

**1040NR ATS Test Scenario 3**  
**Taxpayer: Lisa Cranberry**  
**SSN: 123-00-3333**

Test Scenario 3 includes the following forms:

- Form 1040NR
- Form 1040 Schedule E
- Form 8805
- Form 8854
- Form SSA-1042S
- Form W-2

**Form SSA-1042S**

NameLine1Txt	Lisa Cranberry
PrimarySSN	123-00-3333
ForeignAddress	7613 Beatle Way London, UK NW61JD
SocSecBnftAmt	1,500.00
NetSocSecBnftAmt	1,500.00
TaxRt	.30
FederalIncomeTaxWithheldAmt	450.00
RefundAmt	68.00
NetTaxWithheldAmt	382.00

**Additional information:**

- The taxpayer expatriated in 2010. She has been a resident of the UK since January 1, 2011.
- The taxpayer received eligible deferred compensation in 2018 for services rendered to a US employer in previous years.
- The taxpayer received a distributive share of earnings in 2018 from the US partnership.
- The taxpayer received US social security benefits on which tax was withheld, but are exempt from income under the provisions of the US-UK tax treaty.

beginning 1-1, 2018, and ending 12-31, 2018

Identifying information section including name (Lisa Cranberry), address (7613 Beattle Way, London, UK), and identifying number (123-00-3333).

Filing Status section with options for Single nonresident alien (checked), Married nonresident alien, and Qualifying widow(er).

Table for Dependents with columns for First name, Last name, Identifying number, Relationship, Child tax credit, and Credit for other dependents.

Main income table with rows 8-23 for various income types like Wages, interest, dividends, and total effectively connected income.

Adjusted Gross Income section with rows 24-35 for deductions like educator expenses, health savings account, and self-employment tax.

Tax and Credits section with rows 36-39 for itemized deductions, business income deduction, and exemptions.

**Tax and Credits**  
(continued)

40	Add lines 37 through 39				<b>40</b>
41	<b>Taxable income.</b> Subtract line 40 from line 36. If zero or less, enter -0-				<b>41</b>
42	<b>Tax</b> (see instr.). Check if any is from Form(s): a <input type="checkbox"/> 8814 b <input type="checkbox"/> 4972 c <input type="checkbox"/>				<b>42</b>
43	<b>Alternative minimum tax</b> (see instructions). Attach Form 6251				<b>43</b>
44	Excess advance premium tax credit repayment. Attach Form 8962				<b>44</b>
45	Add lines 42, 43, and 44				<b>45</b>
46	Foreign tax credit. Attach Form 1116 if required	<b>46</b>			
47	Credit for child and dependent care expenses. Attach Form 2441	<b>47</b>			
48	Retirement savings contributions credit. Attach Form 8880	<b>48</b>			
49	Child tax credit and credit for other dependents (see instructions)	<b>49</b>			
50	Residential energy credit. Attach Form 5695	<b>50</b>			
51	Other credits from Form: a <input type="checkbox"/> 3800 b <input type="checkbox"/> 8801 c <input type="checkbox"/>	<b>51</b>			
52	Add lines 46 through 51. These are your <b>total credits</b>				<b>52</b>
53	Subtract line 52 from line 45. If zero or less, enter -0-				<b>53</b>

**Other Taxes**

54	Tax on income not effectively connected with a U.S. trade or business from page 4, Schedule NEC, line 15				<b>54</b>
55	Self-employment tax. Attach Schedule SE (Form 1040)				<b>55</b>
56	Unreported social security and Medicare tax from Form: a <input type="checkbox"/> 4137 b <input type="checkbox"/> 8919				<b>56</b>
57	Additional tax on IRAs, other qualified retirement plans, etc. Attach Form 5329 if required				<b>57</b>
58	Transportation tax (see instructions)				<b>58</b>
59a	Household employment taxes from Schedule H (Form 1040)				<b>59a</b>
59b	b Repayment of first-time homebuyer credit from Form 5405. Attach Form 5405 if required				<b>59b</b>
60	Taxes from: a <input type="checkbox"/> Form 8959 b <input type="checkbox"/> Instructions; enter code(s) _____				<b>60</b>
61	<b>Total tax.</b> Add lines 53 through 60				<b>61</b>

**Payments**

62	Federal income tax withheld from:				
a	Form(s) W-2 and 1099	<b>62a</b>			
b	Form(s) 8805	<b>62b</b>			
c	Form(s) 8288-A	<b>62c</b>			
d	Form(s) 1042-S	<b>62d</b>			
63	2018 estimated tax payments and amount applied from 2017 return	<b>63</b>			
64	Additional child tax credit. Attach Schedule 8812	<b>64</b>			
65	Net premium tax credit. Attach Form 8962	<b>65</b>			
66	Amount paid with request for extension to file (see instructions)	<b>66</b>			
67	Excess social security and tier 1 RRTA tax withheld (see instructions)	<b>67</b>			
68	Credit for federal tax on fuels. Attach Form 4136	<b>68</b>			
69	Credits from Form: a <input type="checkbox"/> 2439 b <input checked="" type="checkbox"/> Reserved c <input type="checkbox"/> 8885 d <input type="checkbox"/>	<b>69</b>			
70	Credit for amount paid with Form 1040-C	<b>70</b>			
71	Add lines 62a through 70. These are your <b>total payments</b>				<b>71</b>

**Refund**

Direct deposit? See instructions.

