



## Federal Tax Update – Individual & Business Current Developments

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### Learning Objectives

Once participants have completed this session, they should be able to:

- Understand the major Federal income tax laws impacting individuals, C and S corporations, partnerships, LLCs and LLPs
- Identify and comprehend any newly enacted legislation, changes and IRS guidance affecting individual and business income tax returns

**NOTE** – [Click here](#) for Federal Tax Update – Individual & Business Current Developments (i.e., FTCD) course description and learning objectives.

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1. Chapter Index and Table of Contents
2. Chapter 3 – Summary Tables & Recent
3. Appendix TF – Tax Forms
4. Appendix QRC – Quick Reference Chart

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FTCD-2025-10-15

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# Federal Tax Update – Individual Current Developments

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# Summary Tables & Recent Legislation

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## Individual Income Tax Provision Summary Tables

**UPDATE** – On July 4, 2025, President Trump signed the One Big Beautiful Bill ([OBBB – HR-1](#)) into law. The legislation permanently extends the 2017 Tax Cuts and Jobs Act (TCJA) and provides additional income tax relief for both individuals and businesses. [Click here](#) for the IRS summary of the OBBB provisions.

### OBBB Individual Income Tax Provisions

Filing Status & Exemptions	IRC Section
<b>Personal Exemption (Post 2017)</b> - The personal exemption deduction is permanently eliminated.	<a href="#">151(d)(5)</a>
Exclusions from Income	IRC Section
<b>Student Loan Discharges</b> <b>2021-2025</b> - Broad exclusion of most federal, state, institutional, or private education student. <b>Post 2025 (OBBB)</b> - Gross income does not include student loan or private education loan discharges due to death or permanent disability of the borrower. Borrower must report Social Security Number on tax return.	<a href="#">108(f)(5)</a>
<b>Qualified education loans (After 03-27-20)</b> - Qualified education loans (principal or interest) are excludable from employees gross income (up to \$5,250). This applies to the employee only (but not spouse or dependents). The OBBB makes this permanent and will start adjusting the \$5,250 for inflation after 2026.	<a href="#">127(c)(1)(B)</a>
<b>Employer-provided dependent care assistance (After 2025)</b> - The OBBB increases the maximum annual exclusion for employer-provided dependent care assistance from \$5,000 to \$7,500 (\$2,500 to \$3,750 for married individuals filing separately) for tax years beginning after December 31, 2025.	<a href="#">129</a>
<b>Scholarships for Qualified Elementary or Secondary Education Expenses (Post 2026)</b> - Gross income does not include scholarships received for qualified K-12 education expenses of an eligible student, if provided by a Scholarship Granting Organization (SGO). The terms “qualified expenses,” “eligible student,” and “SGO” are defined by reference to §25F(c).	<a href="#">§139K</a>
<b>529 Plan Qualified Higher Education Expenses (QHHE) (OBBB Post 07-04-25)</b> - 529 plan qualified higher education expenses include <b>qualified postsecondary credentialing expenses</b> . These tax-free 529 distributions now cover tuition, fees, books, supplies, equipment, testing, and continuing education required to obtain or maintain a recognized postsecondary credential. Eligible programs must appear on certain approved lists, such as state Workforce Innovation and Opportunity Act lists, the VA’s WEAMS directory, or be recognized as preparatory for credentialing exams. Credentials include industry-recognized certifications, registered	NEW <a href="#">529(f)</a>

apprenticeships, occupational/professional licenses, and those identified by the Secretary of Labor. Effective for distributions after 07-04-25.	
<b>529 Plan Qualified Higher Education Expenses (QHHE)</b> <b>OBBB (Post 07-04-25)</b> - 529 plan definition of qualified K-12 education expenses expanded to include a broader range of costs, such as tuition, curriculum materials, books, online resources, tutoring (under specific conditions), standardized testing fees, dual enrollment, and licensed educational therapies for students with disabilities. Effective for distributions after 07-04-25. <b>OBBB (Post 2025)</b> - The annual distribution limit for K-12 expenses is increased from \$10,000 to \$20,000 per beneficiary. Effective for tax years beginning after 2025.	<a href="#">529(c)(7)</a>
<b>ABLE Contributions (Post 2017)</b> - The OBBB permanently extends the ability for employed individuals with disabilities to make additional contributions to their ABLE accounts, limited to the lesser of - (a) the federal poverty line for a one-person household, or (b) the beneficiary's compensation for the taxable year.	<a href="#">529A(b)</a>
<b>§529 rollover to ABLE (Post 2017)</b> - The OBBB permanently allows tax-free rollovers from qualified tuition programs (529 accounts) to ABLE accounts, provided the ABLE account is owned by the designated beneficiary of the 529 account or a member of the beneficiary's family. Rolled-over amounts count toward the annual contribution limit for the ABLE account. Any amount that exceeds this limit is included in the distributee's gross income under the rules of §72.	<a href="#">529(c)(3)</a>
<b>Trump Accounts (Post 2025)</b> The OBBB establishes a new tax-deferred investment account for children, called a "Trump Account." These accounts may receive contributions from parents, relatives, employers, taxable entities, nonprofits, and government agencies. Effective for tax years beginning after 2025. <b>Eligibility</b> - Available to U.S. citizen children with a Social Security number. If parents do not open an account, the IRS will establish one automatically unless they opt out. <b>Contributions</b> - Up to \$5,000 per year may be contributed using after-tax dollars (indexed for inflation). Contributions may be made by parents, relatives, employers, taxable entities, nonprofits, or government agencies. Contributions from tax-exempt organizations (e.g., foundations) are not subject to the \$5,000 annual limit if made to a broad group of children (such as by state, district, or school). No contributions are allowed after the child reaches age 18. <b>Investments</b> - Funds must be invested in a diversified index fund tracking U.S. equities, and earnings grow tax-deferred. <b>Distributions</b> - Withdrawals are generally prohibited until age 18, with limited exceptions. <b>Pilot Program (2025-2028 births)</b> - The federal government contributes \$1,000 at birth for each eligible child.	<a href="#">530A</a> , <a href="#">128</a> , <a href="#">139J</a> , & <a href="#">6434</a>

<b>Qualified bicycle commuting reimbursements exclusion (Post 2017) -</b> The OBBB permanently eliminates the \$20 per month exclusion for qualified bicycle commuting reimbursements.	<a href="#">132(f)</a>
<b>Moving Expense Reimbursement Exclusion</b> <b>2018-2025 (TCJA)</b> - The exclusion from gross income and wages for qualified moving expense reimbursements (§217) was suspended, except for U.S. Armed Forces members on active duty moving under military orders.  <b>Post-2025 (OBBB)</b> - The suspension was made permanent, but eligibility is expanded to include employees and new appointees of the intelligence community (as defined in the National Security Act) when relocation is required by a change in assignment.	<a href="#">132(g)(2)</a>
<b>Trade or Business Income &amp; Expenses</b>	<b>IRC Section</b>
<b>Qualified business income (QBI) deduction -</b> <b>2018- 2025 (TCJA)</b> - For taxable years beginning after 2017 and before 2026, an individual taxpayer generally may deduct 20% percent of qualified business income (QBI) from a partnership, S corporation, or sole proprietorship, as well as 20% of aggregate qualified REIT dividends, qualified cooperative dividends, and qualified publicly traded partnership income. Special rules apply to specified agricultural or horticultural cooperatives. A limitation based on W-2 wages paid is phased in above a threshold amount of taxable income. A disallowance of the deduction with respect to specified service trades or businesses is also phased in above the threshold amount of taxable income.  <b>Post 2025 (OBBB)</b> - Permanently extends the 20% deduction for QBI, REIT dividends, and PTP income. Adds a new inflation-adjusted minimum deduction of \$400, available only if the taxpayer has at least \$1,000 of QBI from one or more active trades or businesses in which the taxpayer materially participates (§469(h)). The wage/capital limitation phase-in threshold and SSTB phase-out threshold are increased to \$75,000 (\$150,000 married filing joint), indexed for inflation after 2026.	<a href="#">199A</a>
<b>Capital Gain &amp; Losses</b>	<b>IRC Section</b>
<b>Small Business Stock Exclusion (Post stock acquired after July 4, 2025)</b> OBBB modifies §1202 for stock acquired after July 4, 2025, phasing gain exclusion to 50% (3 years), 75% (4 years), 100% (5 years), raising the issuer asset test to \$75M (inflation-adjusted), and increasing the per-issuer gain cap from \$10M to \$15M (inflation-adjusted), with AMT relief retained.	<a href="#">1202</a>

