

## EVALUATION OF THE CLINTON TAX PLAN

This spreadsheet will calculate your federal income taxes four ways. The first two use the old tax law and its 1992 and 1993 rates. The third and fourth use the new tax law and calculate taxes for 1993 and 1994 as the new rates are phased in.

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### Tax Scenario

I	Old Tax Law -- 1992 Rates
II	Old Tax Law -- 1993 Rates
III	New Tax Law -- 1993 Rates
IV	New Tax Law -- 1994 Rates

### Form 1040

Item Number	Description
1-5	Filing Status
6	Exemptions
33a	Number 65 or older
33a	Number Blind
33b	Someone claim you as dep?
33c	Split status (see rules)

## CURRENT TAX LAW -- 1992 RATES

### Self-employment Income

NOTE: These calculations are correct for ONE self-employed worker who has NO Social Security or Medicare tax taxes withheld. For other cases, override these calculations as necessary.

### Form 1040

Item Number	Description
Sch. C - line 31	Net Profit or Loss
47	Self-Employment Tax
25	One-half SE Tax

### Social Security Benefits

NOTE: These calculations are correct in most cases. If you are married, filing separately, and did not live with your spouse OR if some of your benefits were for earlier years, see tax instructions.

### Form 1040

Item Number	Description
Form SSA-1099	Total of Box 5 Entries
21a	Social Security Benefits
21b	Taxable Amount

## Net Capital Gains and Tax Calculation

NOTE: These calculations are correct in most cases. However, they ignore the effects in future years of any capital loss carryovers. The maximum tax on capital gains is capped at 28%.

Form 1040 or Sch. D

Item Number	Description	
D-8	Net ST Gain or Loss	
D-18	Net LT Gain or Loss	
	13 Allowable Gain or Loss	
D-Part IV	Are D-18 and Line 13 Gains?	
D-Part IV	Is Taxable Inc. over Limit?	
	38 Original Tax Estimate	
D-29	Schedule D Tax	
Income		
	7 Wages & Salaries (Taxable)	
8a	Taxable Interest Inc.	
8b	Tax-exempt Int. Inc.	
	9 Dividend Income	
	10 Taxable refunds	
	11 Alimony Received	
	12 Business Inc. (Sch. C)	
13	Net Capital Gains	
	14 Other Cap. Gain Distr.	
	15 Other Gains or Losses	
16b	Taxable IRA Distr.	
17b	Taxable Pensions, etc.	
	18 Rents, Royalties, etc.	
	19 Farm Income or Loss	
	20 Unemployment Comp.	
21b	Taxable SS Benefits	
	22 Other Income	
	23	Total Income
Adjustments		
24a	Your IRA deduction	
24b	Spouse's IRA deduction	
	25 One-half SE Tax	
	26 Self-empl'd Health Ins.	
	27 Keogh & SEP deduction	
	28 Penalties on Early WD	

	29	Alimony Paid	
	30		Total Adjustments
31 & 32		Adjusted Gross Income	

Itemized Deductions

NOTE: This calculation DOES reduce itemized deductions for high incomes, but it does NOT handle special cases such as high gambling losses.

Item Number	Description	
Sch. A	Total Item. Ded.- Lines 4,8,12,16,17,18,24	
Tax Computation		
34a	Standard Deduction	
34b	Itemized Deductions	
	34 Greater of 34a or 34b	
	36 Exemptions	
	37	Taxable Income
	38 Tax	
	39 Add'l Taxes	
	40	Tax Sub-total #1
Tax Credits		
	41 Child & Dep. Care	
	42 Elderly or Disabled (Sch. R)	
	43 Foreign Tax Credit	
	44 Other Credits	
	45	Total Tax Credits
	46	Tax Sub-total #2
Other Taxes		
	47 Self-Employment Tax	
	48 AMT	
	49 Recapture Taxes	
	50 SS & Medicare Tax on Tips	
	51 Tax on Qual. Ret. Plans	
	52 Advanced EIC Pmts.	
	53	Total Taxes

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E-mail:

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	Rel. 2.0	25 August 93	FAX:
Taxes	Difference	%age	Although
\$70228			for their o
\$69975			profession
\$74729	\$4754	6.8%	
\$76218	\$6243	8.9%	
Permisable	Your		Standard c
Values	Input		
1-5	2<== Enter your		1
0-99	3data here and		
0-2	in the shaded		Status
0-2	areas below.		1
0-1			2
0-1			3
			4
			5
			Notes:
			If 33a or 3
			If 33c, std
	Your	Calculated	Taxable S
	Input	Values	SSA & RI
	0		Other Tax
	xxx	0	Tax-exem
	xxx	0	less Adjus
			Sub-total1
			Limit base
			Sub-total2 & 4
			Taxable SS Ber
	Your	Calculated	Itemized c
	Input	Values	Tentative
	0		Types 4,1
	xxx	0	Differenc
	xxx	0	Adj. Gros
			Limit base

Your Input	Calculated Values	Difference Revised It
16336		Exemption
xxx	16336	# of exem
	1	Adj. Gros
	1	Limit base
	70718	Difference
	70228	Divisor
		Quotient &
		Reduction
		Revised e:
Your Input		Tax calcul
237699	237699	Taxable In
7269	7269	Smaller of
	0	Difference
743	743	Greater of
1404	1404	Tax. Inc. -
	0	28% * Ad
xxx	0	Total Tax
xxx	16336	Tax Calcu
	0	Single - S
	0	From
	0	0
	0	21450
1326	1326	51900
	0	Married; f
	0	From
xxx	0	0
32400	32400	35800
	297177	86500
		Married; f
	0	From
	0	0
xxx	0	17900
	0	43250
6480	6480	Head of H
	0	From

0	0
6480	28750
290697	74150

SE Tax C:  
Net-earnin  
SE Tax

Your Input

44755

SE Tax T:  
From

0

6000

400

39192

55500

39192

130200

xxx

0

xxx

251505

Source:

xxx

70228

0

xxx

70228

Your Input

0

0

0

0

xxx

0

xxx

70228

xxx

0

0

0

0

0

0

xxx

70228

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eduction, exemption, item. ded., SS, cap. gains limit table

	2	3	4	5	6	7
	Std. ded.	Ex. Limit-1	Ex. Divisor	Ex. Limit-2	Item.ded. Limit	SSA Limit
	3600	105250	2500	122500	105250	25000
	6000	157900	2500	122500	105250	32000
	3000	78950	1250	61250	52625	0
	5250	131550	2500	122500	105250	25000
	6000	157900	2500	122500	105250	25000

3b, add 700 or 900 each.

. ded. = 0.

ocial Sec. Benefits table

RB Ben. & 50%	0	0				
able Income			297177			
pt Int. Inc.			0			
stments			-6480			
			290697			
ed on status			32000			
50%			258697	129349		
enefits				0		

eductions table

Item'd Ded.	44755					
1,17,gambling	0					
el & 80%	44755	35804				
s Inc.	290697					
ed on status	105250					

2 & 3%	185447	5563
emized Ded.		39192

n calculation		
ptions * 2300	6900	
s Inc.	290697	
ed on status	157900	
e & limit-2	132797	122500
	2500	
& 2%	54.00	1.08
		7452
xemption		0

lation using max. cap. gains rate		
ncome	251505	
f LT or total gains	16336	
e & Min.	235169	35800
bove & tax	235169	65654
greater of above	16336	
j. Gain		4574
		70228

Calculations -- Current 1992 Rates

sch. X

Status = 1

To	Base	Rate	Tax	CG Tax
21450	0.00	15%	37726	35275
51900	3217.50	28%	67633	63059
99999999	11743.50	31%	73621	68557

Married joint or Qual. wid. - Sch. Y-1

Status = 2 or 5

To	Base	Rate	Tax	CG Tax
35800	0.00	15%	37726	35275
86500	5370.00	28%	65768	61193
99999999	19566.00	31%	70718	65654

Married separately - Sch. Y-2

Status = 3

To	Base	Rate	Tax	CG Tax
17900	0.00	15%	37726	35275
43250	2685.00	28%	68095	63520
99999999	9783.00	31%	74342	69278

Single - Sch. Z

Status = 4

To	Base	Rate	Tax
----	------	------	-----

28750	0.00	15%	37726	35275
74150	4312.50	28%	66684	62110
99999999	17024.50	31%	72005	66941

alculation

ings from SE	0
	0

able -- OASDI and Medicare Combined

To	Base	Rate	Tax
400	0.00	0.0%	0
55500	0.00	15.3%	0
130200	8491.50	2.9%	6882
99999999			10658