72	If line 71 is more than line 61, subtract line 61 from line 71. This is the amount you <b>overpaid</b>				<b>72</b>																
73a	Amount of line 72 you want <b>refunded to you</b> . If Form 8888 is attached, check here <input type="checkbox"/>				<b>73a</b>																
b	Routing number <table border="1" style="display: inline-table;"><tr><td>0</td><td>2</td><td>4</td><td>5</td><td>6</td><td>7</td><td>8</td><td>9</td><td>1</td></tr></table> <input type="checkbox"/> Type: <input type="checkbox"/> Checking <input checked="" type="checkbox"/> Savings	0	2	4	5	6	7	8	9	1											
0	2	4	5	6	7	8	9	1													
d	Account number <table border="1" style="display: inline-table;"><tr><td>1</td><td>7</td><td>8</td><td>5</td><td>6</td><td>9</td><td>8</td><td>1</td><td>4</td><td>2</td><td>1</td><td>1</td><td></td><td></td><td></td><td></td></tr></table>	1	7	8	5	6	9	8	1	4	2	1	1								
1	7	8	5	6	9	8	1	4	2	1	1										
e	If you want your refund check mailed to an address outside the United States not shown on page 1, enter it here.																				
74	Amount of line 72 you want <b>applied to your 2019 estimated tax</b>	<b>74</b>		500																	

**Amount You Owe**

75	<b>Amount you owe.</b> Subtract line 71 from line 61. For details on how to pay, see instructions				<b>75</b>
76	Estimated tax penalty (see instructions)	<b>76</b>			

**Third Party Designee**

Do you want to allow another person to discuss this return with the IRS? See instructions <input type="checkbox"/> <b>Yes.</b> Complete below. <input type="checkbox"/> <b>No</b>	
Designee's name ▶	Phone no. ▶ Personal identification number (PIN) ▶

**Sign Here**

Keep a copy of this return for your records.

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.			
Your signature <i>Lisa Cranberry</i>	Date 3-15-2019	Your occupation in the United States	If the IRS sent you an Identity Protection PIN, enter it here (see instr.)

**Paid Preparer Use Only**

Print/Type preparer's name Tim Fields	Preparer's signature <i>Tim Fields</i>	Date 3-12-2019	Check <input type="checkbox"/> if self-employed	PTIN
Firm's name ▶ Forever LLC	Firm's EIN ▶ 00	5556664		
Firm's address ▶ 1500 Cook Avenue Stamford, CT 06901	Phone no.	203-111-4444		

**Schedule A—Itemized Deductions** (see instructions)

07

<b>Taxes You Paid</b>	<b>1</b>	State and local income taxes				
	<b>a</b>	State and local income taxes . . . . .	<b>1a</b>			
	<b>b</b>	Enter the smaller of line 1a and \$10,000 (\$5,000 if married) . . . . .			<b>1b</b>	
<b>Gifts to U.S. Charities</b>	<b>2</b>	Gifts by cash or check. If you made any gift of \$250 or more, see instructions . . . . .	<b>2</b>			
	<b>3</b>	Other than by cash or check. If you made any gift of \$250 or more, see instructions. You <b>must</b> attach Form 8283 if the amount of your deduction is over \$500 . . . . .	<b>3</b>			
	<b>4</b>	Carryover from prior year . . . . .	<b>4</b>			
	<b>5</b>	Add lines 2 through 4 . . . . .			<b>5</b>	
<b>Casualty and Theft Losses</b>	<b>6</b>	Casualty and theft loss(es) from a federally declared disaster (other than net qualified disaster losses). Attach Form 4684 and enter the amount from line 18 of that form. See instructions . . . . .			<b>6</b>	
<b>Other Itemized Deductions</b>	<b>7</b>	Other—from list in instructions. List type and amount ▶ _____ _____ _____ _____ _____ _____			<b>7</b>	
<b>Total Itemized Deductions</b>	<b>8</b>	Add the amounts in the far right column for lines 1b through 7. Also, enter this amount on Form 1040NR, line 37 . . . . .			<b>8</b>	

