

# Federal Income Tax Deduction Worksheet

Names shown on tax return

Social Security Number

**a a**

**490-54-9999**

## Part I

|    |                                                                                                                                 |    |               |
|----|---------------------------------------------------------------------------------------------------------------------------------|----|---------------|
| 1  | Enter the tax as shown on line 22 on 2021 Form 1040/Form 1040-SR/Form 1040NR.                                                   | 1  | <b>13,222</b> |
| 2  | Net Investment Income Tax. Enter amount from line 17, 2021 Form 8960.                                                           | 2  |               |
| 3  | Federal Tax. Add Lines 1 and 2.                                                                                                 | 3  | <b>13,222</b> |
| 4a | <b>Earned Income Credit (EIC).</b> Enter the amount from line 27a of 2021 Form 1040/Form 1040-SR.                               | 4a |               |
| 4b | <b>Refundable Child Tax Credit or Additional Tax Credit.</b> Enter the amount from Line 28 of 2021 Form 1040/Form 1040-SR.      | 4b |               |
| 4c | <b>American Opportunity Credit.</b> Enter the amount from line 29 of 2021 Form 1040/Form 1040-SR.                               | 4c |               |
| 4d | <b>Credits from Forms 2439.</b> Enter the amount from Schedule 3, Part II, line 13a of 2021 Form 1040/Form 1040-SR/Form 1040NR. | 4d |               |
| 5  | Add lines 4a,b, c and d.                                                                                                        | 5  |               |
| 6  | Subtract line 5 from line 3. If amount is negative enter zero.                                                                  | 6  | <b>13,222</b> |

**Part II - Pursuant to Act 2022-37 (HB 231)** which provides that any federal income tax reductions attributable to the federal child tax credit, the earned income tax credit, and the federal child and dependent care tax credits, the federal income tax deduction shall be calculated as if the individual paid the federal income tax that would otherwise have been paid under the provisions of the Internal Revenue Code in effect on December 31, 2020.

If the amount on your 2021 Federal Form 1040/1040-SR/1040NR line 18 is zero and the Net Investment Income Tax from line 17, 2021 Form 8960 is also zero, STOP, enter zero on Line 15 below.

## 1 Calculate the basis for the Federal Income Tax Deduction

|    |                                                                                                                                                                 |    |               |
|----|-----------------------------------------------------------------------------------------------------------------------------------------------------------------|----|---------------|
| 1a | Enter the tax as shown on line 18 on 2021 Form 1040/Form 1040-SR/Form 1040NR.                                                                                   | 1a | <b>13,222</b> |
| 1b | Enter the amount as shown on line 19 of 2021 Form 1040/Form 1040-SR/1040NR (non-refundable child tax credit or credit for other dependents from Schedule 8812). | 1b |               |
| 1c | Enter the 2021 Schedule 3, Part 1, Line 2 (Credit for Child and dependent care expenses (Form 2441, Line 11)).                                                  | 1c |               |
| 1d | Enter the total of nonrefundable credits from Line 21 on 2021 Form 1040/Form 1040-SR/Form 1040NR.                                                               | 1d |               |
| 1e | Add lines 1a, 1b, 1c and then subtract line 1d, if the amount is negative, enter zero.                                                                          | 1e | <b>13,222</b> |
| 2  | Net Investment Income Tax. Enter amount from line 17, 2021 Form 8960.                                                                                           | 2  |               |

Lines 3, 4, 8b & 9e should be recomputed based on 2020 calculations using 2021 information.

|                                                                                                                                                                                                                             | From 2021<br>1040/1040-SR/1040NR | Recomputed based<br>on 2020 Rules |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------|-----------------------------------|
| 3 <b>Child Tax Credit.</b> Enter the recomputed credit based on 2020 1040 Instructions - Child Tax Credit and Credit for Other Dependents Worksheet Line 12.                                                                |                                  | 3 <b>2,000</b>                    |
| 4 <b>Credit for Child and Dependent Care Expenses.</b> Enter the recomputed credit based on 2020 Form 2441 Line 11.                                                                                                         |                                  | 4 <b>600</b>                      |
| 5 Total recomputed non-refundable credits - add line 3 and Line 4.                                                                                                                                                          |                                  | 5 <b>2,600</b>                    |
| 6 Subtract Line 5 from Line 1e. If the amount is negative enter zero.                                                                                                                                                       |                                  | 6 <b>10,622</b>                   |
| 7 Add Line 2 and Line 6.                                                                                                                                                                                                    |                                  | 7 <b>10,622</b>                   |
| 8 <b>Earned Income Credit (EIC).</b> 8a Enter the amount from line 27a of Form 1040/Form 1040-SR; 8b Enter the recomputed credit based on 2020 EIC worksheets and tables.                                                   | 8a                               | 8b                                |
| 9 <b>Additional Child Tax Credit</b>                                                                                                                                                                                        |                                  |                                   |
| 9a Advanced Child Tax Credit Payments (Schedule 8812 line 14f or 15e).                                                                                                                                                      | 9a                               |                                   |
| 9b Refundable Child Tax Credit or Additional Tax Credit. Enter the amount from Line 28 of 2021 Form 1040/Form 1040-SR. (Schedule 8812 Line 14i or 15h)                                                                      | 9b                               |                                   |
| 9c Additional Tax (repayment of overpaid tax credit) 2021 1040 Schedule 2 line 19 (Sch 8812 Line 40)                                                                                                                        | 9c                               |                                   |
| 9d Add lines (9a) & (9b) then subtract line (9c); 9e Enter the recomputed credit based on 2020 Form 8812 Line 15                                                                                                            | 9d                               | 9e                                |
| 10 <b>Refundable Credit for Child and Dependent Care Expenses.</b> 10a Enter the amount from Schedule 3, Part II, line 13g of 2021 Form 1040/Form 1040-SR/Form 1040NR. 10b is zero, this credit was non-refundable in 2020. | 10a <b>4,000</b>                 | 10b                               |
| 11 <b>American Opportunity Credit.</b> Enter the amount from line 29 of 2021 Form 1040/Form 1040-SR.                                                                                                                        | 11                               |                                   |
| 12 <b>Credits from Forms 2439.</b> Enter the amount from Schedule 3, Part II, line 13a of 2021 Form 1040/Form 1040-SR/Form 1040NR.                                                                                          | 12                               |                                   |
| 13 Add lines 8b, 9e, 10b, 11 and 12.                                                                                                                                                                                        |                                  | 13                                |
| 14 Subtract line 13 from line 7. If amount is negative enter zero.                                                                                                                                                          |                                  | 14 <b>10,622</b>                  |
| 15 <b>Federal Income Tax Deduction.</b> Enter the greater of Part I Line 6 or Part II Line 14; also enter on line 12 of Form 40, line 9 of Form 40A or page 2, Part IV, line 4 of Form 40NR.                                |                                  | 15 <b>13,222</b>                  |