Tax Table

86500	70718
Sch. D	70228

8	9	10	11	Form 1040 Item Number	6
Max. Cap. Tax Brackets			Which	1-5	
Loss	1	2	Sched?		
3000	21450	51900	sch_x	33a	
3000	35800	86500	sch_y1	33a	
1500	17900	43250	sch_y2	33b	
3000	28750	74150	sch_z	33c	
3000	35800	86500	sch_y1		

Self-employment Income  
 NOTE: These calculations are based on  
 NO Social Security or Medicare taxes.  
 these calculations as necessary.

Form 1040  
 Item Number  
 Sch. C - line 31

47  
 25

Social Security Benefits  
 NOTE: These calculations are based on  
 separately, and did not live with a spouse  
 earlier years, see tax instructions.

Form 1040  
 Item Number  
 Form SSA-1099

21a  
 21b

Net Capital Gains and Tax C

NOTE: These calculations are  
separately, and did not live v  
earlier years, see tax instruct  
Form 1040 or Sch. D

Item Number	
D-8	
D-18	13
D-Part IV	
D-Part IV	38
D-29	
Income	7
8a	
8b	9
	10
	11
	12
13	14
	15
16b	
17b	18
	19
	20
21b	22
	23
Adjustments	
24a	
24b	25
	26
	27
	28

29

30

31 & 32

Itemized Deductions

NOTE: This calculation DO  
but it does NOT handle spec

Item Number

Sch. A

Tax Computation

34a

34b

34

36

37

38

39

40

Tax Credits

41

42

43

44

45

46

Other Taxes

47

48

49

50

51

52

53

CURRENT TAX LAW -- 1993 RATES

2  
3  
0  
0  
0  
0

re correct for ONE self-employed worker who has  
care tax taxes withheld. For other cases, override  
ry.

Description	
Net Profit or Loss	0
Self-Employment Tax	xxx
One-half SE Tax	xxx

re correct in most cases. If you are married, filing  
with your spouse OR if some of your benefits were for  
ions.

Description	
Total of Box 5 Entries	0
Social Security Benefits	xxx
Taxable Amount	50% xxx

Calculation

are correct in most cases. If you are married, filing  
with your spouse OR if some of your benefits were for  
dependents.

Description	
Net ST Gain or Loss	0
Net LT Gain or Loss	16336
Allowable Gain or Loss	xxx
Are D-18 and Line 13 Gains?	
Is Taxable Inc. over Limit?	
Original Tax Estimate	
Schedule D Tax	
Wages & Salaries (Taxable)	237699
Taxable Interest Inc.	7269
Tax-exempt Int. Inc.	0
Dividend Income	743
Taxable refunds	1404
Alimony Received	0
Business Inc. (Sch. C)	xxx
Net Capital Gains	xxx
Other Cap. Gain Distr.	0
Other Gains or Losses	0
Taxable IRA Distr.	0
Taxable Pensions, etc.	0
Rents, Royalties, etc.	1326
Farm Income or Loss	0
Unemployment Comp.	0
Taxable SS Benefits	xxx
Other Income	32400
Total Income	
Your IRA deduction	0
Spouse's IRA deduction	0
One-half SE Tax	xxx
Self-empl'd Health Ins.	0
Keogh & SEP deduction	6480
Penalties on Early WD	0

Alimony Paid		0
	Total Adjustments	
Adjusted Gross Income		

ES reduce itemized deductions for high incomes,  
ial cases such as high gambling losses.