DRAFT AS OF  
August 22, 2018  
DO NOT FILE

**Schedule NEC—Tax on Income Not Effectively Connected With a U.S. Trade or Business** (see instructions)

Nature of income		Enter amount of income under the appropriate rate of tax (see instructions)					
		(a) 10%	(b) 15%	(c) 30%	(d) Other (specify)		
					%	%	
<b>1</b>	Dividends and dividend equivalents:						
<b>a</b>	Dividends paid by U.S. corporations	<b>1a</b>					
<b>b</b>	Dividends paid by foreign corporations	<b>1b</b>					
<b>c</b>	Dividend equivalent payments received with respect to section 871(m) transactions	<b>1c</b>					
<b>2</b>	Interest:						
<b>a</b>	Mortgage	<b>2a</b>					
<b>b</b>	Paid by foreign corporations	<b>2b</b>					
<b>c</b>	Other	<b>2c</b>					
<b>3</b>	Industrial royalties (patents, trademarks, etc.)	<b>3</b>					
<b>4</b>	Motion picture or T.V. copyright royalties	<b>4</b>					
<b>5</b>	Other royalties (copyrights, recording, publishing, etc.)	<b>5</b>					
<b>6</b>	Real property income and natural resources royalties	<b>6</b>					
<b>7</b>	Pensions and annuities	<b>7</b>					
<b>8</b>	Social security benefits	<b>8</b>				1,275	
<b>9</b>	Capital gain from line 18 below	<b>9</b>					
<b>10</b>	Gambling—Residents of Canada only. Enter net income in column (c). If zero or less, enter -0-.						
<b>a</b>	Winnings						
<b>b</b>	Losses	<b>10c</b>					
<b>11</b>	Gambling winnings—Residents of countries other than Canada. Note: Losses not allowed	<b>11</b>					
<b>12</b>	Other (specify) ▶	<b>12</b>					
<b>13</b>	Add lines 1a through 12 in columns (a) through (d)	<b>13</b>					
<b>14</b>	Multiply line 13 by rate of tax at top of each column	<b>14</b>					
<b>15</b>	Tax on income not effectively connected with a U.S. trade or business. Add columns (a) through (d) of line 14. Enter the total here and on Form 1040NR, line 54 ▶	<b>15</b>					

**Capital Gains and Losses From Sales or Exchanges of Property**

Enter only the capital gains and losses from property sales or exchanges that are from sources within the United States and not effectively connected with a U.S. business. Do not include a gain or loss on disposing of a U.S. real property interest; report these gains and losses on Schedule D (Form 1040). Report property sales or exchanges that are effectively connected with a U.S. business on Schedule D (Form 1040), Form 4797, or both.	<b>16</b>	(a) Kind of property and description (if necessary, attach statement of descriptive details not shown below)	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Sales price	(e) Cost or other basis	(f) LOSS		(g) GAIN	
							If (e) is more than (d), subtract (d) from (e)	If (d) is more than (e), subtract (e) from (d)		
	<b>17</b>	Add columns (f) and (g) of line 16								
	<b>18</b>	Capital gain. Combine columns (f) and (g) of line 17. Enter the net gain here and on line 9 above (if a loss, enter -0-) ▶								

**Schedule OI—Other Information** (see instructions)

Answer all questions

- A** Of what country or countries were you a citizen or national during the tax year? UK
- B** In what country did you claim residence for tax purposes during the tax year? UK
- C** Have you ever applied to be a green card holder (lawful permanent resident) of the United States?  **Yes**  **No**
- D** Were you ever:
- A U.S. citizen?  **Yes**  **No**
  - A green card holder (lawful permanent resident) of the United States?  **Yes**  **No**
- If you answer "Yes" to (1) or (2), see Pub. 519, chapter 4, for expatriation rules that apply to you.
- E** If you had a visa on the last day of the tax year, enter your visa type. If you did not have a visa, enter your U.S. immigration status on the last day of the tax year. Visa Waiver
- F** Have you ever changed your visa type (nonimmigrant status) or U.S. immigration status?  **Yes**  **No**  
If you answered "Yes," indicate the date and nature of the change. ▶ 1-1-2010 Expatriation
- G** List all dates you entered and left the United States during 2018. See instructions.  
**Note:** If you are a resident of Canada or Mexico AND commute to work in the United States at frequent intervals, check the box for **Canada** or **Mexico** and skip to item H.  Canada  Mexico

Date entered United States mm/dd/yy	Date departed United States mm/dd/yy	Date entered United States mm/dd/yy	Date departed United States mm/dd/yy
1/28/18	1/26/18	6/20/18	6/22/18
3/12/18	3/16/18	9/12/18	9/14/18
4/25/18	4/26/18	10/10/18	10/11/18
5/08/18	5/10/18	11/27/18	11/30/18

- H** Give number of days (including vacation, nonworkdays, and partial days) you were present in the United States during:  
2016 19, 2017 18, and 2018 25.
- I** Did you file a U.S. income tax return for any prior year?  **Yes**  **No**  
If "Yes," give the latest year and form number you filed. ▶ 2017 1040NR
- J** Are you filing a return for a trust?  **Yes**  **No**  
If "Yes," did the trust have a U.S. or foreign owner under the grantor trust rules, make a distribution or loan to a U.S. person, or receive a contribution from a U.S. person?  **Yes**  **No**
- K** Did you receive total compensation of \$250,000 or more during the tax year?  **Yes**  **No**  
If "Yes," did you use an alternative method to determine the source of this compensation?  **Yes**  **No**
- L** Income Exempt from Tax—If you are claiming exemption from income tax under a U.S. income tax treaty with a foreign country, complete (1) through (3) below. See Pub. 901 for more information on tax treaties.

