

Combined Disposable Income Worksheet

Income:

- A. Adjusted Gross Income (**AGI**) from Federal Income Tax Return. Enter -0- if no return was filed.
- B. **Capital Gains** not reported on the tax return. Do not add the gain from the sale of a primary residence if the entire gain was used to purchase a replacement residence in the same year. Do not use losses to offset gains.
- C. Amounts deducted for **Losses** (including capital losses). Losses must be added back to the extent they were used to offset/reduce income. (Ex: On Schedule D, a (\$10,000) loss was reported but the loss was limited to (\$3,000), shown on Line 13 of the 1040. Add the (\$3,000) loss used to offset/reduce income.) (Ex: There are two Sch C's – one with a (\$10,000) loss and one with a \$5,000 net income. A net loss of (\$5,000) was reported on the 1040, Line 12. Add back the (\$10,000) loss.)
- D. Amounts deducted for **Depreciation**. That expense must be added back to the extent the expense was used to reduce income. (Ex: Net loss reported: If depreciation was deducted as a business and/or rental expense that resulted in a loss, recalculate the net income/loss without the depreciation expense. If there is still a net loss enter -0- here, if there is net income enter the net income here.)
- E. **Dividends or Interest** income. Report nontaxable interest or dividends and any other interest or dividends not reported on the tax return (including interest on State and Municipal bonds).
- F. Nontaxable **Pension and Annuity** income or income from these sources not reported on the tax return. Report the amounts here. (Ex: You received \$10,000 in pensions and annuities. The taxable amount was \$6,000. Report the nontaxable \$4,000 here.) Do not include non-taxable IRA distributions.
- G. **Military Pay and Benefits** that were nontaxable or were not reported on the tax return. Report that income here, including **CRSC**. Do not include attendant care and medical-aid payments.
- H. **Veterans Pay and Benefits** from the Department of Veterans Affairs that were nontaxable or were not reported on the tax return. Report that income here. Do not include attendant-care and medical-aid payments, disability compensation, or dependency and indemnity compensation paid by DVA.
- I. Nontaxable **Social Security or Railroad Retirement Benefits** or income from these sources that was not reported on the tax return. (Ex: Gross Social Security benefit was \$10,000 and \$4,000 was included in AGI as the taxable amount, report the non-taxable \$6,000 here.)
- J. Income from **Business, Rental, or Farming** activities (IRS Schedules C, E, or F) that was not reported on the tax return. Deduct normal expenses, except depreciation expense, but **do not use losses to offset income**.
- K. **Other Income** not already included in Lines A - J. (Ex: Foreign income not reported on U.S. return.) List source, type, and amount.

Subtotal Income:

Allowable Deductions:

- L. Nursing Home, Boarding Home, or Adult Family Home Expenses
- M. In-Home Care Expenses
- N. Prescription Drugs
- O. Insurance Premiums for Medicare under Title XVIII of the Social Security Act (Parts A, B, C, and D)
- P. Enter -0 if there is an amount on Line A. If no IRS return was filed and there are adjustments for items shown on the lower portion of IRS Form 1040, deduct those costs here. (Ex: Alimony paid)

Subtotal Allowable Deductions:

Total Combined Disposable Income Less Allowable Deductions:

Prepared By:

	Income Year
\$ Amount	Checklist
	IRS Form 1040 IRS Form 1040A IRS Form 1040EZ
	Sch D Form 4797 Form 6252 Other _____
	1040 - Line _____ 1040 - Line _____ 1040 - Line _____ Schedule C Schedule D Schedule E Schedule F Other _____
	Schedule C Schedule E Schedule F Schedule K-1 Other _____
	1040 - Line _____ 1099 Forms Other _____
	1040 - Line _____ 1099 Forms Other _____
	1099 Forms Other _____
	1099 Forms Other _____
	1099 Forms Other _____
	Bank Statements 1099 Forms Other _____
	Bank Statements 1099 Forms Other _____
	Other _____
	Other _____
	Other _____
	Printout/Receipt
	SS Statement Other _____
	Other _____
	Other _____