Adjustments to Income	IRC Section
<p><b>Moving expense deduction</b>  <b>2018–2025 (TCJA)</b> - The deduction for moving expenses was suspended for tax years 2018–2025, except for members of the Armed Forces (and their spouse or dependents) who move pursuant to a military order and permanent change of station.</p> <p><b>Post-2025 (OBBA)</b> - OBBA permanently extends the suspension of the moving expense deduction. It also expands eligibility to allow the deduction for employees and new appointees of the intelligence community (as defined in the National Security Act) when the relocation is required due to a change in assignment.</p>	<p><a href="#">217(k)</a></p>
<p><b>HSAs - Direct primary care (DPC) service arrangement is not a health plan for the “no other coverage” rule (Post 2025)</b> - The OBBA permits participation in direct primary care (DPC) service arrangements without loss of HSA eligibility, provided certain requirements are met; DPC fees for these arrangements are now qualified medical expenses for HSA purposes, effective for months after December 31, 2025.</p> <p><b>What counts</b> - Fixed periodic-fee primary care by primary care practitioners (SSA §1833(x)(2)(A)).</p> <p><b>Excludes</b> - (i) procedures needing general anesthesia; (ii) prescription drugs (except vaccines); (iii) labs not typically done in an ambulatory primary-care setting.</p> <p><b>Cap</b> - Per month ≤ \$150 (single) / \$300 (covers &gt;1 individual); indexed for tax years after 2026 (base 2025).</p>	<p><a href="#">223(c)(1)(E)</a>  <a href="#">223(d)(2)(c)(v)</a></p>
<p><b>HSA telehealth &amp; remote care services (Post 2024)</b> - The OBBA permanently allows HDHPs to cover telehealth and remote care services before the deductible is met, without affecting HSA eligibility, effective retroactively for plan years beginning after 2024.</p>	<p><a href="#">223(c)(2)(E)</a></p>
<p><b>HSA HDHP definition expanded (Post 2025)</b> - The OBBA expands the definition of an HDHP to include any plan that is (i) sold as individual coverage on an Exchange, and (ii) classified as Bronze (§1302(d)(1)(A)) or Catastrophic (§1302(e)). Effective for months after 2025.</p>	<p><a href="#">223(c)(2)(H)</a></p>
<p><b>Temporary deduction for seniors (2025-2028)</b> – Taxpayers who are age 65 or older (and their spouses, if filing a joint return) may claim a \$6,000 deduction per qualified individual. This is phased out at a rate of 6% of the amount by which the taxpayer’s adjusted gross income exceeds \$75,000 (or \$150,000 for joint filers). Taxpayers must include the qualifying individual’s Social Security number (SSN) on the return.</p>	<p><a href="#">151(d)(5)(C)</a></p>

<p><b>No Tax on Tips (2025-2028)</b> - The OBBB created new IRC §224 allowing a temporary above-the-line deduction of up to \$25,000 for qualified tips received by employees and self-employed individuals. The deduction phases out for higher-income taxpayers, reduced by \$100 for every \$1,000 (or fraction thereof) of modified AGI above \$150,000 (single/MFS) or \$300,000 (MFJ). The provision includes enhanced reporting and anti-abuse safeguards.</p>	<p><a href="#">224</a></p>
<p><b>No Tax on Overtime (2025-2028)</b> - The OBBB created new IRC §225 allowing a temporary deduction for qualified overtime pay (as defined under FLSA rules). The deduction is up to \$12,500 (\$25,000 MFJ) and phases out by \$100 per \$1,000 of MAGI above \$150,000 (single) or \$300,000 (joint). It is available to all taxpayers (itemizers and non-itemizers) who meet filing requirements, with employers/payors subject to new information reporting. For overtime compensation earned before January 1, 2026, reporting entities may use reasonable methods to estimate and report qualifying amounts during the transition period.</p>	<p><a href="#">225</a></p>
<p><b>Qualified passenger vehicle loan interest (2025-2028)</b> - The OBBB temporarily (2025-2028) allows a “above-the-line” deduction of up to \$10,000 for personal interest on qualified passenger vehicle loans. The deduction begins phasing out for taxpayers with modified adjusted gross income over \$100,000 (\$200,000 for joint filers). This applies only to new, U.S.-assembled vehicles purchased for personal use. Lease financing, used vehicles, and commercial/fleet loans are excluded.</p>	<p><a href="#">163(h)</a> &amp; <a href="#">63(b)</a></p>
<p><b>Standard &amp; Itemized Deductions</b></p>	<p><b>IRC Section</b></p>
<p><b>Standard Deduction</b>  <b>2018-2025 (TCJA)</b> - The basic deduction was increased to \$24,000 for married individuals filing a joint return, \$18,000 for head-of-household filers, and \$12,000 for all other individuals.</p> <p><b>Post 2024 (OBBB)</b> - The OBBB permanently extends the TCJA increases to the basic standard and further raises the amounts to \$31,500 for married individuals filing a joint return (MFJ), \$23,625 for head-of-household (HOH) filers, and \$15,750 for all other individuals (single/MFS). The amount of the standard deduction is indexed for inflation using the C-CPI-U for taxable years beginning after December 31, 2018.</p>	<p><a href="#">63(c)(7)</a></p>
<p><b>Itemized Deduction Limitation</b>  <b>2018-2025 (TCJA)</b> - Pease limitation suspended for high-income taxpayers. Pre-TCJA, Pease reduced itemized deductions by the lesser of 3% of AGI over a threshold or 80% of deductions; it was scheduled to return in 2026.</p> <p><b>Post-2025 (OBBB)</b> - Permanently repeals Pease and replaces it with a 2/37 reduction on the lesser of itemized deductions or taxable income above the 37% bracket threshold, excluding the §199A QBI deduction.</p>	<p><a href="#">68(f)</a></p>

<p><b>Miscellaneous itemized deductions</b>  <b>TCJA (2018–2025)</b> - All miscellaneous itemized deductions that were subject to the 2% AGI floor were suspended.</p> <p><b>Post 2025 (OBDD)</b> - The OBDD makes the suspension of miscellaneous itemized deductions permanent other than those under IRC §67(b). The OBDD creates a <b>permanent exception for educator expenses</b> by adding them to the list of deductions not subject to §67 disallowance. §67(h) defines "educator expenses" more broadly than under current law. The revised definition expands allowable expenses to include those incurred by teachers, counselors, and also interscholastic sports administrators or coaches, and removes the prior exclusion for nonathletic health or PE supplies. Additionally, it replaces the limitation of being "in the classroom" with the broader phrase "as part of instructional activity."</p>	<p><a href="#">67</a></p>
<p><b>State and Local Tax (SALT) Limitation</b>  <b>2018-2024 (TCJA)</b> - The individual SALT deduction was capped at \$10,000 (\$5,000 - 50% for MFS) through 2025.</p> <p><b>2025-2029 (OBDD)</b> - For tax years beginning after 2024, the OBDD retroactively increases the SALT deduction cap to \$40,000 for 2025 (\$40,400 for 2026, and 1% annually thereafter through 2029). For taxpayers with MAGI above \$500,000 in 2025 (\$505,000 in 2026, increasing 1% annually thereafter), the cap is reduced by 30% of the excess over the threshold, but not below \$10,000. These amounts are 50% for MFS.</p> <p><b>Post 2029 (OBDD)</b> - The SALT cap reverts to \$10,000 starting in 2030.</p>	<p><a href="#">164(b)(7)</a></p>
<p><b>Qualified Residence Interest</b>  <b>2018–2025 (TCJA)</b> - Deductible interest limited to acquisition indebtedness up to \$750,000 (\$375,000 MFS). Home equity indebtedness interest is not deductible. Grandfathered debt - acquisition indebtedness incurred before 12-15-2017 retains the \$1,000,000 (\$500,000 MFS) cap.</p> <p><b>Post-2025 (OBDD)</b> - Permanently extends the TCJA limits - \$750,000 acquisition indebtedness cap (\$375,000 MFS); home-equity interest remains nondeductible. Also restores deductibility of <b>qualified mortgage insurance premiums (PMI)</b> as qualified residence interest for tax years beginning after 2025. PMI is deductible subject to AGI phase-out - reduce by 10% for each \$1,000 (\$500 if MFS) of AGI over \$100,000 (\$50,000 MFS); fully phased out at \$109,000 (\$54,500 MFS). (Grandfathered pre-12-15-2017 acquisition debt remains under the \$1,000,000/\$500,000 caps.)</p>	<p><a href="#">163(h)(3)(F)</a></p>