1. Enter the name of the country, the applicable tax treaty article, the number of months in prior years you claimed the treaty benefit, and the amount of exempt income in the columns below. Attach Form 8833 if required. See instructions.

(a) Country	(b) Tax treaty article	(c) Number of months claimed in prior tax years	(d) Amount of exempt income in current tax year

**(e) Total.** Enter this amount on Form 1040NR, line 22. Do not enter it on line 8 or line 12. ▶  

2. Were you subject to tax in a foreign country on any of the income shown in 1(d) above?  **Yes**  **No**
3. Are you claiming treaty benefits pursuant to a Competent Authority determination?  **Yes**  **No**  
If "Yes," attach a copy of the Competent Authority determination letter to your return.
- M** Check the applicable box if:
- This is the first year you are making an election to treat income from real property located in the United States as effectively connected with a U.S. trade or business under section 871(d). See instructions. ▶
  - You have made an election in a previous year that has not been revoked, to treat income from real property located in the United States as effectively connected with a U.S. trade or business under section 871(d). See instructions. ▶

**SCHEDULE E  
(Form 1040)**

**Supplemental Income and Loss**

(From rental real estate, royalties, partnerships, S corporations, estates, trusts, REMICs, etc.)

OMB No. 1545-0074

**2018**

Attachment  
Sequence No. **13**

Department of the Treasury  
Internal Revenue Service (99)

▶ Attach to Form 1040, 1040NR, or Form 1041.

▶ Go to [www.irs.gov/ScheduleE](http://www.irs.gov/ScheduleE) for instructions and the latest information.

Name(s) shown on return

Your social security number

Lisa Cranberry

123-00-3333

**Part I Income or Loss From Rental Real Estate and Royalties** Note: If you are in the business of renting personal property, use Schedule C or C-EZ (see instructions). If you are an individual, report farm rental income or loss from Form 4835 on page 2, line 40.

**A** Did you make any payments in 2018 that would require you to file Form(s) 1099? (see instructions) . . . . .  Yes  No

**B** If "Yes," did you or will you file required Forms 1099? . . . . .  Yes  No

<b>1a</b>	Physical address of each property (street, city, state, ZIP code)				
<b>A</b>					
<b>B</b>					
<b>C</b>					
<b>1b</b>	Type of Property (from list below)	<b>2</b> For each rental real estate property listed above, report the number of fair rental and personal use days. Check the <b>QJV</b> box only if you meet the requirements to file as a qualified joint venture. See instructions.	Fair Rental Days	Personal Use Days	QJV
<b>A</b>			<b>A</b>		<input type="checkbox"/>
<b>B</b>			<b>B</b>		<input type="checkbox"/>
<b>C</b>			<b>C</b>		<input type="checkbox"/>

**Type of Property:**

- 1 Single Family Residence      3 Vacation/Short-Term Rental      5 Land      7 Self-Rental
- 2 Multi-Family Residence      4 Commercial      6 Royalties      8 Other (describe)

Income:		Properties:		A	B	C
<b>3</b>	Rents received . . . . .	<b>3</b>				
<b>4</b>	Royalties received . . . . .	<b>4</b>				
<b>Expenses:</b>						
<b>5</b>	Advertising . . . . .	<b>5</b>				
<b>6</b>	Auto and travel (see instructions) . . . . .	<b>6</b>				
<b>7</b>	Cleaning and maintenance . . . . .	<b>7</b>				
<b>8</b>	Commissions. . . . .	<b>8</b>				
<b>9</b>	Insurance . . . . .	<b>9</b>				
<b>10</b>	Legal and other professional fees . . . . .	<b>10</b>				
<b>11</b>	Management fees . . . . .	<b>11</b>				
<b>12</b>	Mortgage interest paid to banks, etc. (see instructions)	<b>12</b>				
<b>13</b>	Other interest. . . . .	<b>13</b>				
<b>14</b>	Repairs. . . . .	<b>14</b>				
<b>15</b>	Supplies . . . . .	<b>15</b>				
<b>16</b>	Taxes . . . . .	<b>16</b>				
<b>17</b>	Utilities. . . . .	<b>17</b>				
<b>18</b>	Depreciation expense or depletion . . . . .	<b>18</b>				
<b>19</b>	Other (list) ▶ . . . . .	<b>19</b>				
<b>20</b>	Total expenses. Add lines 5 through 19 . . . . .	<b>20</b>				
<b>21</b>	Subtract line 20 from line 3 (rents) and/or 4 (royalties). If result is a (loss), see instructions to find out if you must file Form 6198 . . . . .	<b>21</b>				
<b>22</b>	Deductible rental real estate loss after limitation, if any, on Form 8582 (see instructions) . . . . .	<b>22</b>	(	)	(	)
<b>23a</b>	Total of all amounts reported on line 3 for all rental properties . . . . .	<b>23a</b>				
<b>b</b>	Total of all amounts reported on line 4 for all royalty properties . . . . .	<b>23b</b>				
<b>c</b>	Total of all amounts reported on line 12 for all properties . . . . .	<b>23c</b>				
<b>d</b>	Total of all amounts reported on line 18 for all properties . . . . .	<b>23d</b>				
<b>e</b>	Total of all amounts reported on line 20 for all properties . . . . .	<b>23e</b>				
<b>24</b>	<b>Income.</b> Add positive amounts shown on line 21. <b>Do not</b> include any losses . . . . .	<b>24</b>				
<b>25</b>	<b>Losses.</b> Add royalty losses from line 21 and rental real estate losses from line 22. Enter total losses here . . . . .	<b>25</b>	(	)		
<b>26</b>	<b>Total rental real estate and royalty income or (loss).</b> Combine lines 24 and 25. Enter the result here. If Parts II, III, IV, and line 40 on page 2 do not apply to you, also enter this amount on Schedule 1 (Form 1040), line 17, or Form 1040NR, line 18. Otherwise, include this amount in the total on line 41 on page 2. . . . .	<b>26</b>				

