

Calculating Taxable Scholarship Tax Year 2024

Scholarship and grant assistance received in the tax year that exceeds your allowable educational expenses may be considered taxable income by the Internal Revenue Service (IRS). It is your responsibility to calculate and report the taxable portion of your scholarships and grants on your tax return. You should consult a tax advisor for further guidance.

While we are unable to provide tax advice, you can use this form to help you start thinking about if you may need to report scholarships as income when filing your personal tax return. We have pre-populated the standard full-time Evanston undergraduate campus amounts for you below. If you did not enroll, studied abroad or enrolled more or less than full-time in a term, your actual charges will likely differ from the pre-populated fields below. Summer is not pre-populated since enrollment varies by student.

Please note that the tax year reflects the calendar year (January – December) and does not align with the academic

Step 1: Calculate your qualified education expenses for the tax year.

Tuition

	Winter 2024	\$21,629			
	Spring 2024	\$21,629			
	Summer 2024				
	Fall 2024	\$22,386			
Mandatory Fees					
	Winter 2024	\$349			
	Spring 2024	\$349			
	Summer 2024				
	Fall 2024	\$432			
Other Educational Expenses*					
	Winter 2024				
	Spring 2024				
	Summer 2024				
	Fall 2024				

^{*}These are not static figures and must be calculated using your own personal records/receipts. Include course-related expenses, such as fees, books, supplies, and equipment that are *required* for your courses. Qualifying educational expenses *do not* include room and board or travel.

A. Total Educational Expenses:	
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Step 2: Calculate your total scholarships & grants received for the tax year.

Include your Northwestern Scholarships, Pell, SEOG, MAP Grant and outside scholarships. (*Do not* include loans or Federal Work-Study.)

Scholarship Name	Winter 2024	Spring 2024	Summer 2024	Fall 2024	Total

	B. Total Scholarships:
Step 3: Calculate scholarship awarded whi	ich exceeds your qualifying educational expense for the tax year.
Line B minus Line A:	
If this figure is <i>negative</i> , your educational scholarship to report for the year.	expenses exceed your grants and scholarships. It is likely you have no taxable

If the number is *positive*, you may need to report this amount on your Federal Income Tax Return. Include it on the line with your reported wages and notate the amount with 'SCH' to distinguish it as taxable grants and scholarships (as opposed to wages from a W-2). Consult a tax advisor for additional guidance.

Note: It is important to retain good records. This includes copies of award letters, student invoices, and receipts for books, supplies and materials required for your educational expenses.

Please consult with your tax preparer and carefully review the information available on the IRS website (<u>IRS Publication 970</u>). This helpful IRS publication provides definitions, exceptions, a worksheet, and other important considerations.