<p><b>Cash Charitable Contributions</b></p> <p><b>Post 2017 (TCJA &amp; OBBB)</b> - The OBBB permanently extends the TCJA rule under §170(b) that increased the 50% limitation for “cash” contributions to public charities and certain private foundations to 60% of the taxpayer’s AGI. Excess contributions are to be carried forward for up to five years subject to the later year’s ceiling.</p> <p><b>Post 2025 (OBBB)</b> - The OBBB established a new 0.5% floor on charitable contribution deductions. Individuals who itemize deductions may deduct charitable contributions only to the extent their total giving exceeds 0.5% of their contribution base (essentially their AGI). Any amount below this threshold is permanently nondeductible unless the taxpayer’s contributions exceed the applicable AGI limitation and qualify for a carryforward under §170(d). In effect, itemizers will not receive any charitable deduction until their aggregate donations surpass the 0.5% floor.</p>	<p><a href="#">170(b)(1)(G)</a> &amp; <a href="#">170(b)(1)(I)</a></p>
<p><b>Charitable Contribution Deduction for Non-itemizer</b></p> <p><b>Post 2025 (OBBB)</b> - Non-itemizers may claim a “below-the-line” charitable deduction of up to \$1,000 (\$2,000 for joint filers). To qualify, contributions must be in cash, made to a public charity, and meet the requirements of IRC §170(p). The deduction is taken after adjusted gross income in computing taxable income under IRC §63(b)(4).</p>	<p><a href="#">170(p)</a> &amp; <a href="#">63(b)(4)</a></p>
<p><b>Individual personal casualty and theft losses</b></p> <p><b>2018–2025 (TCJA)</b> - Deductible only if attributable to a federally declared disaster and subject to the \$100-per-casualty reduction and 10% of AGI floor.</p> <p><b>Post-2025 (OBBB)</b> - Permanently extends the TCJA limitation and adds state-declared disasters for tax years beginning after 2025.</p>	<p><a href="#">165(h)(5)(A)</a></p>
<p><b>Casualty &amp; Theft Losses for Non-itemizers</b></p> <p><b>Post 07-04-25 (OBBB)</b> – Permanently extends the 2020 disaster tax relief rules, allowing victims of qualified natural disasters to claim personal casualty losses without itemizing by adding net disaster losses to the standard deduction. The per-casualty floor remains at \$500, and losses must occur in a qualified disaster area beginning on or after the incident period.</p>	<p><a href="#">165(h)</a></p>
<p><b>Wagering Loss Limitations</b></p> <p><b>2018–2025 (TCJA)</b> - §165(d) was modified to provide that the term wagering losses includes any deduction otherwise allowable incurred in carrying on any wagering transaction. The provision is intended to clarify that the limitation on losses from wagering transactions applies not only to the actual costs of wagers incurred by an individual, but to other expenses incurred by the individual in connection with the conduct of that individual’s gambling activity.</p> <p><b>Post 2025 (OBBB)</b> - A taxpayer’s deduction for losses from wagering transactions is limited to 90% of the total amount of wagering-related deductions for the year. Losses from wagering transactions include not only direct gambling losses but also any otherwise allowable deductions incurred in carrying on a wagering activity.</p>	<p><a href="#">165(d)</a></p>


Taxes, Penalties & Tax Return Filing Issues	IRC Section
<b>Individual Income Tax Brackets (Post 2017)</b> - The OBBB makes the TCJA tax rate reductions and bracket changes, marriage penalty fix, and capital gains/qualified income breakpoints permanent. Thus, the seven tax rates applicable for individuals (i.e., 10%, 12%, 22%, 24%, 32%, 35%, and 37%) will remain in effect and will not revert back to the pre-2018 rates (i.e., 10%, 15%, 25%, 28%, 33%, 35%, and 39.6%).	<a href="#">1(j)</a>
<b>AMT Exemption &amp; Phase-Out (Post 2017)</b> - The OBBB makes permanent the higher individual AMT exemption amounts that were put in place by the TCJA. The act also resets the AMT exemption phase-out thresholds (the income levels at which the exemption starts to phase out) to \$500,000 for single filers and \$1,000,000 for joint filers, effective for tax years beginning after 2025, with annual inflation indexing beginning in 2026. The OBBB also increases the phase-out rate for higher-income taxpayers from 25% to 50%.	<a href="#">55(d)(4)</a>
<b>Excise Tax on Certain Remittance Transfers (Post 2025)</b> - The OBBB imposes a 1% excise tax on remittance transfers made by U.S. senders to foreign recipients. The tax is collected and remitted quarterly by remittance providers (who are secondarily liable if unpaid). Applies only to cash, money orders, cashier's checks, or similar instruments. Excludes transfers from U.S. financial institution accounts or those funded with U.S.-issued debit/credit cards.	OBBB Act Sec. 70604
Individual Tax Credits	IRC Section
<b>Dependent Care Credit (Post 2025)</b> - The OBBB increases the maximum credit rate to 50%, reduced by one percentage point, but not below 35%, for each \$2,000 or fraction thereof by which the taxpayer's AGI exceeds \$15,000. For AGIs between \$43,001 and \$75,000 (\$86,001 and \$150,000, respectively, in the case of a joint return), the credit rate is 35%. This credit rate is further phased down to 20% for AGI between \$75,001 and \$105,000 (\$150,001 and \$210,000, respectively, in the case of a joint return).	<a href="#">21</a>
<b>Child Tax &amp; Other Dependent Credits (2018-2025)</b> - The child tax credit (CTC) was increased to \$2,000 per qualifying child. The credit was further modified to temporarily provide for a \$500 nonrefundable credit for qualifying dependents other than qualifying children. The maximum amount refundable may not exceed \$1,400 per qualifying child (increased for inflation). The credit begins to phase out for taxpayers with AGI in excess of \$400,000 (in the case of married taxpayers filing a joint return) and \$200,000 (for all other taxpayers). These phase-out thresholds are not indexed for inflation. The taxpayer is eligible for a refundable credit (the additional child tax credit) equal to 15% of earned income in excess of a threshold dollar amount (the "earned income" formula). This was reduced to a \$2,500 (from \$3,000) earnings threshold. In order to receive the child tax credit (i.e., both the refundable and non-refundable portion), a taxpayer must include a Social Security number for each qualifying child for whom the credit is claimed on the tax return. For these purposes, a Social Security number must be issued before the due date for the filing of the return for the taxable year. This	<a href="#">24(h)</a>




