2018 Qualified Business Income Deduction Complex Worksheet, Part III and Part IV

Form 1040/1041 (Keep for your records) **2018**

Name(s) as shown on return | Tax ID Number

Part III: Phased-in Reduction

Caution. Complete Part III only if your taxable income is more than $157,500 but not $207,500 ($315,000 and $415,000 if married filing jointly), and line 10 is less than line 3. Otherwise, skip Part III.

		A	B	C
17.	Enter amounts from line 3			
18.	Enter the amount from line 10			
19.	Subtract line 18 from line 17			
	a. Enter amount from Form 1040, line 7			
	b. Enter amount from Form 1040, line 8			
20.	Taxable income before qualified business income deduction. Subtract line b from line a. If filing with Form 1041, enter amount from Form 1041, line 22			
21.	Threshold. Enter $157,500 ($315,000 if married filing jointly)			
22.	Subtract line 21 from line 20			
23.	Phase-in range. Enter $50,000 ($100,000 if married filing jointly)			
24.	Phase-in percentage. Divide line 22 by line 23			
25.	Total phase-in reduction. Multiply line 19 by line 24			
26.	Qualified business income after phase-in reduction. Subtract line 25 from line 17. Enter this amount on line 12 for the corresponding trade or business			

Part IV: Determine Your Qualified Business Income Deduction

27.	Total qualified business income component from all qualified trades, businesses, or aggregations. Enter the amount from Part II, line 16	27.	
28.	Qualified REIT dividends and qualified PTP income or (loss) (see instructions)	28.	
29.	Qualified REIT dividends and qualified PTP loss carryforward from prior years. Enter as a negative number	29.	
30	Total qualified REIT dividends and qualified PTP income. Add lines 28 and 29. If less than zero, enter -0-	30.	
31.	REIT and PTP component. Multiply line 30 by 20% (0.20)	31.	
32.	Qualified business income deduction before the income limitation. Add lines 27 and 31	32.	
	a. Enter amount from Form 1040, line 7		
	b. Enter amount from Form 1040, line 8		
33.	Taxable income before qualfied business income deduction	33.	
34.	Net capital gain (see instructions)	34.	
35.	Subtract line 34 from line 33. If zero or less, enter -0-	35.	
36.	Income limitation. Multiply line 35 by 20% (0.20)	36.	
37.	Qualfied business income deduction. Enter the smaller of line 32 or line 36	37.	
38.	Total qualfied REIT dividend and qualified PTP loss carryforward. Add lines 28 and 29, if zero or greater enter -0-	38.	
39.	DPAD under section 199A(g) allocated from an agricultural or horticultural cooperative. Don't enter more than line 33 minus line 37. Enter this deduction on Form 1040, line 10. See the instructions for Form 1040, line 10	39.	