

# IRA Deduction Worksheet - Line 32 - continued

**Form 1040**

(Keep for your records)

**2016**

Name(s) as shown on return

Tax ID Number

**Your IRA**

**Spouse's IRA**

7. Multiply lines 6a and 6b by the percentage below that applies to you. If the result isn't a multiple of \$10, increase it to the next multiple of \$10 (for example, increase \$490.30 to \$500). If the result is \$200 or more, enter the result. But if it is less than \$200, enter \$200.

- Single, head of household, or married filing separately, multiply by 55% (0.55) (or by 65% (0.65) in the column for the IRA of a person who is age 50 or older at the end of 2016).
- Married filing jointly or qualifying widow(er), multiply by 27.5% (0.275) (or by 32.5% (0.325) in the column for the IRA of a person who is age 50 or older at the end of 2016). But if you checked "No" on either line 1a or 1b, then in the column for the IRA of the person who wasn't covered by a retirement plan, multiply by 55% (0.55) (or by 65% (0.65) if age 50 or older at the end of 2016).

7a. \_\_\_\_\_ 7b. \_\_\_\_\_

8. Enter the total of your (and your spouse's if filing jointly):

- Wages, salaries, tips, etc. Generally, this is the amount reported in box 1 of Form W-2. Exceptions are explained earlier in these instructions for line 32.
- Alimony and separate maintenance payments reported on Form 1040, line 11.
- Nontaxable combat pay. This amount should be reported in box 12 of Form W-2 with code Q.

8. \_\_\_\_\_

9. Enter the earned income you (and your spouse if filing jointly) received as a self-employed individual or a partner. Generally, this is your (and your spouse's if filing jointly) net earnings from self-employment if your personal services were a material income-producing factor, minus any deductions on Form 1040, lines 27 and 28. If zero or less, enter -0-.

For more details, see Pub. 590-A . . . . . 9. \_\_\_\_\_

10. Add lines 8 and 9 . . . . . 10. \_\_\_\_\_

**CAUTION!** If married filing jointly and line 10 is less than \$11,000 (\$12,000 if one spouse is age 50 or older at the end of 2016; \$13,000 if both spouses are age 50 or older at the end of 2016), **stop here** and use the worksheet in Pub. 590-A to figure your IRA deduction.

11. Enter traditional IRA contributions made, or that will be made by April 18, 2017, for 2016 to your IRA on line 11a and to your spouse's IRA on line 11b . . . . . 11a. \_\_\_\_\_ 11b. \_\_\_\_\_

12. On line 12a, enter the **smallest** of line 7a, 10, or 11a. On line 12b, enter the **smallest** of line 7b, 10, or 11b. This is the most you can deduct. Add the amounts on lines 12a and 12b and enter the total on Form 1040, line 32. Or, if you want, you can deduct a smaller amount and treat the rest as a nondeductible contribution (see Form 8606) . . . . . 12a. \_\_\_\_\_ 12b. \_\_\_\_\_