<p>requirement does not apply to a non-child dependent for whom the \$500 non-refundable credit is claimed.</p> <p><b>CTC &amp; ODC (Post 2025)</b> - The OBBB makes all the TCJA changes to the CTC permanent and for tax years after 2025, the OBBB adds - 1) an increase in the nonrefundable CTC to \$2,200 per qualifying child, indexed for inflation using chained CPI with 2024 as the base year and 2) a requirement that the return include the taxpayer's SSN (or one spouse's SSN for joint filers) and the qualifying child's SSN to claim the credit.</p>	
<p><b>Adoption Credit (Post 2024)</b> - The OBBB makes the adoption credit partially refundable, allowing up to \$5,000 (indexed annually for inflation) to be refunded when the credit exceeds the taxpayer's federal income tax liability..</p>	<a href="#">23</a>
<p><b>Education Credits (Post 2025)</b> - The OBBB amends §25A to require that, beginning with tax years after December 31, 2025, taxpayers must include valid Social Security numbers (SSNs) for themselves and any student for whom the <b>American Opportunity Tax Credit (AOTC) or Lifetime Learning Credit (LLC)</b> is claimed. For the AOTC, taxpayers must also report the employer identification number (EIN) of the eligible educational institution receiving tuition payments. Failure to provide a valid SSN or EIN will be treated as a mathematical or clerical error, authorizing the IRS to automatically deny the credit. These requirements are intended to improve compliance and reduce improper education credit claims.</p>	<a href="#">25A(g)</a>
<p><b>ABLE Contributions (Post 2017)</b> - The OBBB permanently allows beneficiaries who make qualified contributions to their ABLE accounts to claim the Saver's Credit. It also provides an alternative calculation method for qualified retirement contributions, elective deferrals, and voluntary employee contributions made in tax years before 2027. Beginning in the 2027 tax year, the maximum credit amount increases to \$2,100.</p>	<a href="#">25B(d)(1)(D)</a>
<p><b>Credit for Contributions to Scholarship Granting Organizations (SGOs) (Post 2026)</b> - This nonrefundable tax credit allows individuals to offset 100% of eligible contributions to qualifying SGOs, up to \$1,700 annually, provided the SGO supports K-12 scholarships and the taxpayer hasn't claimed a state tax credit for the same contribution.</p>	<a href="#">25F</a>
<p><b>Premium Tax Credit (PTC) Repayment Cap (Post 2025)</b> - Under prior law, taxpayers with household income generally below 400% of the federal poverty level had a limit on the amount of excess advance premium tax credit (APTC) they had to repay. The OBBB eliminates this cap for tax years after 2025, allowing full repayment of any excess premium tax credit regardless of income level.</p>	<a href="#">36B(f)(2)(B)</a> repealed
<p><b>PTC Disallowed for Certain Aliens Below Poverty Line (Post 2025)</b> - Lawfully present aliens who are ineligible for Medicaid due to immigration status must meet the 100% federal poverty line threshold to qualify for the premium tax credit.</p>	36B(c)(1)(B) repealed
<p><b>PTC Disallowed for Certain SEP Coverage (Post 2025)</b> - Beginning with plan years after Dec. 31, 2025, individuals who enroll in coverage through a special enrollment period (SEP) based solely on low income—not tied to a qualifying life event—will not be eligible for the premium tax credit (PTC).</p>	36B(c)(3)(A)

<b>PTC Limited to Certain Lawfully Present Noncitizens (Post 2026)</b> - Under the OBBB Act §71301(a), amending §36B(e)(1)), the PTC is not available for premiums attributable to lawfully present individuals outside the three “eligible alien” categories - e.g., DACA recipients, TPS holders, and nonimmigrant visa holders (such as many work, student, or visitor visas).	36B(e)(1)
<b>PTC Eligibility to Enroll in Qualified Health Plan (Post 2027)</b> - The OBBB amends IRC §36B to require pre-enrollment and ongoing verification of eligibility by Exchanges before months qualify for the Premium Tax Credit. Applicants must verify income, household size, lawful presence, coverage status, and residence, and Exchanges must comply with federal verification regulations. Effective for tax years after 2027, the rule eliminates “attestation-only” enrollment for PTC purposes.	36B(c)(3)(A)
<b>Installment Payment of Tax on Gain from Sale of Qualified Farmland to Qualified Farmers (Post 07-04-25)</b> - The OBBB allows sellers of qualified farmland property to elect to pay capital gains tax in four equal annual installments. Qualified farmland must be real property located in the U.S. that was used substantially for farming purposes for at least 10 years before the sale and is subject to restrictions against non-farm use for at least 10 years after the sale. The property may also qualify if it was leased to a qualified farmer (as defined under the Food Security Act of 1986). The first installment is due with the return for the year of sale, with the next three due with returns for the following three tax years.	<a href="#">1062</a>

### Individual Provisions Expiring during or after 2025

Exclusions from Income	IRC Section
<b>Cancellation of Debt (COD) – Qualified Principal Residence Indebtedness.</b> The exclusion for qualified principal residence indebtedness under IRC §108 was not extended by the OBBB. For discharges after 2020, the maximum exclusion amount is \$750,000 (\$375,000 if MFS). This provision applies to discharges of indebtedness before January 1, 2026, or those made pursuant to a binding written agreement entered into before that date.	<a href="#">108(a)(1)(E)</a>
Individual Tax Credits	IRC Section
<b>Clean Vehicle Credit</b> - The Inflation Reduction Act of 2022 Act Section 13401 amended the Qualified Plug-in Electric Drive Motor Vehicle Credit (§30D), now known as the Clean Vehicle Credit, and added a new requirement for final assembly in North America that took effect on August 17, 2022, with additional requirements taking place beginning January 1, 2023. No credit shall be allowed under this section with respect to any vehicle placed in service after December 31, 2032. Reported on <a href="#">Form 8936 (and Schedule A)</a> . The OBBB amends §30D(h) by significantly accelerating the termination date of the clean vehicle credit, so that it now ends for vehicles acquired after September 30, 2025. It also eliminates the provisions in §30D(e) that would have required increasing percentage thresholds of critical minerals and	<a href="#">30D</a> 

battery components manufactured or assembled in North America for vehicles placed in service after calendar year 2026.	
<b>Previously-Owned Clean Vehicles</b> - The IRA of 2022 Act Section 13402 creates a new tax credit under §25E for buyers of previously owned qualified clean (plug-in electric and fuel cell) vehicles. This provision shall apply to vehicles acquired after December 31, 2022. Reported on the <a href="#">Form 8936 (and Schedule A)</a> . The OBBB amends §25E(g) accelerates the termination date to vehicles acquired September 30, 2025.	<a href="#">25E</a> 
<b>Alternative Fuel Refueling Property Credit.</b> This provides a credit for taxpayers that install qualified refueling or recharging property (such as an electric vehicle (EV) charger) in an eligible location. Reported on <a href="#">Form 8911</a> . The OBBB amends §30C(i) and terminates the credit for property placed in service after June 30, 2026.	<a href="#">§30C(i)</a>
<b>(PTC) Premium assistance credit enhancements</b> <b>Pre 2022 &amp; Post 2025</b> - Individuals who received or have been approved to receive unemployment compensation for a week or more are eligible during the taxable year for PTC as if household income is 133% above the federal poverty level (FPL), essentially making the employee contribution for premiums zero for the second-lowest cost silver plan in the marketplace. <b>For 2021 through 2025</b> , the 400% above the FPL limit for PTC eligibility is removed, the amount of PTC is increased for eligible individuals on a sliding scale based on the percentage household income above the FPL, percentage of household income range is reduced from 2% to 9.5% (adjusted for inflation) to 0% to 8.5% (annual inflation adjustments are suspended).	<a href="#">36B(b)(3)(A)(iii) and (c)(1)(E)</a>

### Individual Provisions Expiring after 2026

Individual Tax Credits	IRC Section
<b>After 2026</b> - The nonrefundable credit (i.e., matching 50% of up to \$2,000 in contributions) for individuals who make contributions to IRAs, employer retirement plans (such as 401(k) plans), and ABLE accounts is repealed and replaced. It will be changed from a credit paid in cash as part of a tax refund into a federal matching contribution that must be deposited into a taxpayer's IRA or retirement plan.	<a href="#">25B</a>

## Business Income Tax Provision Summary Tables

**UPDATE** – On July 4, 2025, President Trump signed the One Big Beautiful Bill (OB BB) into law. The legislation permanently extends the 2017 Tax Cuts and Jobs Act (TCJA) and provides additional income tax relief for both individuals and businesses.

### OB BB Business Income Tax Provisions



Business Deductions & Miscellaneous Provisions	IRC Section
<b>Corporate Charitable Contributions (Post 2025)</b> – The OB BB adds a 1% floor (nondeductible and not carried forward) to the existing 10% ceiling on corporate charitable contributions, with the 5-year carryforward unchanged.	<a href="#"><u>170</u></a>
<b>Limitation on Excess Business Losses of Non-Corporate Taxpayers Post 2020 (OB BB)</b> - The OB BB permanently extends the §461(l) limitation on excess business losses and renders §461(j) inapplicable to farm losses. Thus, for taxable years beginning after December 31, 2020, excess business losses of noncorporate taxpayers are disallowed for the year and carried forward as part of the taxpayer's NOL carryforward. An "excess business loss" is the excess of (i) aggregate deductions attributable to trades or businesses (without regard to the §461(l) limitation) over (ii) the sum of aggregate gross income or gain from such businesses plus a threshold amount. The threshold (indexed for inflation) was originally \$250,000 (\$500,000 for joint filers). The Act changes the inflation adjustment calculation for the \$250,000 amount; "2024" (and not "2017") is substituted for the "2016". For partnerships and S corporations, the limitation is applied at the partner or shareholder level.	<a href="#"><u>461(l)</u></a> <a href="#"><u>461(j)</u></a>
<p><b>Qualified business income (QBI) deduction 2018- 2025 (TCJA)</b> - For taxable years beginning after 2017 and before 2026, an individual taxpayer generally may deduct 20% percent of qualified business income (QBI) from a partnership, S corporation, or sole proprietorship, as well as 20% of aggregate qualified REIT dividends, qualified cooperative dividends, and qualified publicly traded partnership income. Special rules apply to specified agricultural or horticultural cooperatives. A limitation based on W-2 wages paid is phased in above a threshold amount of taxable income. A disallowance of the deduction with respect to specified service trades or businesses is also phased in above the threshold amount of taxable income.</p> <p><b>Post 2025 (OB BB)</b> - Permanently extends the 20% deduction for QBI, REIT dividends, and PTP income. Adds a new inflation-adjusted minimum deduction of \$400, available only if the taxpayer has at least \$1,000 of QBI from one or more active trades or businesses in which the taxpayer materially participates (§469(h)). The wage/capital limitation phase-in threshold and SSTB phase-out threshold are increased to \$75,000 (single) / \$150,000 (joint), indexed for inflation after 2026.</p>	<a href="#"><u>199A</u></a>

