

## 3<sup>rd</sup> Stimulus/Economic Impact Payment

The third round of Economic Impact Payments, including the plus-up payments, were advance payments of the 2021 Recovery Rebate Credit claimed on a 2021 tax return. The IRS began issuing the third round of Economic Impact Payments in March 2021 and continued through December 2021. As your tax preparer we are required to reconcile your payment to determine if you are owed any additional payment, but it is difficult for us to determine any amount you may have received

You should have received \*Letter 6475 in early January 2022 showing the amount of the check, but many people have misplaced this letter, so we are asking you to provide us with the amount below. Using the information in this letter when preparing a tax return can reduce errors and delays in processing from IRS.

\_\_\_\_ I received and have attached a copy of \*Letter 6475

\_\_\_\_ I do not have a copy of \*Letter 6475, but I did receive a stimulus check, prepaid card or direct deposit in the amount of \$\_\_\_\_\_

\_\_\_\_ I did not receive 3<sup>rd</sup> stimulus check, prepaid card or direct deposit

### **\*IRS Letters Received after Tax Return is Filed**

If you receive a letter from IRS after 2021 Tax Return is filed due to 3<sup>rd</sup> Stimulus and want Alaska Tax Service to review or call IRS this will be a new engagement that is not included with filing of your return. There will be an hourly fee of \$175 per hour for Alaska Tax Service to review or call IRS. We could be on phone for 2-3 hours before we get ahold of anyone. Lastly, due to amount of time this can take we will call after tax season because this could be months before we can contact IRS.

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Date

### **Payment Amount Breakdown:**

- The maximum credit is \$1,400 **per person**, including all \*qualifying dependents claimed on a tax return.
  - Single person with no dependents will have a maximum credit of \$1,400
  - Married Taxpayers who file a joint return with no qualifying dependents will have a maximum credit of \$2,800.
    - Taxpayer \$1,400
    - Spouse \$1,400
  - Married Taxpayers who file a joint return that claims **two qualifying dependents** will have a maximum credit of \$5,600.
    - Taxpayer \$1,400
    - Spouse \$1,400
    - Qualifying Dependent #1 \$1,400
    - Qualifying Dependent #2 \$1,400

### **\*Qualifying dependents** claimed on tax return:

- children under 17
  - Must be born after January 1, 2021
- older relatives → like college students
- Parents, grandparent, and adults with disabilities

**Income Threshold** It is reduced if the adjusted gross income (AGI) amount on line 11 of your 2021 Form 1040:

- Income Limits per filing status
  - \$150,000 if married and filing a joint return or filing as a qualifying widow or widower
  - \$112,500 if filing as head of household or
  - \$75,000 for all others.
- No credit is allowed when AGI is at least the following amount:
  - \$160,000 if married and filing a joint return or if filing as a qualifying widow or widower
  - \$120,000 if filing as head of household or
  - \$80,000 for all others