

## Social Security Benefits Worksheet (2019)

**Caution:** Do not use this worksheet if any of the following apply.

- 1) If the taxpayer made a 2019 traditional IRA contribution and was covered (or spouse was covered) by a qualified retirement plan, see *IRA Deduction and Taxable Social Security* on Page 14-6.
- 2) The taxpayer repaid any benefits in 2019 and total repayments (box 4) were more than total benefits for 2019 (box 3). None of the benefits are taxable for 2019.
- 3) Use the worksheet in IRS Pub. 915 if any of the following apply:
  - Form 2555 (Foreign Earned Income) is being filed;
  - Form 4563 (Exclusion of Income for Bona Fide Residents of American Samoa) is being filed;
  - Form 8815 (Exclusion of Interest From Series EE and I U.S. Savings Bonds Issued After 1989) is being filed;
  - The taxpayer is excluding income from sources within Puerto Rico or
  - The taxpayer is excluding employer-provided adoption benefits.

### Computation of Amount for Line 5b of Form 1040

- 1) Enter the total amount from box 5 of all Forms SSA-1099 and RRB-1099. Also enter this amount on Form 1040, line 5a..... 1) \_\_\_\_\_
- 2) Enter one-half of line 1 ..... 2) \_\_\_\_\_
- 3) Enter the total of the amounts from Form 1040, lines 1, 2b, 3b, 4b, 4d, and 6 and Schedule 1, line 9.... 3) \_\_\_\_\_
- 4) Enter the amount, if any, from Form 1040, line 2a ..... 4) \_\_\_\_\_
- 5) Add lines 2, 3, and 4..... 5) \_\_\_\_\_
- 6) Enter the total of the amounts from Form 1040, Schedule 1, lines 10 through 19, plus any write-in adjustments entered on the dotted line next to line 22..... 6) \_\_\_\_\_
- 7) Is the amount on line 6 less than the amount on line 5?
 

**No**  None of the social security benefits are taxable. Enter -0- on Form 1040, line 5b.

**Yes**  Subtract line 6 from line 5..... 7) \_\_\_\_\_
- 8) If taxpayer is:
  - MFJ, enter \$32,000.
  - Single, HOH, QW, or MFS and the taxpayer lived apart from his spouse for all of 2019, enter \$25,000.
  - MFS and taxpayer lived with his spouse at any time in 2019, skip lines 8 through 15; multiply line 7 by 85% (0.85) and enter the result on line 16. Then go to line 17 ..... 8) \_\_\_\_\_
- 9) Is the amount on line 8 less than the amount on line 7?
 

**No**  None of the social security benefits are taxable. Enter -0- on line 5b of Form 1040. If the taxpayer is married filing separately and lived apart from his spouse for all of 2019, also enter "D" to the right of the word "benefits" on line 5a.

**Yes**  Subtract line 8 from line 7..... 9) \_\_\_\_\_
- 10) Enter \$12,000 if MFJ; \$9,000 if single, HOH, QW, or MFS and the taxpayer lived apart from his spouse for all of 2019..... 10) \_\_\_\_\_
- 11) Subtract line 10 from line 9. If zero or less, enter -0-..... 11) \_\_\_\_\_
- 12) Enter the smaller of line 9 or 10..... 12) \_\_\_\_\_
- 13) Enter one-half of line 12 ..... 13) \_\_\_\_\_
- 14) Enter the smaller of line 2 or line 13 ..... 14) \_\_\_\_\_
- 15) Multiply line 11 by 85%. If line 11 is zero, enter -0- ..... 15) \_\_\_\_\_
- 16) Add lines 14 and 15 ..... 16) \_\_\_\_\_
- 17) Multiply line 1 by 85% (0.85) ..... 17) \_\_\_\_\_
- 18) Taxable social security benefits. Enter the smaller of line 16 or line 17. Also enter this amount on Form 1040, line 5b..... 18) \_\_\_\_\_

**Note:** If a portion of social security benefits is taxable for 2019 and includes benefits received in 2019 that were for an earlier year, the taxable portion shown on this worksheet may be reduced. See *Social security lump-sum election* on Page 4-16 for details.

# Qualified Business Income Deduction Worksheet (2019)<sup>1</sup>

Use this worksheet to estimate a taxpayer's QBI deduction. Form 8995 or 8995-A must be used to calculate the QBI deduction reported on 2019 Form 1040 line 10. See *Qualified Business Income (QBI) Deduction* on Page 6-20.