Description		
Total Item. Ded.- Lines 4,8,12,16,17,18,24		44755
Standard Deduction		6200
Itemized Deductions		39288
Greater of 34a or 34b		
Exemptions		xxx
	Taxable Income	xxx
Tax		xxx
Add'l Taxes		0
	Tax Sub-total #1	xxx
Child & Dep. Care		0
Elderly or Disabled (Sch. R)		0
Foreign Tax Credit		0
Other Credits		0
	Total Tax Credits	xxx
	Tax Sub-total #2	xxx
Self-Employment Tax		xxx
AMT		0
Recapture Taxes		0
SS & Medicare Tax on Tips		0
Tax on Qual. Ret. Plans		0
Advanced EIC Pmts.		0
	Total Taxes	xxx

Standard deduction, exemption, item. ded., SS, cap. ga

1 2 3 4

Status	Std. ded.	Ex. Limit-1	Ex. Divisor
1	3700	108450	2500
2	6200	162700	2500
3	3100	81350	1250
4	5450	135600	2500
5	6200	162700	2500

Notes:

If 33a or 33b, add 700 or 900 each.

If 33c, std. ded. = 0.

Calculated Values	Taxable Social Sec. Benefits table		
	SSA & RRB Ben. & 50%	0	0
	Other Taxable Income		297177
0	Tax-exempt Int. Inc.		0
0	less Adjustments		-6480
	Sub-total1		290697
	Limit based on status		32000
	Sub-total2 & 50%		258697
	Taxable SS Benefits		

Calculated Values	Itemized deductions table		
	Tentative Item'd Ded.	44755	
	Types 4,11,17,gambling	0	
0	Difference1 & 80%	44755	35804
0	Adj. Gross Inc.	290697	
	Limit based on status	108450	

		Difference2 & 3%	182247	5467
		Revised Itemized Ded.		39288
		Exemption calculation		
Calculated		# of exemptions * 2350	7050	
Values		Adj. Gross Inc.	290697	
		Limit based on status	162700	
		Difference & limit-2	127997	122500
	16336	Divisor	2500	
	1	Quotient & 2%	52.00	1.04
	1	Reduction		7332
	70465	Revised exemption		0
	69975			
		Tax calculation using max. cap. gains rate		
		Taxable Income	251409	
	237699	Smaller of LT or total gain	16336	
	7269	Difference & Min.	235073	36900
	0	Greater of above & tax	235073	65401
	743	Tax. Inc. - greater of above	16336	
	1404	28% * Adj. Gain		4574
	0	Total Tax		69975
	0			
	16336	Tax Calculations -- Current 1993 Rates		
	0	Single - Sch. X		
	0	From	To	Base
	0	0	22100	0.00
	0	22100	53500	3315.00
	1326	53500	99999999	12107.00
	0	Married; filing jt. or Qual. wid. - Sch. Y-1		
	0	From	To	Base
	0	0	36900	0.00
	32400	36900	89150	5535.00
	297177	89150	99999999	20165.00
		Married; filing separately - Sch. Y-2		
	0	From	To	Base
	0	0	18450	0.00
	0	18450	44575	2767.50
	0	44575	99999999	10182.50
	6480	Head of HH - Sch. Z		
	0	From	To	Base
				Rate

0	0	29600	0.00	15%
6480	29600	76400	4440.00	28%
290697	76400	99999999	17544.00	31%

SE Tax Calculation

Net-earnings from SE	0
SE Tax	0

SE Tax Table -- OASDI and Medicare Combined

	From	To	Base	Rate
	0	400	0.00	0.0%
	400	57600	0.00	15.3%
	57600	135000	8812.80	2.9%
39288	135000	99999999		

0			
251409	Source:	Tax Table	
69975		89150	70465
0		Sch. D	69975
69975			

0  
0  
0  
0  
0  
0  
69975

0  
0  
0  
0  
0  
0  
69975

ins limit table

5	6	7	8	9	10	11
Ex. Limit-2	Item.ded. Limit	SSA Limit	Max. Cap. Tax Loss	Brackets 1	2	Which Sched?
122500	108450	25000	3000	22100	53500	sch93_x
122500	108450	32000	3000	36900	89150	sch93_y1
61250	54225	0	1500	18450	44575	sch93_y2
122500	108450	25000	3000	29600	76400	sch93_z
122500	108450	25000	3000	36900	89150	sch93_y1

129349

0

Status = 1

Tax	CG Tax
37711	35261
67522	62948
73459	68395

Status = 2 or 5

Tax	CG Tax
37711	35261
65598	61024
70465	65401

Status = 3

Tax	CG Tax
37711	35261
67996	63422
74301	69237

Status = 4

Tax

37711	35261
66547	61973
71797	66733

Tax  
0  
0  
7142  
11057

NEW TAX LAW -- 1993 RATES

Form 1040		
Item Number		
1-5		2
	6	3
33a		0
33a		0
33b		0
33c		0

Self-employment Income

NOTE: These calculations are correct for ONE self-employed worker who has NO Social Security or Medicare tax taxes withheld. For other cases, override these calculations as necessary.

