

# Lines 9 and 10 - Application of Itemized Deduction Limitations on Deductions Properly Allocable to Investment Income Worksheet

**Form 8960**

(Keep for your records)

**2016**

Name(s) as shown on return

Tax ID Number

**Part I - Application of Section 67 to Deductions Properly Allocable to Investment Income**

1. Enter the amount of Miscellaneous Itemized Deductions properly allocable to investment income before any itemized deduction limitations (Description and Form 8960 line number where they will be reported):

<i>Description</i>	<i>Line</i>	<i>Amount</i>
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(a) \_\_\_\_\_

(b) \_\_\_\_\_

2. Enter the total of all items listed in line 1 . . . . . **2.** \_\_\_\_\_

3. Enter the amount of all Miscellaneous Itemized Deductions after the application of the section 67 limitation (Schedule A (Form 1040), line 27) . . . . . **3.** \_\_\_\_\_

4. Enter the lesser of the total reported on line 2 or line 3 . . . . . **4.** \_\_\_\_\_

**Part II - Application of Section 67 Limitation to Specific Deductions**

**(A)**

Reenter the amounts and descriptions from Part I, line 1.

<i>Description</i>	<i>Line</i>	<i>Amount</i>
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(a) \_\_\_\_\_ x \_\_\_\_\_ = \_\_\_\_\_

(b) \_\_\_\_\_ x \_\_\_\_\_ = \_\_\_\_\_

**(B)**

**IF** line 3 is less than line 2, **THEN** divide line 3 by line 2 **AND** enter the amount in column (B).

**IF** amounts reported on Part I, lines 2 and 4 are equal, **THEN** enter 1.00 in column (B).

**(C)**

Multiply the individual amounts in column (A) by the amount in column (B).

**TIP**

**Individuals** - Use the amounts in column (C) on Part III, line 1, to determine the amount of these deductions that are allowable after the application of the section 68 limitation.

**Estates or trusts** - Enter the amounts in column (C) in the appropriate location on lines 9 and 10. Do not complete Parts III or IV of this worksheet.