SEP Worksheet
Form 1040

Worksheets for Self-Employed Rate and Deduction

(keep for your records)

2017

Name(s) as shown on return

Tax ID Number

Rate Worksheet for Self-Employed

1) Plan contribution rate as a decimal (for example, 10 **1/2 %** = 0.105) . . . . . _____
2) Rate in line 1 plus 1 (for example, 0.105 + 1 = 1.105) . . . . . _____
3) Self-employed rate as a decimal rounded to at least 3 decimal places (line 1 ÷ line 2) (for example, 0.105 ÷ 1.105 = 0.095) . . _____

Deduction Worksheet for Self-Employed

Step 1

Enter your net profit from line 31, Schedule C (Form 1040); line 3, Schedule C-EZ (Form 1040); line 34, Schedule F (Form 1040)*; or box 14, code A**. Schedule K-1 (Form 1065)*. For information on other income included in net profit from self-employment, see the instructions for Sch, SE, Form 1040 _____

*Reduce this amount by any amount reported on Schedule SE (Form 1040), line 1b.
**General partners should reduce this amount by the same additional expenses subtracted from box 14, code A to determine the amount on line 1 or 2 of Schedule SE

Step 2

Enter your deduction for self-employment tax from Form 1040, line 27 . . . . . _____

Step 3

Net earnings from self-employment. Subtract step 2 from step 1 . . . . . _____

Step 4

Enter your rate from the Rate Table for Self-Employed **or** Rate Worksheet for Self-Employed . . . . . _____

Step 5

Multiply step 3 by step 4 . . . . . _____

Step 6

Multiply $270,000 by your plan contribution rate (not the reduced rate) . . . . . _____

Step 7

Enter the **smaller** of step 5 or step 6 . . . . . _____

Step 8

Contribution dollar limit $54,000

- **If you made any elective deferrals to your self-employed plan, go to step 9.**
- **Otherwise, skip steps 9 through 20 and enter the smaller of step 7 or step 8 on step 21.**

Step 9

Enter your allowable elective deferrals (including designated Roth contributions) made to your self-employed plan during 2016. Do not enter more than $18,000 . . . . . _____

Step 10

Subtract step 9 from step 8 . . . . . _____

Step 11

Subtract step 9 from step 3 . . . . . _____

Step 12

Enter one-half of step 11 . . . . . _____

Step 13

Enter the **smallest** of step 7, 10, or 12 . . . . . _____

Step 14

Subtract step 13 from step 3 . . . . . _____

Step 15

Enter the **smaller** of step 9 or step 14 . . . . . _____

- **If you made catch-up contributions, go to step 16.**
- **Otherwise, skip steps 16 through 18 and go to step 19.**

Step 16

Subtract step 15 from step 14 . . . . . _____

Step 17

Enter your catch-up contributions (including designated Roth contributions), if any. Do not enter more than $6,000 _____

Step 18

Enter the **smaller** of step 16 or step 17 . . . . . _____

Step 19

Add steps 13, 15, and 18 . . . . . _____

Step 20

Enter the amount of designated Roth contributions included on lines 9 and 17 . . . . . _____

Step 21

Subtract Step 20 from Step 19. This is your **maximum deductible contribution** . . . . . _____

Step 22 - Maximum deductible contribution if Step 9 includes non-SEP elective deferrals.

Contribution to carry to line 32. Step 21 less Step 9 . . . . . _____

Next: Enter this amount on line 28, Form 1040.