Name(s) shown on return. Do not enter name and social security number if shown on other side.

Your social security number

Lisa Cranberry

123-00-3333

Caution: The IRS compares amounts reported on your tax return with amounts shown on Schedule(s) K-1.

Part II Income or Loss From Partnerships and S Corporations - Note: If you report a loss, receive a distribution, dispose of stock, or receive a loan repayment from an S corporation, you must check the box in column (e) on line 28 and attach the required basis computation. If you report a loss from an at-risk activity for which any amount is not at risk, you must check the box in column (f) on line 28 and attach Form 6198 (see instructions).

27 Are you reporting any loss not allowed in a prior year due to the at-risk, excess farm loss, or basis limitations, a prior year unallowed loss from a passive activity (if that loss was not reported on Form 8582), or unreimbursed partnership expenses? If you answered "Yes," see instructions before completing this section. Yes No

Table with 6 columns: (a) Name, (b) Enter P for partnership; S for S corporation, (c) Check if foreign partnership, (d) Employer identification number, (e) Check if basis computation is required, (f) Check if any amount is not at risk. Row A: Fish and Chips, P, [ ], 00-1234567, [ ], [ ].

Summary table for Part II with columns: (g) Passive loss allowed, (h) Passive income from Schedule K-1, (i) Nonpassive loss from Schedule K-1, (j) Section 179 expense deduction from Form 4562, (k) Nonpassive income from Schedule K-1. Row A: [ ], [ ], [ ], [ ], 1,000. Row 29a Totals: [ ], [ ], [ ], [ ], [ ]. Row 30: 30. Row 31: 31 ( ). Row 32: 32.

Part III Income or Loss From Estates and Trusts

Table with 2 columns: (a) Name, (b) Employer identification number. Row A: [ ], [ ]. Row B: [ ], [ ].

Summary table for Part III with columns: (c) Passive deduction or loss allowed, (d) Passive income from Schedule K-1, (e) Deduction or loss from Schedule K-1, (f) Other income from Schedule K-1. Row A: [ ], [ ], [ ], [ ]. Row B: [ ], [ ], [ ], [ ]. Row 34a Totals: [ ], [ ], [ ], [ ]. Row 35: 35. Row 36: 36 ( ). Row 37: 37.

Part IV Income or Loss From Real Estate Mortgage Investment Conduits (REMICs) - Residual Holder

Table with 5 columns: (a) Name, (b) Employer identification number, (c) Excess inclusion from Schedules Q, line 2c, (d) Taxable income (net loss) from Schedules Q, line 1b, (e) Income from Schedules Q, line 3b. Row 38: [ ], [ ], [ ], [ ], [ ]. Row 39: 39.

Part V Summary

Summary table for Part V with columns: Description, Amount. Row 40: Net farm rental income or (loss) from Form 4835. Row 41: Total income or (loss). Row 42: Reconciliation of farming and fishing income. Row 43: Reconciliation for real estate professionals.

**Foreign Partner's Information Statement  
of Section 1446 Withholding Tax**

**2018**

Department of the Treasury  
Internal Revenue Service

► Go to [www.irs.gov/Form8805](http://www.irs.gov/Form8805) for instructions and the latest information.

Copy A for Internal Revenue Service  
Attach to Form 8804.

For partnership's calendar year 2018, or tax year beginning 1-1, 2018, and ending 12-31, 2018

<b>1a</b> Foreign partner's name	<b>b</b> U.S. identifying number	<b>5a</b> Name of partnership	<b>b</b> U.S. Employer Identification Number (EIN)
Lisa Cranberry	123-00-3333	Fish and Chips	00-1234567
<b>c</b> Address (if a foreign address, see instructions)		<b>c</b> Address (if a foreign address, see instructions)	
7613 Beattle Way London, UK NW61JD		42579 Prince Street London, UK NW61JD	
<b>2</b> Account number assigned by partnership (if any)		<b>6</b> Withholding agent's name. If partnership is also the withholding agent, enter "SAME" and do not complete line 7.	
<b>3</b> Type of partner (specify—see instructions) ►		SAME	
<b>4</b> Country code of partner (enter two-letter code; see instructions)		<b>7</b> Withholding agent's U.S. EIN	
<b>8a</b> Check if the partnership identified on line 5a owns an interest in one or more partnerships . . . . .		<input type="checkbox"/>	
<b>b</b> Check if any of the partnership's effectively connected taxable income (ECTI) is exempt from U.S. tax for the partner identified on line 1a		<input type="checkbox"/>	
<b>9</b> Partnership's ECTI allocable to partner for the tax year (see instructions) . . . . .		<b>9</b>	1,000
<b>10</b> Total tax credit allowed to partner under section 1446 (see instructions). <b>Individual and corporate partners:</b> Claim this amount as a credit against your U.S. income tax on Form 1040NR, 1120-F, etc. . . . .		<b>10</b>	396