Form 1040	
Item Number	Description
Sch. C - line 31	Net Profit or Loss
	47Self-Employment Tax
	25One-half SE Tax

Social Security Benefits

NOTE: These calculations are correct in most cases. If you are married, filing separately, and did not live with your spouse OR if some of your benefits were in earlier years, see tax instructions.

Form 1040		
Item Number	Description	
Form SSA-1099	Total of Box 5 Entries	
21a	Social Security Benefits	
21b	Taxable Amount	50%

## Net Capital Gains and Tax Calculation

NOTE: These calculations are correct in most cases. If you are married, filin separately, and did not live with your spouse OR if some of your benefits we earlier years, see tax instructions.

Form 1040 or Sch. D

Item Number	Description	
D-8	Net ST Gain or Loss	
D-18	Net LT Gain or Loss	
	13 Allowable Gain or Loss	
D-Part IV	Are D-18 and Line 13 Gains?	
D-Part IV	Is Taxable Inc. over Limit?	
	38 Original Tax Estimate	
D-29	Schedule D Tax	
Income		
	7 Wages & Salaries (Taxable)	
8a	Taxable Interest Inc.	
8b	Tax-exempt Int. Inc.	
	9 Dividend Income	
	10 Taxable refunds	
	11 Alimony Received	
	12 Business Inc. (Sch. C)	
13	Net Capital Gains	
	14 Other Cap. Gain Distr.	
	15 Other Gains or Losses	
16b	Taxable IRA Distr.	
17b	Taxable Pensions, etc.	
	18 Rents, Royalties, etc.	
	19 Farm Income or Loss	
	20 Unemployment Comp.	
21b	Taxable SS Benefits	
	22 Other Income	
	23	Total Income
Adjustments		
24a	Your IRA deduction	
24b	Spouse's IRA deduction	
	25 One-half SE Tax	
	26 Self-empl'd Health Ins.	
	27 Keogh & SEP deduction	
	28 Penalties on Early WD	

	29	Alimony Paid	
	30		Total Adjustments
31 & 32		Adjusted Gross Income	

Itemized Deductions

NOTE: This calculation DOES reduce itemized deductions for high incomes, but it does NOT handle special cases such as high gambling losses.

Item Number	Description
Sch. A	Total Item. Ded.- Lines 4,8,12,16,17,18,24

Tax Computation

34a	Standard Deduction	
34b	Itemized Deductions	
34	Greater of 34a or 34b	
36	Exemptions	
37		Taxable Income
38	Tax	
39	Add'l Taxes (Medicare on High Sal.)	
40		Tax Sub-total #1

Tax Credits

41	Child & Dep. Care	
42	Elderly or Disabled (Sch. R)	
43	Foreign Tax Credit	
44	Other Credits	
45		Total Tax Credits
46		Tax Sub-total #2

Other Taxes

47	Self-Employment Tax	
48	AMT	
49	Recapture Taxes	
50	SS & Medicare Tax on Tips	
51	Tax on Qual. Ret. Plans	
52	Advanced EIC Pmts.	
53		Total Taxes

Standard deduction, exemption, item. ded.,

1 2 3

Status	Std. ded.	Ex. Limit-1
1	3700	108450
2	6200	162700
3	3100	81350
4	5450	135600
5	6200	162700

Notes:

as  
e

If 33a or 33b, add 700 or 900 each.  
If 33c, std. ded. = 0.

Calculated Values	Taxable Social Sec. Benefits table
0	SSA & RRB Ben. & 50% 0
xxx 0	Other Taxable Income
xxx 0	Tax-exempt Int. Inc.
	less Adjustments
	Sub-total1
	Limit based on status
	Sub-total2 & 50%
	Taxable SS Benefits

g  
re for

Calculated Values	Itemized deductions table
0	Tentative Item'd Ded. 44755
xxx 0	Types 4,11,17,gambling 0
xxx 0	Difference1 & 80% 44755
xxx 0	Adj. Gross Inc. 290697
	Limit based on status 108450

g  
re for

Difference 2 & 3% 182247  
Revised Itemized Ded.

