

Use only if your federal AGI, plus bonus depreciation/section 179 adjustment from the IA 1040, line 14, is more than: \$311,300 for qualifying widow(er) or married filing jointly; \$285,350 for head of household; \$259,400 for single filers; or \$155,650 for married filing separately, on your federal return.

This worksheet computes the amount of itemized deductions to enter on line 26 of the IA Schedule A.

Step 1 Complete the IA Schedule A, lines 1-25.

Step 2 Re-compute the federal Itemized Deduction Worksheet:

1. Enter the sum of lines 3, 8, 13, 17, 18, 24, and 25 from the IA Schedule A1. _____
2. Enter any Iowa income tax from line 5 of the federal Schedule A. Do not include school district/EMS surtax.2. _____
3. Add amounts from lines 1 and 2.....3. _____
4. Add the amounts on Iowa Schedule A, lines 3, 12, 18, plus gambling losses and casualty or theft losses included on line 25 and enter here.....4. _____
5. Is the amount on line 4 less than the amount on line 3?
 - No. Stop! Your deduction is not limited. You do not need to complete the rest of this form. Enter the amount from line 1 above on the IA Schedule A, line 26.
 - Yes. Subtract line 4 from line 3.5. _____
6. Multiply line 5 by 80% (.80)6. _____
7. Enter amount from federal 1040, line 38, plus any bonus depreciation/section 179 adjustment and all other decoupling from line 14 of the IA 1040.....7. _____
8. Enter: \$311,300 if qualifying widow(er)/married filing jointly; \$285,350 if head of household; \$259,400 if single; \$155,650 if married filing separately for federal purposes.8. _____
9. Is the amount on line 8 less than line 7?
 - No. Stop! Your deduction is not limited. You do not need to complete the rest of this form. Enter the amount from line 1 above on IA Schedule A, line 26.
 - Yes. Subtract line 8 from line 79. _____
10. Multiply line 9 by 3% (.03)10. _____
11. Enter the smaller of line 6 or line 1011. _____
12. Total adjusted federal itemized deductions. Subtract line 11 from line 3 and enter on Step 3, line 1 below12. _____

Step 3 Complete the IA 104:

1. Enter the revised allowable federal itemized deductions from Step 2, line 12.....1. _____
2. Enter the amount from Step 2, line 4.....2. _____
3. Subtract line 2 from line 13. _____
4. Enter the amount from Step 2, line 3.....4. _____
5. Subtract line 2 from line 45. _____
6. Divide line 3 by line 5 and enter the percentage here6. _____ %
7. Enter the amount from Step 2, line 2.....7. _____
8. Multiply line 7 by the percent on line 68. _____
9. Subtract line 8 from line 1. Enter this amount on line 26 of the IA Schedule A9. _____

Keep this worksheet with your tax records.