**Schedule T—Beneficiary Information (see instructions)**

<b>11a</b> Name of beneficiary	<b>c</b> Address (if a foreign address, see instructions)
<b>b</b> U.S. identifying number of beneficiary	
<b>12</b> Amount of ECTI on line 9 to be included in the beneficiary's gross income (see instructions) . . . . .	<b>12</b>
<b>13</b> Amount of tax credit on line 10 that the beneficiary is entitled to claim on its return (see instructions) . . . . .	<b>13</b>

**Initial and Annual Expatriation Statement**

Department of the Treasury  
Internal Revenue Service

For calendar year 2018 or other tax year beginning 1-1, 2018, and ending 12-31, 20 18

▶ Go to [www.irs.gov/Form8854](http://www.irs.gov/Form8854) for instructions and the latest information.  
▶ Please print or type.

**2018**  
Attachment  
Sequence No. **112**

Name Lisa Cranberry Identifying number (see instructions) 123-00-3333

**Part I General Information.** For all filers.

1 Mailing address and telephone number where you can be reached after expatriation: 7613 Beagle Way London, UK NW61JD  
11 479 333 0000

2 Address of principal foreign residence (if different from line 1): \_\_\_\_\_

3 Country of tax residence (if different from line 2): \_\_\_\_\_

4 **Expatriation date.** Check the box that applies (see instructions).

- June 4, 2004–June 16, 2008. Complete Parts II and V.
- June 17, 2008–December 31, 2017. Complete Part III if:
  - You made an election to defer the payment of tax on a prior year Form 8854,
  - You have an item of eligible deferred compensation, or
  - You have an interest in a nongrantor trust.
 Otherwise, you don't need to file Form 8854.
- January 1, 2018–December 31, 2018. Complete Parts IV and V.

5 Date of notification of expatriating act, termination of residency, or claim of treaty benefits (see instructions).

- Citizen. Date notification given to Department of State: \_\_\_\_\_
- Long-term resident. Date notification given to Department of Homeland Security: \_\_\_\_\_
- Long-term resident with dual residency in a treaty country. Date commencing to be treated, for tax purposes, as a resident of the treaty country: 1-1-2010

6 Number of days you were physically present in the United States in the current year: 24

7 List all countries (other than the United States) of which you are a citizen.

a Name of country: UK

b Date you became a citizen of each country listed in line 7a: 2-1-1964

8 How you became a U.S. citizen:  By birth  By naturalization

**Part II For Persons Who Expatriated After June 3, 2004, and Before June 17, 2008**

1 Did you complete Form 8854 for any period after June 3, 2004, and before June 17, 2008?  
 **No.** If you expatriated for immigration purposes after June 3, 2004, and before June 17, 2008, but have not previously filed a Form 8854, you continue to be treated as a U.S. citizen or U.S. lawful permanent resident for U.S. income tax purposes until the day that you file this form. Because you didn't file Form 8854 for the year of expatriation for immigration purposes, you are subject to the alternative tax in section 877(b) for the 10-year period beginning on the date that you file this form (see instructions).

**Yes.** Tax year for which Form 8854 first filed \_\_\_\_\_ . Go to line 2.

2 Were you physically present in the United States for more than 30 days but not more than 60 days during the tax year?  **Yes**  **No**

a If you checked "Yes" to line 2, were you performing services for an unrelated employer?  **Yes**  **No**

b If you checked "Yes" to line 2a, are you a citizen or resident, fully liable for income tax, in the country in which you were born, your spouse was born, or either of your parents was born?  **Yes**  **No**

Next: Go to Part V.



**Section B** | **Property Owned on Date of Expatriation**

**Don't** complete Section B if:

- Your average net income tax liability for the 5 tax years immediately before expatriation (see line 1 in Section A) wasn't more than \$165,000, your net worth (see line 2 in Section A) was under \$2 million, and you checked "Yes" on line 6 in Section A;
- In Section A, you checked "Yes" on lines 3, 4, and 6; or
- In Section A, you checked "Yes" on lines 5 and 6.