	Calculated	Exemption calculation	
	Values	# of exemptions * 2350	7050
0		Adj. Gross Inc.	290697
16336		Limit based on status	162700
xxx	16336	Difference & limit-2	127997
	1	Divisor	2500
	1	Quotient & 2%	52.00
	76087	Reduction	
	74729	Revised exemption	

		Tax calculation using max. cap. gains rate	
		Taxable Income	251409
237699	237699	Smaller of LT or total gains	16336
7269	7269	Difference & Min.	235073
0	0	Greater of above & tax	235073
743	743	Tax. Inc. - greater of above	16336
1404	1404	28% * Adj. Gain	
0	0	Total Tax	
xxx	0		

xxx	16336	Tax Calculations -- New Rates for 1993		
0	0	Single - Sch. X		
0	0	From	To	Base
0	0	0	22100	0.00
0	0	22100	53500	3315.00
1326	1326	53500	115000	12107.00
0	0	115000	250000	31172.00
0	0	250000	99999999	79772.00
xxx	0	Married; filing jt. or Qual. wid. - Sch. Y-1		

32400	32400	From	To	Base
	297177	0	36900	0.00
		36900	89150	5535.00
0	0	89150	140000	20165.00
0	0	140000	250000	35928.50
xxx	0	250000	99999999	75528.50

		Married; filing separately - Sch. Y-2		
6480	6480	From	To	Base
0	0	0	18450	0.00

0	0	18450	44575	2767.50
	6480	44575	70000	10182.50
	290697	70000	250000	18064.25
		250000	99999999	82864.25

Head of HH - Sch. Z

		From	To	Base
		0	29600	0.00
		29600	76400	4440.00
		76400	127000	17544.00
44755		127000	250000	33230.00
		250000	99999999	77510.00

SE Tax Calculation

6200		Net-earnings from SE	0
39288		SE Tax	0

39288

xxx		From	To	Base
xxx	0			
xxx	251409	0	400	0.00
xxx	74729	400	57600	0.00
xxx		57600	135000	8812.80
		135000	99999999	

SE Tax Table -- OASDI and Medicare Con

0 0

0 0

0 0

0 0

xxx 0

xxx 74729

Source: Tax Table

89150 76087

Sch. D 74729

xxx 0

0 0

0 0

0 0

0 0

0 0

xxx 74729

SS, cap. gains limit table

	4	5	6	7	8	9
			Item.ded.	SSA	Max. Cap.	Tax Brackets
Ex. Divisor	Ex. Limit-2		Limit	Limit	Loss	1
	2500	122500	108450	25000	3000	22100
	2500	122500	108450	32000	3000	36900
	1250	61250	54225	0	1500	18450
	2500	122500	108450	25000	3000	29600
	2500	122500	108450	25000	3000	36900

0  
 297177  
 0  
 -6480  
 290697  
 32000  
 258697      129349  
                  0

35804

5467  
39288

122500

1.04  
7332  
0

36900  
70155

4574  
74729

Status = 1

Rate	Tax	CG Tax
15%	37711	35261
28%	67522	62948
31%	73459	68395
36%	80279	74398
39.6%	80330	73861

Status = 2 or 5

Rate	Tax	CG Tax
15%	37711	35261
28%	65598	61024
31%	70465	65401
36%	76036	70155
39.6%	76087	69618

Status = 3

Rate	Tax	CG Tax
15%	37711	35261

28%	67996	63422
31%	74301	69237
36%	83372	77491
39.6%	83422	76953

Status = 4

Rate		Tax
15%	37711	35261
28%	66547	61973
31%	71797	66733
36%	78017	72136
39.6%	78068	71599

ibined

Rate	Tax
0.0%	0
15.3%	0
2.9%	7142
	11057

NEW TAX LAW -- 1994 RATES

		Form 1040	
		Item Number	
10	11	1-5	2
	Which	6	3
2	Sched?	33a	0
53500	sch93c_x	33a	0
89150	sch93c_y1	33b	0
44575	sch93c_y2	33c	0
76400	sch93c_z		
89150	sch93c_y1		

Self-employment Income

NOTE: These calculations are correct for ONE self-empl  
NO Social Security or Medicare tax taxes withheld. For  
these calculations as necessary.

