

Line 40 (Sch D (1040)) - Tax Worksheet

1	Enter your taxable income from Form 1040, line 41	1	82,000
2	Enter the SMALLER of line 16 or line 17 of Schedule D	2	32,000
3	If you are filing Form 4952, enter the amount from Form 4952, line 4e. Otherwise, enter -0-. also enter this amount on Sch D, line 22	3	0
4	Subtract line 3 from line 2. If zero or less, enter -0-	4	32,000
5	Combine lines 7 and 15 of Schedule D. If zero or less, enter -0-	5	0
6	Enter the SMALLER of line 5 above or Sch D, line 15, but not less than zero	6	0
7	Enter the amount from Schedule D, line 19	7	20,000
8	Add lines 6 and 7	8	20,000
9	Subtract line 8 from line 4. If zero or less, enter -0-	9	12,000
10	Subtract line 9 from line 1. If zero or less, enter -0-	10	70,000
11	Enter the SMALLER of: * The amount on line 1, OR * \$27,950 if single; \$46,700 if married filing jointly or qualified widow(er); \$23,350 if married filing separately; or \$37,450 if head of household	11	27,950
12	Enter the SMALLER of line 10 or line 11	12	27,950
13	Subtract line 4 from line 1. If zero or less, enter -0-	13	50,000
14	Enter the LARGER of line 12 or line 13	14	50,000
15	Figure the tax on the amount on line 14. Use the Tax Table or Tax Rate Schedules, whichever applies	15	9,853
If the amounts on lines 11 and 12 are the same, skip lines 16 through 21 and go to line 22. otherwise, go to line 16			
16	Subtract line 12 from line 11	16	0
17	Enter your qualified 5-year gain, if any, from line 8 of the worksheet on page D-8. ALSO ENTER THIS AMOUNT ON SCHEDULE D, LINE 29	17	0
18	Enter the SMALLER of line 16 above or line 17 above	18	0
19	Multiply line 18 by 8% (.08)	19	0
20	Subtract line 18 from line 16	20	0
21	Multiply line 20 by 10% (.10)	21	0
If lines 1 and 11 are the same, skip lines 22 through 34 and go to line 35. otherwise, go to line 22.			
22	Enter the SMALLER of line 1 or line 9	22	12,000
23	Enter the amount from line 16 (if line 16 is blank, enter -0-)	23	0
24	Subtract line 23 from line 22	24	12,000
25	Multiply line 24 by 20% (.20)	25	2,400
If line 7 is zero or blank, skip lines 26 through 31 and go to line 32. otherwise, go to line 26.			
26	Enter the smaller of line 4 or line 7	26	20,000
27	Add lines 4 and 14	27	82,000
28	Enter the amount from line 1 above	28	82,000
29	Subtract line 28 from line 27. If zero or less, enter -0-	29	0
30	Subtract line 29 from line 26. If zero or less, enter -0-	30	20,000
31	Multiply line 30 by 25% (.25)	31	5,000
If line 6 is zero, skip lines 32 through 34 and go to line 35. otherwise, go to line 32.			
32	Add lines 14, 16, 24, and 30	32	0
33	Subtract line 32 from line 1	33	0
34	Multiply line 33 by 28% (.28)	34	0
35	Add lines 15, 19, 21, 25, 31, and 34	35	17,253
36	Figure the tax on the amount on line 1. Use the Tax Table or Tax Rate Schedules, whichever applies	36	18,923
37	Tax on taxable income including capital gains. Enter the smaller of line 35 or line 36. Also enter this amount on Schedule D, line 40, and Form 1040, line 42	37	17,253