<p><b>Business Interest Limitation</b></p> <p><b>Post 2024</b> - The OBBB removes the sunset on the add-back for depreciation, amortization, and depletion in the calculation of adjusted taxable income (ATI). As a result, ATI will continue to be computed without regard to these items for all taxable years beginning after 2024. (Act Sec. 70303; amends §163(j)(8)(A)(v)).</p> <p><b>Post 2025</b> - Under the OBBB, the §163(j) limitation applies before interest capitalization, allowable interest is applied first to capitalized amounts, and any carryforward is treated solely as deductible interest. (Act Sec. 70341 amends §163(j)(10)). Also, ATI must also add back Subpart F income (§951(a)), net CFC tested income (formerly GILTI, §951A(a)), and §78 gross-up amounts, along with related deductions under §245A and §250, when applying the §163(j) business interest limit.” (Act Sec. 70342 amends §163(j)(8)(A)(vi)).</p>	<p><a href="#">163(j)</a></p>
<p><b>Meals provided at convenience of employer</b></p> <p><b>Pre 2018</b> - <b>100% deduction</b> for the cost of -</p> <ol style="list-style-type: none"> <li>1) Operating an employer-provided eating facility (as defined in §132(e)(2)), including the cost of food and beverages associated with that facility (whether subsidized or provided under §132(e)(1)); or</li> <li>2) Meals provided for the convenience of the employer and excludable under §119(a) (e.g., meals furnished on the employer’s premises for employees so they can work through meal periods).</li> </ol> <p><b>2018 to 2025 (TCJA)</b> - Employer-provided meals (§119) and employer-operated cafeterias (§132) costs reduced from 100% to <b>50% deductible</b>.</p> <p><b>Post 2025 (JCJA)</b> - <b>No deduction</b> for employer-provided meals (§119) and employer-operated cafeterias (§132) costs.</p> <p><b>Post 2025 (OBBB)</b> - <b>Exceptions</b> - The only carve-outs are for -</p> <ol style="list-style-type: none"> <li>1) §274(e)(8) — food or beverages sold to customers in a bona fide transaction (e.g., a restaurant or catering business selling meals).</li> <li>2) §274(n)(2)(C) — special OBBB exception for certain fishing vessels and fish processing facilities north of 50° latitude.</li> </ol>	<p><a href="#">274(o)</a></p>
<p><b>Moving Expense Reimbursement Exclusion</b></p> <p><b>2018–2025 (TCJA)</b> - The exclusion from gross income and wages for qualified moving expense reimbursements (§217) was suspended, except for U.S. Armed Forces members on active duty moving under military orders.</p> <p><b>Post-2025 (OBBB)</b> - The suspension was made permanent, but eligibility is expanded to include employees and new appointees of the intelligence community (as defined in the National Security Act) when relocation is required by a change in assignment.</p>	<p><a href="#">132(g)(2)</a></p>

<p><b>Domestic Research or Experimental Expenditures</b>  <b>2022-2024 (TCJA)</b> - No immediate expensing allowed. Mandatory 5-year amortization (beginning with the midpoint of the taxable year in which expenses are paid/incurred). 15-year amortization for specified R&amp;E expenditures which are attributable to research that is conducted outside of the U.S.</p> <p><b>Post 2025 (OBDD)</b> - The OBDD repeals the TCJA's mandatory amortization for U.S.-based research, restoring immediate expensing for domestic R&amp;E (with an option to amortize over at least 60 months), while foreign R&amp;E remains subject to 15-year amortization. <b>Transition rules permit special elections</b> - (i) eligible small businesses may apply the expensing rules retroactively to post-2021 expenditures (i.e., amend prior year returns to claim deductions), and (ii) taxpayers who capitalized domestic R&amp;E in 2022–2024 may deduct any remaining unamortized balances beginning in 2025, either in full that year or ratably over 2025–2026.</p>	<p><a href="#"><u>174</u></a>  <a href="#"><u>NEW 174A</u></a></p>
<p><b>Excessive Employee Compensation (Post 2025)</b> - The OBDD expands §162(m) so that the \$1 million deduction limit for executive compensation applies across all members of a publicly held corporation's broader controlled group, including affiliated service groups under §414(b), (c), (m), and (o). Compensation paid to a "specified covered employee" is aggregated across the group, and any excess above \$1 million must be prorated among the group members. This rule applies to tax years beginning after December 31, 2025.</p>	<p><a href="#"><u>162(m)</u></a></p>
<p><b>Transactions between partner and partnership (Post 07-04-25)</b> - The OBDD amends §707(a)(2) by eliminating the requirement that recharacterization of disguised sales or service/property transfers be done under IRS regulations, allowing the IRS to recharacterize such transactions directly. This change applies to services performed or property transferred after July 4, 2025, and does not affect transactions occurring on or before that date.</p>	<p><a href="#"><u>707(a)(2)</u></a></p>
<p><b>Bonus Depreciation</b>  <b>09-28-2017 to 12-31-2026 (TCJA)</b> - Bonus depreciation under §168(k) was extended and modified. The rate increased from 50% to 100% for qualified property placed in service after September 27, 2017 and before January 1, 2023 (January 1, 2024 for longer-production-period property and certain aircraft). The phase-down rates applied as follows - 80% (2023), 60% (2024), 40% (2025), 20% (2026). Qualified property could be new or used, and the definition was expanded to include certain film, TV, and live theatrical productions placed in service before Jan. 1, 2027. A transition election allowed taxpayers to apply 50% instead of 100% in their first taxable year ending after Sept. 27, 2017.</p> <p><b>Post-01-19-2025 (OBDD)</b> - The OBDD permanently sets bonus depreciation at 100% under §168(k) for qualified property acquired after January 19, 2025. Eligible property types remain unchanged, except for adjustments to date criteria.</p> <p><b>Transition Rule (OBDD)</b> - For a taxpayer's first taxable year ending after January 1, 2025, an election may be made to apply reduced bonus rates (i.e., 40% for standard qualified property and 60% for longer-production-period property, certain aircraft, and specified plants) instead of 100%.</p>	<p><a href="#"><u>168(k)</u></a></p>



