprehensive (available in eText only; 14 chapters from Individuals and 15 chapters from Corporations)
- The *Individuals* volume covers *all* entities, although the treatment is often briefer than in the *Corporations* and *Comprehensive* volumes. The *Individuals* volume, therefore, is appropriate for colleges and universities that require only one semester of taxation as well as those that require more than one semester of taxation. Further, this volume adapts the suggestions of the Model Tax Curriculum as promulgated by the American Institute of Certified Public Accountants
- The *Corporations, Partnerships, Estates & Trusts* and *Comprehensive* volumes contain three comprehensive tax return problems. Problem C:3-66 contains the comprehensive corporate tax return, Problem C:9-58 contains the comprehensive partnership tax return, and Problem C:11-62 contains the comprehensive S corporation tax return, which is based on the same facts as Problem C:9-58 so that students can compare the returns for these two entities
- The *Corporations, Partnerships, Estates & Trusts* and *Comprehensive* volumes contain sections called Financial Statement Implications, which discuss the implications of Accounting Standards Codification (ASC) 740. The main discussion of accounting for income taxes appears in Chapter C:3. The financial statement implications of other transactions appear in Chapters C:7, C:8, and C:16 (Corporations volume only)

Real-World Approach

The Pearson 2021 Series in Federal Taxation has an appropriate blend of technical content of the tax law with a high level of readability for students. It is focused on enabling students to apply tax principles within the chapter to real-life situations using many strong pedagogical aids:

Real-World Example

These comments relate the text material to events, cases, and statistics occurring in the tax and business environment. The statistical data presented in some of these comments are taken from the IRS’s Statistics of Income at www.irs.gov.

Book-to-Tax Accounting Comparison

These comments compare the tax discussion in the text to the accounting and/or financial statement treatment of this material. Also, the last section of Chapter C:3 discusses the financial statement implications of federal income taxes.

What Would You Do in This Situation?

Unique to the Rupert/Anderson/Hulse series, these boxes place students in a decision-making role. The boxes include many *controversies* that are as yet unresolved or are currently being considered by the courts. These boxes make extensive use of **Ethical Material** as they represent choices that may put the practitioner at odds with the client.

Stop & Think

These “speed bumps” encourage students to pause and apply what they have just learned. Solutions for each issue are provided in the box.

Ethical Point

These comments provide the ethical implications of material discussed in the adjoining text. Apply what they have just learned.

Tax Strategy Tip

These comments suggest tax planning ideas related to material in the adjoining text.

Additional Comment

These comments provide supplemental information pertaining to the adjacent text.

Instructor Teaching Resources

This program comes with the following teaching resources.

Supplements available to instructors at www.pearsonhighered.com/pearsontax	Features of the Supplement
Instructor’s Resource Manual authored by Mitchell Franklin from LeMoyne College and Joshua Coyne from University of Memphis	<ul style="list-style-type: none"> • Sample syllabi • Instructor outlines • Information regarding problem areas for students • Solutions to the tax form/tax return preparation problems
Instructor’s Solutions Manual authored by Kenneth Anderson from University of Tennessee, David Hulse from University of Kentucky, and Timothy Rupert from Northeastern University	<ul style="list-style-type: none"> • Solutions to discussion questions • Solutions to problems • Solutions to comprehensive and tax strategy problems
Test Bank authored by Anthony Masino from East Tennessee State University and Ann Burstein Cohen from SUNY at Buffalo	Over 3,500 multiple-choice, true/false, short-answer, essays, and worked problems. <ul style="list-style-type: none"> • Type (Multiple-choice, true/false, short-answer, essay) • Page references to where content is found in the text
Computerized TestGen	TestGen allows instructors to: <ul style="list-style-type: none"> • Customize, save, and generate classroom tests • Edit, add, or delete questions from the Test Item Files • Analyze test results • Organize a database of tests and student results.
PowerPoint Presentations authored by Allison McLeod from University of North Texas	Slides include key graphs, tables, and equations in the textbook. PowerPoints meet accessibility standards for students with disabilities. Features include, but not limited to: <ul style="list-style-type: none"> • Keyboard and Screen Reader access • Alternative text for images • High color contrast between background and foreground colors
TaxAct 2019 Professional Software	Available online with Individuals, Corporations, and Comprehensive Texts—please contact your Pearson representative for assistance with the registration process. This user-friendly tax preparation program includes more than 80 tax forms, schedules, and worksheets. TaxAct calculates returns and alerts the user to possible errors or entries. Consists of Forms 990, 1040, 1041, 1065, 1120 and 1120-S.

Acknowledgments

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Please send any comments to Kenneth E. Anderson, David S. Hulse, or Timothy J. Rupert.

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