

Worksheet to Figure Your Additional Taxable Benefits (From a Lump-Sum Payment for a Year After 1993)

Worksheet 2

(Keep for your records)

2021

Name(s) as shown on return

Tax ID Number

Enter earlier year _____

1. Enter the total amount from **box 5** of **ALL** your **Forms SSA-1099** and **RRB-1099** for the earlier year, plus the lump-sum payment for the earlier year received after that year **1.** _____
Note. If line 1 is zero or less, skip lines 2 through 20 and enter -0- on line 21. Otherwise, go to line 2.
2. Multiply line 1 by 50% (0.50) **2.** _____
3. Enter your adjusted gross income for the earlier year **3.** _____
4. Enter the total of any exclusions/adjustments you claimed in the earlier year for:
 - Adoption benefits (Form 8839)
 - Qualified U.S. savings bond interest (Form 8815)
 - Student loan interest (Schedule 1 (Form 1040), line 20 for 2019, line 33 for 2018; for years before 2018, Form 1040 or Form 1040A, page 1)
 - Tuition and fees (Schedule 1 (Form 1040), line 21 for 2019, line 34 for 2018; for years before 2018, Form 1040 or Form 1040A, page 1)
 - Domestic production activities (for 2005 through 2017) (Form 1040, page 1)
 - Foreign earned income or housing (Form 2555 or Form 2555-EZ)
 - Certain income of bona fide residents of American Samoa (Form 4563) or Puerto Rico **4.** _____
5. Enter any tax-exempt interest received in the earlier year **5.** _____
6. Add lines 2 through 5 **6.** _____
7. Enter your taxable benefits for the earlier year that you previously reported **7.** _____
8. Subtract line 7 from line 6 **8.** _____
9. If, for the earlier year, you were:
 - Married filing jointly, enter \$32,000
 - Single, head of household, qualifying widow(er), married filing separately and you **lived apart** from your spouse for all of the earlier year, enter \$25,000 **9.** _____**Note.** If you were married filing separately and you lived with your spouse at any time during the earlier year, skip lines 9 through 16; multiply line 8 by 85% (.85) and enter the result on line 17. Then, go to line 18.
10. Is the amount on line 8 more than the amount on line 9?
No. Skip lines 10 through 20 and enter -0- on line 21.
Yes. Subtract line 9 from line 8 **10.** _____
11. Enter \$12,000 if married filing jointly for the earlier year; \$9,000 if single, head of household, qualifying widow(er), or married filing separately and you **lived apart** from your spouse for all of the earlier year **11.** _____
12. Subtract line 11 from line 10. If zero or less, enter -0- **12.** _____
13. Enter the **smaller** of line 10 or line 11 **13.** _____
14. Multiply line 13 by 50% (0.50) **14.** _____
15. Enter the **smaller** of line 2 or line 14 **15.** _____
16. Multiply line 12 by 85% (0.85). If line 12 is zero, enter -0- **16.** _____
17. Add lines 15 and 16 **17.** _____
18. Multiply line 1 by 85% (0.85) **18.** _____
19. **Refigured taxable benefits.** Enter the **smaller** of line 17 or line 18 **19.** _____
20. Enter your taxable benefits for the earlier year (or as refigured due to a previous lump-sum payment for the year) **20.** _____
21. **Additional taxable benefits.** Subtract line 20 from line 19. Also enter this amount on Worksheet 4, line 20 **21.** _____

CAUTION! *Don't file an amended return for this earlier year. Complete a separate Worksheet 2 or Worksheet 3 for each earlier year for which you received a lump-sum payment in 2021.*