<p><b>100% Depreciation Election for Real Property Used for Producing Tangible Personal Property (&gt; 01-19-2025 &amp; &lt; 01-01-2029)</b> - Taxpayers may elect a 100% depreciation deduction for qualified production property (QPP) in the year it is placed in service. The basis is reduced by the amount deducted. QPP includes nonresidential real property used as an integral part of a qualified production activity (QPA), such as manufacturing, refining, or agricultural or chemical production. To qualify, the original use of the property must begin with the taxpayer, construction must begin after January 19, 2025, and before January 1, 2029, and the property must be placed in service in the United States (or a U.S. possession) before January 1, 2031. Portions of the property used for non-production functions are excluded from this treatment.</p> <p><b>Excluded property</b> - QPP excludes property used for offices, sales, research, software development, lodging, or administrative functions, as well as ADS property and leased property. It must meet the original use requirement, with limited exceptions for unused, unrelated-party acquisitions.</p> <p><b>Recapture</b> - A 10-year recapture period applies if the property ceases to be used in a QPA. Coordination rules apply for the AMT and other first-year depreciation elections.</p>	<p><a href="#">168(n)</a> <a href="#">1245(a)(3)(G)</a></p>
<p><b>5-Year MACRS for Energy Property</b> - The OBBB eliminates 5-year MACRS classification for energy property (e.g., solar, wind, geothermal, fuel cells, energy storage) for projects beginning after 12-31-24, ending accelerated cost recovery.</p>	<p><a href="#">168(e)(B)(iv)</a></p>
<p><b>Information Reporting</b></p>	<p><b>IRC Section</b></p>
<p><b>Information Reporting at the Source (Post 2025)</b> - Under pre-OBBB law, businesses were required to file information returns for payments of \$600 or more in a calendar year for fixed or determinable income. The OBBB raises this threshold to \$2,000 for payments made after December 31, 2025, and beginning in 2027 the amount will be indexed annually for inflation (rounded to the nearest \$100).</p>	<p><a href="#">§6041</a></p>
<p><b>Information Reporting for Services and Direct Sales (Post 2025)</b> - Originally enacted in 1982, §6041A required information reporting for payments for services and certain government or tax-exempt payors, using the same \$600 threshold as §6041. The OBBB now ties its threshold directly to §6041, so service payments (including subcontractor payments in rental real estate) will also be subject to the new \$2,000, inflation-indexed limit beginning in 2027.</p>	<p><a href="#">§6041A</a></p>
<p><b>Information Reporting for Payment Card &amp; Third Party Network Transactions (Post 2024)</b> - The OBBB reinstates the pre-ARPA de minimis exception, so Form 1099-K reporting is required only if aggregate payments exceed \$20,000 and the number of transactions exceeds 200 in a calendar year (§6050W(e)). The same \$20,000/200 threshold now applies for backup withholding under §3406, meaning payments through third-party networks are reportable only if both tests are met.</p>	<p><a href="#">§6050W</a></p>

<b>Business Credits &amp; Investment Provisions</b>	
<b>Employee Retention Tax Credit (ERTC)</b> - The OBBB cracks down on questionable ERTC claims by (i) imposing \$1,000 per-failure penalties on “promoters” who fail due diligence, (ii) barring all new ERTC claims after Jan. 31, 2024, (iii) giving IRS 6 years to audit ERTC claims, and (iv) broadening the erroneous refund penalty to cover employment taxes.	OBBB Act Sec. 70605
<b>New markets tax credit (NMTC)</b> - The OBBB makes the NMTC permanent by amending §45D(f)(1)(H) to authorize allocations for every year after 2019. The NMTC provides a credit for qualified equity investments in qualified community development entities (CDEs) that invest in low-income communities (claimed on <a href="#">Form 8874</a> ). Unused allocation authority may be carried forward for up to five years; any excess from years before 2026 is treated as arising in 2025. Effective for calendar years beginning after December 31, 2025.	<a href="#">45D</a>
<b>New Energy Efficient Home Credit</b> ( <a href="#">Form 8908</a> ) - The OBBB amends §45L(h) to accelerate the expiration of the credit. This credit applied to eligible contractors for the construction or manufacture of energy-efficient new homes. Builders and developers may not claim the credit for homes acquired after June 30, 2026.	<a href="#">45L</a>
<b>Paid family and medical leave credit</b> ( <a href="#">Form 8994</a> ) - The OBBB made §45S a permanent general business credit beginning in 2026. Employers with a qualifying written policy may claim a 12.5%–25% credit for up to 12 weeks of paid family and medical leave, based on wages or qualifying insurance premiums. Employees must meet service, hours, and wage limits; state-mandated leave counts toward eligibility but not for the credit. Employers must reduce deductions for wages or premiums by the credit amount.	<a href="#">45S</a> 
<b>Advanced Manufacturing Investment (CHIPS) Credit</b> <b>Pre-2026</b> - Eligible taxpayers may claim a 25% credit for qualified investments in advanced manufacturing facilities whose primary purpose is the manufacture of semiconductors or semiconductor manufacturing equipment, provided the property is placed in service before January 1, 2027.  <b>Post 2025 (OBBB)</b> - Beginning with property placed in service after December 31, 2025, the OBBB increases the credit rate to 35%. The eligibility rules and the January 1, 2027 cutoff remain unchanged.	<a href="#">48D</a>
<b>Opportunity Zones</b> - The OBBB Act Section 70421 makes Opportunity Zones permanent, with redesignations every 10 years and stricter eligibility rules. It replaces the 2026 sunset with rolling 5-year deferrals, adds a 10% basis step-up (30% for rural funds), maintains the 10-year gain exclusion with a 30-year cap, and eases rural improvement tests. The law also imposes strong reporting and penalties, with Treasury required to publish annual and semi-decennial impact reports.	<a href="#">1400Z-1</a> <a href="#">1400Z-2</a> 



## OBBS Subchapter A – Termination of Green New Deal Subsidies

OBBS	IRC	Credit / Deduction	OBBS Change	Effective Date
§70501	§25E	Previously-Owned Clean Vehicle Credit	Sunset accelerated	September 30, 2025
§70502	§30D	Clean Vehicle Credit (new EVs)	Sunset accelerated; conforming amendments	September 30, 2025
§70503	§45W	Qualified Commercial Clean Vehicles Credit	Sunset accelerated	September 30, 2025
§70504	§30C	Alternative Fuel Vehicle Refueling Property Credit	Sunset accelerated	June 30, 2026
§70505	§25C	Energy Efficient Home Improvement Credit	Sunset accelerated; furnace/boiler definition updated	December 31, 2025
§70506	§25D	Residential Clean Energy Credit (solar, wind, etc.)	Sunset accelerated; percentage table simplified	December 31, 2025
§70507	§179D	Energy Efficient Commercial Buildings Deduction	Sunset accelerated	Construction beginning after June 30, 2026
§70508	§45L	New Energy Efficient Home Credit	Sunset accelerated	June 30, 2026
§70509	§168	Cost Recovery for Energy Property	Accelerated repeal of bonus depreciation for certain energy property	Construction beginning after December 31, 2024
§70510	§45U	Zero-Emission Nuclear Power Production Credit	Denied to specified foreign entities (after July 4, 2025); denied to foreign-influenced entities (after July 4, 2027)	July 4, 2025 (enactment); phased restrictions through 2027
§70511	§45V	Clean Hydrogen Production Credit	Termination accelerated	January 1, 2028
§70512	§45Y	Clean Electricity Production Credit	Terminates for wind/solar after 12/31/2027; restrictions on foreign entities; special nuclear rules	Generally tax years after July 4, 2025; construction after December 31, 2025 (foreign entity rules)
§70513	§48E	Clean Electricity Investment Credit	Terminates for wind/solar after 12/31/2027; foreign entity restrictions; recapture rules; denial for leasing; domestic content changes; applies to fuel cells (30%)	Generally tax years after July 4, 2025; phase-ins 2025–2027
§70514	§45X	Advanced Manufacturing Production Credit	Modifies integrated component rules; phases out critical minerals (2031–2033);	Generally tax years after July 4, 2025;

			terminates wind components after 2027; metallurgical coal after 2029; adds metallurgical coal as a “critical mineral”; foreign entity restrictions	some rules apply 2026–2027
§70515	§48C	Advanced Energy Project Credit Program	Prohibits increases in allocation authority	July 4, 2025 (date of enactment)

### **OBBB Subchapter B – Enhanced America-First Energy Policies**

OBBB	IRC	Credit / Deduction	OBBB Change	Effective Date
§70521	§45Z, §40A, §6426, §7701	Clean Fuel Production Credit & Agri-Biodiesel Credit	Extends §45Z credit through 2029; prohibits foreign feedstocks; no negative emission rates; excludes indirect land-use emissions; adds manure-specific rules; prevents double crediting; modifies SAF rules (no palm oil, eliminates special rate); terminates §6426(k) SAF credit Sept. 30, 2025; doubles agri-biodiesel small producer credit to \$0.20/gal (through 2026); foreign entity restrictions	Effective for fuel produced/sold after December 31, 2025 (most); SAF coordination applies July 4, 2025; agri-biodiesel extension applies June 30, 2025
§70522	§45Q	Carbon Oxide Sequestration Credit	Restricts credit for prohibited foreign entities and foreign-influenced entities; harmonizes uses/utilizations (storage, EOR, utilization); adjusts credit rates (\$17 base, indexed after 2026; \$36 for storage/EOR)	Effective for facilities/equipment placed in service after July 4, 2025
§70523	§56A	Intangible Drilling & Development Costs (IDCs)	Allows tax deductions for IDCs to reduce AFI (book income) under corporate minimum tax; aligns treatment of depreciation, depletion, and IDC deductions	Effective for tax years after December 31, 2025
§70524	§7704	Publicly Traded Partnerships (Qualifying Income)	Expands qualifying PTP income to include hydrogen storage, carbon capture, advanced nuclear, hydropower, and geothermal	Effective for tax years after December 31, 2025
§70525	§6435	Dyed Fuel Payments	New provision allows refunds of excise tax previously paid on indelibly dyed diesel/kerosene improperly taxed; adds penalties for excessive claims	Effective 180 days after July 4, 2025