**7a** Do you have any **eligible deferred compensation items**? Checking the "Yes" box is an irrevocable waiver of any right to claim any reduction in withholding for such eligible deferred compensation item under any treaty with the United States . . . . .  **Yes**  **No**

**b** Do you have any **ineligible deferred compensation items**? If "Yes," you must include in income the present value of your account on the day before your expatriation date . . . . .  **Yes**  **No**

**c** Do you have any **specified tax deferred accounts**? If "Yes," you must include in income the entire account balance on the day before your expatriation date . . . . .  **Yes**  **No**

**d** Do you have an interest in a **nongrantor trust**? Checking the "Yes" box is a waiver of any right to claim any reduction in withholding on any distribution from such trust under any treaty with the United States unless you make the election below . . . . .  **Yes**  **No**

Check this box to elect under section 877A(f)(4)(B) to be treated as having received the value of your entire interest in the trust (as determined for purposes of section 877A) as of the day before your expatriation date. Attach a copy of your valuation letter ruling issued by the IRS (see instructions).

**8** Recognition of gain or loss on the deemed sale of mark-to-market property. **Caution:** Don't include in column (a) any property described on line 7a, 7b, 7c, or 7d.

Complete column (g) only if you are deferring tax on gain from any property listed in column (a).

(a) Description of property	(b) Fair market value on day before date of expatriation	(c) Cost or other basis*	(d) <b>Gain or (loss).</b> Subtract (c) from (b)	(e) Gain after allocation of the exclusion amount (see instructions)	(f) Form or Schedule on which gain or loss is reported	(g) Amount of tax deferred (attach computations)
<b>9 Total.</b> Add the amounts in column (d) and column (e) . . . . .						
<b>10 Total tax deferred.</b> Add the amounts in column (g). Enter here and on line 15 . . . . .						

\*You must identify as "(h)(2)" any property for which you are making the special basis election under section 877A(h)(2). This election is irrevocable. See the instructions for Part IV, Section B, line 8, column (c).

**Section C** | **Deferral of Tax**

**Election to defer tax.** *You can defer tax only if you have provided adequate security. Adequate security is described in the instructions.*

**11** Are you electing to defer tax under section 877A(b)?  
 Checking the "Yes" box is an irrevocable waiver of any right under any treaty of the United States that would prevent assessment or collection of any tax imposed because of section 877A.  **Yes**  **No**

If you checked the "Yes" box, continue to line 12. Otherwise, don't complete lines 12 through 15.

<b>12</b>	Enter the total tax you would have reported on Form 1040, line 15, for the part of the year including the day before the expatriation date absent the deferral election . . . . .	<b>12</b>	
<b>13</b>	Enter the total tax for the same part of the tax year determined without regard to the amounts attributable to section 877A(a). Attach computation . . . . .	<b>13</b>	
<b>14</b>	Subtract line 13 from line 12. <b>This is the amount of tax eligible for deferral</b> . . . . .	<b>14</b>	
<b>15</b>	Enter the total tax deferred from line 10, column (g) . . . . .	<b>15</b>	
	<ul style="list-style-type: none"> <li>• If you are filing Form 1040, enter this amount in brackets to the left of the entry space for line 15. Identify as "EXP."</li> <li>• If you are filing Form 1040NR, enter this amount in brackets to the left of the entry space for line 61. Identify as "EXP."</li> </ul>		

**Part V Balance Sheet and Income Statement**

**Schedule A Balance Sheet**

List in U.S. dollars the fair market value (column (a)) and the U.S. adjusted basis (column (b)) of your assets and liabilities as of the following date.

- Part II filers—the end of the tax year for which you are filing the form.
- Part IV filers—your expatriation date. **Note:** Part IV filers don't complete column (d).

For more details, see the separate instructions.

<b>Assets</b>	<b>(a) Fair market value (FMV)</b>	<b>(b) U.S. adjusted basis</b>	<b>(c) Gain or (loss). Subtract column (b) from column (a)</b>	<b>(d) FMV on beginning date of U.S. residency (optional, for long-term residents only)</b>
<b>1</b> Cash, including bank deposits . . . . .				
<b>2</b> Marketable stock and securities issued by U.S. companies . . . . .				
<b>3</b> Marketable stock and securities issued by foreign companies . . . . .				
<b>4</b> Nonmarketable stock and securities issued by U.S. companies . . . . .				
<b>5</b> Nonmarketable stock and securities issued by foreign companies . . . . .				
<b>a</b> Separately state stock issued by foreign companies that would be controlled foreign corporations if you were still a U.S. citizen or permanent resident (see instructions) . . . . .				
<b>b</b> Provide the name, address, and EIN, if any, of any such company _____				
<b>6</b> Pensions from services performed in the United States . . . . .				
<b>7</b> Pensions from services performed outside the United States . . . . .				
<b>8</b> Partnership interests (see instructions) . . . . .				
<b>9</b> Assets held by trusts you own under sections 671 through 679 (see instructions)				
<b>10</b> Beneficial interests in nongrantor trusts (see instructions) . . . . .				
<b>11</b> Intangibles used in the United States . . . . .				
<b>12</b> Intangibles used outside the United States . . . . .				
<b>13</b> Loans to U.S. persons . . . . .				
<b>14</b> Loans to foreign persons . . . . .				
<b>15</b> Real property located in the United States . . . . .				
<b>16</b> Real property located outside the United States . . . . .				
<b>17</b> Business property located in the United States . . . . .				
<b>18</b> Business property located outside the United States . . . . .				
<b>19</b> Other assets (see instructions) . . . . .				
<b>20</b> Total assets. Add lines 1 through 5 and lines 6 through 19. Don't include amounts on line 5a in this total . . . . .				
<b>Liabilities</b>	<b>Amount</b>			
<b>21</b> Installment obligations . . . . .				
<b>22</b> Mortgages, etc. . . . .				
<b>23</b> Other liabilities (see instructions) . . . . .				
<b>24</b> Total liabilities. Add lines 21 through 23 . . . . .				
<b>25</b> <b>Net worth.</b> Subtract line 24 from line 20, column (a). . . . .				