- |  |     |          |
|--|-----|----------|
| 1) Qualified business income (QBI) from this trade or business (before netting).....                       | 1)  | \$ _____ |
| 1a) Allocable share of negative QBI from other trades or businesses or loss carryover, if any .....        | 1a) | _____    |
| 2) W-2 wages for this trade or business .....  | 2)  | _____    |
| 3) Qualified property (investment) for this trade or business.....   | 3)  | _____    |
| 4) Taxable income before QBI deduction .....   | 4)  | \$ _____ |
| 5) Applicable threshold amount: Enter \$321,400 if MFJ; \$160,700 if Single or HOH; \$160,725 if MFS ..... | 5)  | _____    |
| 6) Line 4 – Line 5.....  | 6)  | \$ _____ |

**Patrons of specified agricultural and horticultural cooperatives (if N/A, skip to Line 10)**

- |  |    |          |
|--|----|----------|
| 7) Portion of QBI (amount on line 1) allocable to qualified payments received from the cooperative ..... | 7) | \$ _____ |
| 8) Reserved (Not Used)   |    |          |
| 9) Cooperative's QPAI deduction allocated to patron and identified in writing by cooperative.....        | 9) | \$ _____ |

**Threshold qualifications**

- 10) Is line 6 less than or equal to 0?
- YES: STOP.** The full 20% deduction is allowed (subject to taxable income limitation); skip Lines 11-30, multiply the amount on Line 1 minus Line 1a by 20%, and enter result on Line 31.
- NO: Continue.**
- |   |     |          |
|---|-----|----------|
| 11) Applicable phase-in range: Enter \$100,000 if MFJ; \$50,000 if Single, HOH, or MFS..... | 11) | \$ _____ |
|---|-----|----------|
- 12) Is the trade or business a specified service trade or business (SSTB)?
- YES: Continue.**
- NO: Skip to line 19.**
- 13) Is Line 4 greater than \$421,400 if MFJ; \$210,700 if Single or HOH; \$210,725 if MFS?
- YES: STOP.** No QBI deduction is allowed. Enter -0- on Line 47.
- NO: Continue.**

**QBI—specified service trade or business exclusion phase-in<sup>2</sup>**

- |  |     |          |
|--|-----|----------|
| 14) Line 6 ÷ Line 11 .....                                 | 14) | _____ %  |
| 15) Phase-in % (100% – Line 14).....                       | 15) | _____ %  |
| 16) Includible QBI before netting (Line 1 × Line 15).....  | 16) | \$ _____ |
| 17) Includible W-2 wages (Line 2 × Line 15).....           | 17) | _____    |
| 18) Includible qualified property (Line 3 × Line 15) ..... | 18) | _____    |

**Wage/investment limitation**

- |  |      |          |
|--|------|----------|
| 19) QBI before netting (amount on Line 16, if any; otherwise, amount on Line 1) .....                      | 19)  | \$ _____ |
| 19a) Less: Allocable share of negative QBI from other trades or businesses or loss carryover, if any ..... | 19a) | _____    |
| 19b) Net QBI after netting of losses (Line 19 – Line 19a).....   | 19b) | _____    |
| 20) QBI deduction at 20% (Line 19b × 20%).....   | 20)  | _____    |
| 21) W-2 wages (amount on Line 17, if any; otherwise, amount on Line 2) .....                               | 21)  | _____    |
| 22) Wage limit: 50% of wages (Line 21 × 50%).....  | 22)  | _____    |
| 23) Qualified property (amount on Line 18, if any; otherwise, amount on Line 3).....                       | 23)  | _____    |
| 24) W-2 wages × 25% (Line 21 × 25%).....   | 24)  | _____    |
| 25) Qualified property × 2.5% (Line 23 × 2.5%) .....   | 25)  | _____    |
| 26) Wage/investment limit (Line 24 + Line 25) .....  | 26)  | \$ _____ |
| 27) Limitation (greater of Line 22 or Line 26) .....   | 27)  | \$ _____ |
| 28) Phase-in of limit % (Line 6 ÷ Line 11).....  | 28)  | _____ %  |
| 29) Line 20 – Line 27 (but not less than -0-).....   | 29)  | \$ _____ |
| 30) Limit (Line 28 × Line 29).....   | 30)  | \$ _____ |
| 31) QBI deductible amount reduced for wage/investment limit (Line 20 – Line 30).....                       | 31)  | \$ _____ |