## Business Provisions Expiring after 2025

**Work opportunity tax credit (WOTC)** - The WOTC is equal to 40% of up to \$6,000 of wages paid to, or incurred on behalf of, an individual who 1) is in their first year of employment; 2) is certified as being a member of a targeted group; and 3) performs at least 400 hours of services for that employer. Thus, the maximum tax credit is generally \$2,400. A 25% rate applies to wages for individuals who perform fewer than 400 but at least 120 hours of service for the employer. Up to \$24,000 in wages may be taken into account in determining the WOTC for certain qualified veterans. An employer cannot claim the WOTC for employees who are rehired. [Form 5884](#) & [Form 8850](#)

[51\(c\)\(4\)](#)



**Empowerment zone tax incentives** - This is a tax credit for employers who hire employees who live and work in an Empowerment Zone. [Form 8844](#)

[1391](#) & [1394](#)

## Miscellaneous OBBB Provisions

### Premium Tax Credit (PTC) Limited to Certain Lawfully Present Noncitizens (Post 2026)

#### PTC Background

Under Code §36B, an applicable taxpayer enrolled in a qualified health plan (QHP) through an Exchange may claim a refundable PTC. The credit is based in part on monthly premiums for one or more QHPs covering the taxpayer, spouse, and/or dependents enrolled through an Exchange. Premiums for individuals not lawfully present are not counted in computing the PTC under current law.

**UPDATE** - Under the OBBB Act §71301(a), amending §36B(e)(1), the PTC is not available for premiums attributable to lawfully present individuals outside the three “eligible alien” categories - e.g., DACA recipients, TPS holders, and nonimmigrant visa holders (such as many work, student, or visitor visas).

#### OBBB Act §71301 Changes

For individuals who are lawfully present, the OBBB creates a narrower class of “eligible aliens.” Going forward, premiums attributable to lawfully present individuals who are not “eligible aliens” will not be taken into account in computing the PTC.

#### Who qualifies as an “eligible alien” (§36B(e)(2)):

A lawfully present individual who is, and is reasonably expected to be for the entire enrollment period for which the PTC is claimed, one of the following:

1. Lawful permanent resident under the INA (i.e., green-card holder);
2. Cuban/Haitian entrant as defined in REAA §501(e); or
3. A person lawfully residing in the U.S. under a Compact of Free Association (COFA) (FSM, RMI, Palau) per 8 U.S.C. §1612(b)(2)(G).

#### Exchange verification & conforming changes

ACA §1411/§1412 are amended to require attestation/verification of eligible-alien status when determining PTC eligibility and advance payments; related MEC terminology is aligned by amending §5000A(d)(3) to reference “eligible alien.”

#### Effective dates

- PTC/MEC changes: Tax years beginning after December 31, 2026.
- Exchange verification/attestation changes: Plan years beginning on or after January 1, 2027.

## Trump Accounts (§530A) (Post 2025)

**UPDATE** – The OBBA enacted new IRC [§530A](#) effective for taxable years beginning after 2025.

### Trump Accounts (§530A(a) & (b))

**NOTE** - Except as provided in this section or under regulations or guidance established by the Secretary, a Trump account shall be treated for purposes of this title in the same manner as an individual retirement account under §408(a).

#### In general

The term "Trump account" means an individual retirement account (as defined in §408(a)) which is not designated as a Roth IRA and which meets the following requirements:

1. The account-
  - a. is created or organized by the Secretary for the exclusive benefit of an eligible individual or such eligible individual's beneficiaries, or
  - b. is-
    - i. created or organized in the United States for the exclusive benefit of an individual who has not attained the age of 18 before the end of the calendar year, or such individual's beneficiaries, and
    - ii. funded by a qualified rollover contribution.
2. The **account is designated** (in such manner as the Secretary shall prescribe) at the time of the establishment of the account **as a Trump account**.
3. The **written governing instrument** creating the account meets the following requirements:
  - a. No contribution will be accepted-
    - i. before the date that is 12 months after the date of the enactment (July 4, 2025) of this section, or
    - ii. in the case of a contribution made in any calendar year before the calendar year in which the account beneficiary attains age 18, if such contribution would result in aggregate contributions (other than exempt contributions) for such calendar year in excess of the annual contribution limit.
  - b. Except as provided in §530A(d), no distribution will be allowed before the first day of the calendar year in which the account beneficiary attains age 18.
  - c. No part of the account funds will be invested in any asset other than an eligible investment during any period before the first day of the calendar year in which the account beneficiary attains age 18.

#### Eligible individual

The term "eligible individual" means any individual-

1. who has **not attained the age of 18** before the close of the calendar year in which the election under subparagraph 3 is made,
2. for whom a **social security number** (within the meaning of §24(h)(7)) has been issued before the date on which an election under subsection 3 is made, and
3. for whom an election is made -
  - a. by the Secretary based on IRS data (if criteria met and no prior election), or
  - b. by another person (e.g., parent/guardian) per IRS rules.

**Eligible investment**

The term "eligible investment" means any mutual fund or exchange traded fund which-

1. tracks the returns of a qualified index,
2. does not use leverage,
3. does not have annual fees and expenses of more than 0.1% of the balance of the investment in the fund, and
4. meets such other criteria as the Secretary determines appropriate for purposes of this section.

**Qualified index**

The term "qualified index" means:

1. the Standard and Poor's 500 stock market index, or
2. any other index-
  - a. which is comprised of equity investments in primarily United States companies, and
  - b. for which regulated futures contracts (as defined in §1256(g)(1)) are traded on a qualified board or exchange (as defined in §1256(g)(7)).

**NOTE** - Such term shall not include any industry or sector-specific index, but may include an index based on market capitalization.

**Account beneficiary**

The term "account beneficiary" means the individual on whose behalf the Trump account was established.

**Treatment of contributions (§530A(c))****No deduction allowed**

No deduction shall be allowed under §219 for any contribution which is made before the first day of the calendar year in which the account beneficiary attains age 18.

**Contribution limit**

In the case of any contribution made before the calendar year in which the account beneficiary attains age 18, the aggregate amount of contributions (other than exempt contributions) for such calendar year shall not exceed \$5,000 (adjusted for inflation in \$100 increments after 2027).

**Exempt contribution**

The term "exempt contribution" means-

1. a qualified rollover contribution,
2. any qualified general contribution, or
3. any contribution provided under §6434 (i.e., Federal government \$1,000 contributions to Trump accounts under pilot program).

**Timing of contributions**

The §219(f)(3) rule allowing IRA contributions to be made up to the due date of the return (generally April 15 of the following year) shall not apply to any contribution made to a Trump account for any taxable year ending before the calendar year in which the account beneficiary attains age 18.

## **Certain Contributions to Trump Accounts (§139J)**

Gross income of an account beneficiary shall not include any qualified general contribution to a Trump account of the account beneficiary.

**NOTE** - Any term used in this section which is used in §530A shall have the meaning given such term under §530A.

## **Distributions (§530A(d))**

### **In general – No distribution before age 18**

Except as otherwise provided in this subsection, no distribution shall be allowed before the first day of the calendar year in which the account beneficiary attains age 18.

### **Tax treatment of allowable distributions**

For purposes of applying §72 to any amount distributed from a Trump account, the investment in the contract shall not include-

1. any qualified general contribution,
2. any contribution provided under §6434 (i.e., Federal government \$1,000 contributions to Trump accounts under pilot program), and
3. the amount of any contribution which is excluded from gross income under §128 (i.e., employer contributions to Trump accounts).

### **Qualified rollover contributions**

The no distribution before age 18 rule shall not apply to any distribution which is a qualified rollover contribution and the amount of such distribution shall not be included in the gross income of the beneficiary.