**Schedule B Income Statement**

Provide income information for the following period.

- Part II filers—the tax year for which you are filing the form.
- Part IV filers—the part of the tax year that ends with the day before your expatriation date; but enter -0- for lines 5 through 7.

<b>1</b>	U.S. source gross income not effectively connected with the conduct of a U.S. trade or business.				
<b>a</b>	Interest . . . . .	<b>1a</b>			
<b>b</b>	Dividends . . . . .	<b>1b</b>			
<b>c</b>	Royalties . . . . .	<b>1c</b>			
<b>d</b>	Pension distributions . . . . .	<b>1d</b>			
<b>e</b>	Other . . . . .	<b>1e</b>			
<b>f</b>	<b>Total.</b> Add lines 1a through 1e . . . . .				<b>1f</b>
<b>2</b>	Gross income that is effectively connected with the conduct of a U.S. trade or business . . . . .				<b>2</b>
<b>3</b>	Income from the performance of services in the United States . . . . .				<b>3</b>
<b>4</b>	Gains from the sale or exchange of:				
<b>a</b>	Property (other than stock or debt obligations) located in the United States . . . . .	<b>4a</b>			
<b>b</b>	Stock issued by a U.S. domestic corporation . . . . .	<b>4b</b>			
<b>c</b>	Debt obligations of U.S. persons or of the United States, a state or political subdivision thereof, or the District of Columbia . . . . .	<b>4c</b>			
<b>d</b>	<b>Total.</b> Add lines 4a through 4c . . . . .				<b>4d</b>
<b>5</b>	Income or gain derived from certain foreign corporations to the extent of your share of earnings and profits earned or accumulated before the date of expatriation (see instructions) . . . . .				<b>5</b>
<b>6</b>	Gains on certain exchanges of property that ordinarily wouldn't be recognized (see instructions)				<b>6</b>
<b>7</b>	Income received or accrued by certain foreign corporations (see instructions) . . . . .				<b>7</b>
<b>8</b>	Add lines 1f, 2, 3, 4d, 5, 6, and 7 . . . . .				<b>8</b>
<b>9</b>	Gross income from all other sources . . . . .				<b>9</b>
<b>10</b>	<b>Total.</b> Add lines 8 and 9 . . . . .				<b>10</b>

**Sign Here**

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than filer) is based on all information of which preparer has any knowledge.

Your signature \_\_\_\_\_ Date \_\_\_\_\_

<b>Paid Preparer Use Only</b>	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶				Firm's EIN ▶
	Firm's address ▶				Phone no.

<b>a</b> Employee's social security number <b>123-00-3333</b>		OMB No. 1545-0008		<b>Safe, accurate, FAST! Use</b>				Visit the IRS website at <a href="http://www.irs.gov/efile">www.irs.gov/efile</a>	
<b>b</b> Employer identification number (EIN) <b>00-5559991</b>				<b>1</b> Wages, tips, other compensation <b>2,137,428</b>		<b>2</b> Federal income tax withheld <b>821,228</b>			
<b>c</b> Employer's name, address, and ZIP code  <b>Cross Athletics 5215 Wembley Place London, UK NW61JD</b>				<b>3</b> Social security wages		<b>4</b> Social security tax withheld			
				<b>5</b> Medicare wages and tips		<b>6</b> Medicare tax withheld			
				<b>7</b> Social security tips		<b>8</b> Allocated tips			
<b>d</b> Control number				<b>9</b> Verification code		<b>10</b> Dependent care benefits			
<b>e</b> Employee's first name and initial  <b>Lisa Cranberry</b>		Last name  <b>7613 Beatle Way</b>		Suff.  <b>London, UK NW61JD</b>		<b>11</b> Nonqualified plans		<b>12a</b> See instructions for box 12 C C C C C e	
<b>f</b> Employee's address and ZIP code		<b>13</b> Statutory employee Retirement plan Third-party sick pay <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>		<b>12b</b>		C C C C C e		<b>12c</b>	
				<b>14</b> Other		<b>12d</b>		C C C C C e	
				C C C C C e		C C C C C e			
<b>15</b> State Employer's state ID number		<b>16</b> State wages, tips, etc.		<b>17</b> State income tax		<b>18</b> Local wages, tips, etc.		<b>19</b> Local income tax	
<b>20</b> Locality name									

Form **W-2** Wage and Tax Statement

**2018**

Department of the Treasury—Internal Revenue Service

**Copy B—To Be Filed With Employee's FEDERAL Tax Return.**  
 This information is being furnished to the Internal Revenue Service.