

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 Schedule 1, 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 \$275,000 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 . . . . . \$55,000

- 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 2018. Do not enter more than \$18,500 . . . . . \_\_\_\_\_

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 . . . . . \_\_\_\_\_

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

Step 21 less Step 9. Enter this amount on line 28, Schedule 1 . . . . . \_\_\_\_\_