Form 1040	
Item Number	Description
Sch. C - line 31	Net Profit or Loss
47	Self-Employment Tax
25	One-half SE Tax

Social Security Benefits

NOTE: These calculations are correct in most cases. If y  
separately, and did not live with your spouse OR if some  
earlier years, see tax instructions.

Form 1040	
Item Number	Description
Form SSA-1099	Total of Box 5 Entries
21a	Social Security Benefits
21b	Taxable Amount
	85%

## Net Capital Gains and Tax Calculation

NOTE: These calculations are correct in most cases. If you were married and lived with your spouse separately, and did not live with your spouse OR if some of these gains were from earlier years, see tax instructions.

Form 1040 or Sch. D

Item Number	Description
D-8	Net ST Gain or Loss
D-18	Net LT Gain or Loss
	13 Allowable Gain or Loss
D-Part IV	Are D-18 and Line 13 Gains?
D-Part IV	Is Taxable Inc. over Limit?
	38 Original Tax Estimate
D-29	Schedule D Tax

### Income

	7 Wages & Salaries (Taxable)
8a	Taxable Interest Inc.
8b	Tax-exempt Int. Inc.
	9 Dividend Income
	10 Taxable refunds
	11 Alimony Received
	12 Business Inc. (Sch. C)
13	Net Capital Gains
	14 Other Cap. Gain Distr.
	15 Other Gains or Losses
16b	Taxable IRA Distr.
17b	Taxable Pensions, etc.
	18 Rents, Royalties, etc.
	19 Farm Income or Loss
	20 Unemployment Comp.
21b	Taxable SS Benefits
	22 Other Income
23	Total Income

### Adjustments

24a	Your IRA deduction
24b	Spouse's IRA deduction
	25 One-half SE Tax
	26 Self-empl'd Health Ins.
	27 Keogh & SEP deduction
	28 Penalties on Early WD

29 Alimony Paid  
 30 Total Adjustments  
 31 & 32 Adjusted Gross Income

Itemized Deductions

NOTE: This calculation DOES reduce itemized deductio  
 but it does NOT handle special cases such as high gamb

Item Number	Description
Sch. A	Total Item. Ded.- Lines 4,8,12,16,17,1

Tax Computation

34a Standard Deduction  
 34b Itemized Deductions  
 34 Greater of 34a or 34b  
 36 Exemptions  
 37 Taxable Income  
 38 Tax  
 39 Add'l Taxes (Medicare on High Sal.)  
 40 Tax Sub-total #1

Tax Credits

41 Child & Dep. Care  
 42 Elderly or Disabled (Sch. R)  
 43 Foreign Tax Credit  
 44 Other Credits  
 45 Total Tax Credits  
 46 Tax Sub-total #2

Other Taxes

47 Self-Employment Tax  
 48 AMT  
 49 Recapture Taxes  
 50 SS & Medicare Tax on Tips  
 51 Tax on Qual. Ret. Plans  
 52 Advanced EIC Pmts.  
 53 Total Taxes

Standard deduction, exemption, item  
 1 2

Status	Std. ded.
1	3700
2	6200
3	3100
4	5450
5	6200

Notes:

If 33a or 33b, add 700 or 900 each.  
 If 33c, std. ded. = 0.

employed worker who has  
 other cases, override

Calculated  
 Values

0	
xxx	0
xxx	0

Taxable Social Sec. Benefits table  
 SSA & RRB Ben. & 85%

Other Taxable Income

Tax-exempt Int. Inc.

less Adjustments

Sub-total1

Limit based on status

Sub-total2 & 85%

Taxable SS Benefits

you are married, filing  
 of your benefits were for

Calculated  
 Values

0	
xxx	0
xxx	0

Itemized deductions table

Tentative Item'd Ded.

Types 4,11,17, gambling

Difference1 & 80%

Adj. Gross Inc.

