

QBI Explanation Worksheet

Form 1040

(Do not file. Keep for your records)

2020

Name(s) as shown on return

Tax ID Number

Name of business activity _____

	As reported	As allowed on 1040 after limitations
1. Ordinary business income (loss)	_____	_____
2. Rental income (loss)	_____	_____
3. Royalty income (loss)	_____	_____
4. Section 1231 gain (loss)	_____	_____
5. Other income (loss)	_____	_____
6. Section 179 deduction	_____	_____
7. Other deductions	_____	_____
8. Deduction for half of SE tax	_____	_____
9. Self-employed health insurance deduction	_____	_____
10. Self-employed pension deduction	_____	_____
11. QBI amount carried to Form 8995 / 8995-A	_____	_____
12. W-2 wages carried to Form 8995 / 8995-A	_____	_____
13. UBIA of qualified property carried to Form 8995 / 8995-A	_____	_____
14. Section 199A REIT dividends	_____	_____
15. 199(A)(g) deduction	_____	_____
16. QBI allocable to cooperative payments	_____	_____
17. W-2 wages allocable to cooperative payments	_____	_____

The income amount from line 11 will show on one of the following lines, depending on circumstances:

- ☐ Form 8995, line 1
- ☐ Form 8995-A, line 2
- ☐ Form 8995-A, Schedule A, line 2
- ☐ Form 8995-A, Schedule A, line 16
- ☐ Form 8995-A, Schedule B, line 3
- ☐ Form 8995-A, Schedule C, line 1

Note: The Tax Cuts and Jobs Act and the related proposed regulations state that losses or deductions that were disallowed, suspended, limited, or carried over from taxable years ending before January 1, 2018 (including under sections 465, 469, 704(d), and 1366(d)), are not taken into account in a later taxable year for purposes of computing QBI.