

Domestic Production Activities Deduction

▶ Attach to your tax return. ▶ See separate instructions.

Name(s) as shown on return			Identifying number										
1 Domestic production gross receipts			1										
2 Allocable cost of goods sold	2												
3 Directly allocable deductions, expenses, or losses	3												
4 Indirectly allocable deductions, expenses, or losses	4												
5 Add lines 2 through 4			5										
6 Subtract line 5 from line 1			6										
7 Qualified production activities income from pass-through entities:	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 20%; border-bottom: 1px solid black;">If you are a—</td> <td style="border-bottom: 1px solid black;">Then enter the total qualified production activities income from—</td> </tr> <tr> <td style="border-right: 1px solid black;">a Shareholder</td> <td>Schedule K-1 (Form 1120S), box 12, code Q</td> </tr> <tr> <td style="border-right: 1px solid black;">b Partner</td> <td>Schedule K-1 (Form 1065), box 13, code U</td> </tr> <tr> <td style="border-right: 1px solid black;"></td> <td>Schedule K-1 (Form 1065-B), box 9, code S2</td> </tr> <tr> <td style="border-right: 1px solid black;">c Beneficiary</td> <td>Schedule K-1 (Form 1041), box 14, code C</td> </tr> </table>	If you are a—	Then enter the total qualified production activities income from—	a Shareholder	Schedule K-1 (Form 1120S), box 12, code Q	b Partner	Schedule K-1 (Form 1065), box 13, code U		Schedule K-1 (Form 1065-B), box 9, code S2	c Beneficiary	Schedule K-1 (Form 1041), box 14, code C		7
If you are a—	Then enter the total qualified production activities income from—												
a Shareholder	Schedule K-1 (Form 1120S), box 12, code Q												
b Partner	Schedule K-1 (Form 1065), box 13, code U												
	Schedule K-1 (Form 1065-B), box 9, code S2												
c Beneficiary	Schedule K-1 (Form 1041), box 14, code C												
8 Qualified production activities income. Add lines 6 and 7. If zero or less, enter -0- here, skip lines 9 through 15, and enter -0- on line 16			8										
9 Income limitation (see instructions):			9										
• Individuals, estates, and trusts. Enter your adjusted gross income figured without the domestic production activities deduction													
• All others. Enter your taxable income figured without the domestic production activities deduction (tax-exempt organizations, see instructions)													
10 Enter the smaller of line 8 or line 9. If zero or less, enter -0- here, skip lines 11 through 15, and enter -0- on line 16			10										
11 Enter 3% of line 10			11										
12 Form W-2 wages (see instructions)			12										
13 Form W-2 wages from pass-through entities:	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 20%; border-bottom: 1px solid black;">If you are a—</td> <td style="border-bottom: 1px solid black;">Then enter the total Form W-2 wages from—</td> </tr> <tr> <td style="border-right: 1px solid black;">a Shareholder</td> <td>Schedule K-1 (Form 1120S), box 12, code R</td> </tr> <tr> <td style="border-right: 1px solid black;">b Partner</td> <td>Schedule K-1 (Form 1065), box 13, code V</td> </tr> <tr> <td style="border-right: 1px solid black;"></td> <td>Schedule K-1 (Form 1065-B), box 9, code S3</td> </tr> <tr> <td style="border-right: 1px solid black;">c Beneficiary</td> <td>Schedule K-1 (Form 1041), box 14, code D</td> </tr> </table>	If you are a—	Then enter the total Form W-2 wages from—	a Shareholder	Schedule K-1 (Form 1120S), box 12, code R	b Partner	Schedule K-1 (Form 1065), box 13, code V		Schedule K-1 (Form 1065-B), box 9, code S3	c Beneficiary	Schedule K-1 (Form 1041), box 14, code D		13
If you are a—	Then enter the total Form W-2 wages from—												
a Shareholder	Schedule K-1 (Form 1120S), box 12, code R												
b Partner	Schedule K-1 (Form 1065), box 13, code V												
	Schedule K-1 (Form 1065-B), box 9, code S3												
c Beneficiary	Schedule K-1 (Form 1041), box 14, code D												
14 Add lines 12 and 13			14										
15 Form W-2 wage limitation. Enter 50% of line 14			15										
16 Enter the smaller of line 11 or line 15			16										
17 Domestic production activities deduction from cooperatives. Enter deduction from Form 1099-PATR, box 6			17										
18 Expanded affiliated group allocation (see instructions)			18										
19 Domestic production activities deduction. Combine lines 16 through 18 and enter the result here and on Form 1040, line 35; Form 1120, line 25; Form 1120-A, line 21; or the applicable line of your return			19										