Limit based on status

You are married, filing  
of your benefits were for

	Calculated
	Values
0	
16336	
xxx	16336
	1
	1
	76087
	74729
237699	237699
7269	7269
0	0
743	743
1404	1404
0	0
xxx	0
xxx	16336
0	0
0	0
0	0
0	0
1326	1326
0	0
0	0
xxx	0
32400	32400
	297177
0	0
0	0
xxx	0
0	0
6480	6480
0	0

Difference2 & 3%  
Revised Itemized Ded.

Exemption calculation  
# of exemptions \* 2350  
Adj. Gross Inc.  
Limit based on status  
Difference & limit-2  
Divisor  
Quotient & 2%  
Reduction  
Revised exemption

Tax calculation using max. cap. gain  
Taxable Income  
Smaller of LT or total gains  
Difference & Min.  
Greater of above & tax  
Tax. Inc. - greater of above  
28% \* Adj. Gain  
Total Tax

Tax Calculations -- New Tax Rates f  
Single - Sch. X

	From	To
	0	22100
	22100	53500
	53500	115000
	115000	250000
	250000	99999999
Married; filing jt. or Qual. wid. - Sch		
	From	To
	0	36900
	36900	89150
	89150	140000
	140000	250000
	250000	99999999
Married; filing separately - Sch. Y-2		
	From	To
	0	18450

0  
 6480  
 290697

ns for high incomes,  
 ing losses.

44755

6200  
 39288

xxx 0  
 xxx 251409  
 xxx 74729  
 1489  
 xxx 76218

0 0  
 0 0  
 0 0  
 0 0

xxx 0  
 xxx 76218

xxx 0  
 0 0  
 0 0  
 0 0  
 0 0  
 0 0  
 xxx 76218

18450	44575
44575	70000
70000	250000
250000	99999999

Head of HH - Sch. Z

From	To
0	29600
29600	76400
76400	127000
127000	250000
250000	99999999

SE Tax Calculation  
 Net-earnings from SE  
 SE Tax

SE Tax Table -- OASDI and Medica

From	To
0	400
400	57600
57600	135000
135000	99999999

Source: Tax Table  
 89150  
 Sch. D

. ded., SS, cap. gains limit table

	3	4	5	6	7	8
	Ex. Limit-1	Ex. Divisor	Ex. Limit-2	Item.ded. Limit	SSA Limit	Max. Cap. Loss
	108450	2500	122500	108450	34000	3000
	162700	2500	122500	108450	44000	3000
	81350	1250	61250	54225	0	1500
	135600	2500	122500	108450	34000	3000
	162700	2500	122500	108450	34000	3000

0  
 0  
 297177  
 0  
 -6480  
 290697  
 44000  
 246697  
 209692  
 0

44755  
 0  
 44755  
 35804  
 290697  
 108450

182247            5467  
                      39288

7050  
 290697  
 162700  
 127997           122500  
 2500  
 52.00            1.04  
                      7332  
                      0

s rate

251409  
 16336  
 235073           36900  
 235073           70155  
 16336  
                      4574  
                      74729

or 1994

Status = 1

Base	Rate	Tax	CG Tax
0.00	15%	37711	35261
3315.00	28%	67522	62948
12107.00	31%	73459	68395
31172.00	36.0%	80279	74398
79772.00	39.6%	80330	73861

l. Y-1

Status = 2 or 5

Base	Rate	Tax	CG Tax
0.00	15%	37711	35261
5535.00	28%	65598	61024
20165.00	31%	70465	65401
35928.50	36.0%	76036	70155
75528.50	39.6%	76087	69618

Status = 3

Base	Rate	Tax	CG Tax
0.00	15%	37711	35261

2767.50	28%	67996	63422
10182.50	31%	74301	69237
18064.25	36.0%	83372	77491
82864.25	39.6%	83422	76953

Status = 4

Base	Rate	Tax	
0.00	15%	37711	35261
4440.00	28%	66547	61973
17544.00	31%	71797	66733
33230.00	36.0%	78017	72136
77510.00	39.6%	78068	71599

0

0

re Combined

Base	Rate	Tax
0.00	0.0%	0
0.00	15.3%	0
8812.80	2.9%	7142
11057.4	2.9%	7142

76087

74729

9 Tax Brackets	10	11
1	2	Which Sched?
22100	53500	sch93d_x
36900	89150	sch93d_y1
18450	44575	sch93d_y2
29600	76400	sch93d_z
36900	89150	sch93d_y1