### **Qualified ABLE rollover contributions**

The no distribution before age 18 rule shall not apply to any distribution which is a qualified ABLE rollover contribution and the amount of such distribution shall not be included in the gross income of the beneficiary. The term "qualified ABLE rollover contribution" means an amount which is paid during the calendar year in which the account beneficiary attains age 17 in a direct trustee-to-trustee transfer from a Trump account maintained for the benefit of the account beneficiary to an ABLE account (as defined in §529A(e)(6)) for the benefit of the such account beneficiary, but only if the amount of such payment is equal to the entire balance of the Trump account from which the payment is made.

### **Distributions of excess contributions**

In the case of any contribution which is made before the calendar year in which the account beneficiary attains age 18 and which is in excess of the annual contribution limitation in effect for the calendar year:

1. The general restriction on early distributions does not apply to removing the excess amount.
2. The excess amount withdrawn is not included in the beneficiary's gross income.
3. The distributee's tax for the year of the distribution is increased by 100% of the net income attributable to the excess contribution (determined without regard to item 2 above).

**NOTE** - Withdraw the excess contribution (and its earnings) as soon as discovered to avoid the 100% tax on earnings.

### Treatment of death of account beneficiary

If, by reason of the death of the account beneficiary before the first day of the calendar year in which the account beneficiary attains age 18, any person acquires the account beneficiary's interest in the Trump account-

1. The early distribution restriction does not apply.
2. Such account shall cease to be a Trump account as of the date of death, and
3. The fair market value of the account assets on the date of death, reduced by the investment in the contract, is taxable as follows:
  - a. **If the recipient is not the beneficiary's estate:** The amount is included in the recipient's gross income for the tax year that includes the date of death.
  - b. **If the recipient is the beneficiary's estate:** The amount is included in the beneficiary's gross income for their final tax year.

### Qualified rollover contribution (§530A(e))

For purposes of this section, the term "qualified rollover contribution" means an amount which is paid in a direct trustee-to-trustee transfer from a Trump account maintained for the benefit of the account beneficiary to a Trump account maintained for such beneficiary, but only if the amount of such payment is equal to the entire balance of the Trump account from which the payment is made.

### Qualified general contribution (§530A(f))

#### Definition

A qualified general contribution is a contribution that meets all of the following:

1. Made by the Secretary pursuant to a general funding contribution.
2. Directed to the Trump account of an account beneficiary who is part of the qualified class specified in the general funding contribution.
3. Amount per beneficiary equals:  

$$(\text{Total general funding contribution}) \div (\text{Number of beneficiaries in the qualified class})$$

#### General funding contribution

A general funding contribution is a contribution that:

1. Is made by either:
  - a. An entity described in §170(c)(1) (excluding U.S. possessions or their political subdivisions) or an Indian tribal government, or
  - b. An organization described in §501(c)(3) and exempt under §501(a).
2. Specifies the qualified class of account beneficiaries to receive the contribution.

**NOTE** - Qualified general contributions to Trump accounts from tax-exempt entities, such as private foundations, are not subject to the \$5,000 annual limit. These third-party contributions must be made to all eligible children within a qualified group (e.g., all children in a state, a specific school district, or an educational institution).

#### Qualified Class

A qualified class means any of the following groups:

1. All account beneficiaries under age 18 before the end of the calendar year in which the contribution is made.
2. All beneficiaries under age 18 and residing in one or more states or other qualified geographic areas specified in the general funding contribution.
3. All beneficiaries under age 18 and born in one or more calendar years specified in the general funding contribution.



**NOTE** - A qualified geographic area is a geographic area with at least 5,000 account beneficiaries, and designated as such by the Secretary.

### **Trustee selection (§530A(g))**

In the case of any Trump account created or organized by the Secretary, the Secretary shall take into account the following criteria in selecting the trustee:

1. The history of reliability and regulatory compliance of the trustee.
2. The customer service experience of the trustee.
3. The costs imposed by the trustee on the account or the account beneficiary.

### **Other special rules and coordination with IRA rules (§530A(h))**

- **Inapplicable IRA Provisions:** Certain IRA rules under §408 (subsections (k), (p), (d), and (i)) do not apply to Trump accounts until the year the beneficiary turns 18.
- **Custodial Account Definition:** §408(h) is modified so that “Trump account” replaces “IRA” in the custodial account definition.
- **Contribution Limits:** Before age 18, Trump account contributions are not counted toward contribution limits for any other IRA or retirement plan.
- **Separate Distribution Rules:** The IRA pro-rata distribution rules (§408(d)(2)) are applied separately for Trump accounts and other IRAs.
- **Excess Contributions:** For beneficiaries under 18, “excess contributions” means amounts exceeding the annual Trump account limit under §530A(c)(2), plus any carryover excess from the prior year, reduced by timely-distributed excesses under §530A(d)(5).

### **Reporting Requirements (§530A(i))**

#### **Annual Reporting**

Trustees must report to both the IRS and the account beneficiary, including:

- Contributions (and the amount/source for any >\$25 from a third party other than the Secretary, beneficiary, or parent/guardian).
- Distributions (including qualified rollovers).
- Fair market value of the account.
- Investment in the contract.
- Other information required by the IRS.

#### **30-Day Rollover Reporting**

For each qualified rollover contribution, trustees must report to the IRS within 30 days, including:

- Beneficiary’s name, address, and SSN.
- Trustee’s name and address.
- Account and routing numbers.
- Any other information required by the IRS.

#### **End of Reporting Period**

Reporting obligations cease after the calendar year in which the beneficiary turns 17.

<b>§530A Trump Accounts</b>		
<b>Provision</b>	<b>Summary</b>	<b>Key Details / Limits</b>
General Rule (§530A(a))	Trump accounts generally treated as traditional IRAs under §408(a) unless otherwise specified.	Subject to unique rules in §530A.
Definition (§530A(b)(1))	An IRA (non-Roth) created by the Secretary or privately for a minor under 18, funded by qualified rollover or contributions.	Must be designated a “Trump account” at setup; restrictions on contributions, distributions, and investments until age 18.
Eligible Individual (§530A(b)(2))	Individual under age 18 with SSN issued before election date; only one election allowed per person.	Election may be made by Secretary or other person as prescribed.
Eligible Investment (§530A(b)(3))	Certain low-cost index funds (S&P 500 or similar) meeting strict criteria.	≤0.1% annual expenses; no leverage; U.S. equity focus; no sector-specific indexes.
Contribution Rules (§530A(c))	No deduction allowed before age 18; annual limit \$5,000 before age 18 (indexed after 2027).	Exempt contributions: qualified rollovers, qualified general contributions, §6434 contributions.
Timing (§530A(c)(3))	§219(f)(3) April 15 timing rule does not apply before age 18.	Contributions must be made in the same tax year.
Distributions (§530A(d))	Generally no distributions allowed before age 18.	Exceptions: qualified rollovers, ABLE rollovers at age 17, excess contributions, death of beneficiary.
Excess Contributions (§530A(d)(5))	Excess amounts returned tax-free; 100% penalty on earnings from excess.	Applies before age 18.
Death Before Age 18 (§530A(d)(6))	Account ceases to be a Trump account; FMV less investment in contract is taxable to inheritor or estate.	
Qualified Rollover Contribution (§530A(e))	Full trustee-to-trustee transfer of entire account balance to another Trump account for same beneficiary.	
Qualified General Contribution (§530A(f))	Funded by Secretary from certain governmental or charitable sources to a class of beneficiaries.	Class can be all minors, minors in a certain area, or minors born in certain years.
Trustee Selection (§530A(g))	Secretary must consider reliability, service, and cost.	Applies when Secretary creates the account.
Special Rules (§530A(h))	Certain IRA rules do not apply before age 18; contributions before age 18 don’t count toward other IRA limits; distributions treated separately from other IRAs.	Excess contributions defined separately for pre-age-18 years.
Reporting (§530A(i))	Trustee must report contributions, distributions, FMV, contract investment, and other data annually to IRS and beneficiary.	30-day IRS report for rollovers; reporting ends after year beneficiary turns 17.

## Trump Accounts Contribution Pilot Program ([§6434](#))

### General Rule (§6434(a))

In the case of an individual who makes an election under this section with respect to an eligible child of the individual, such eligible child shall be treated as making a payment against the tax imposed by subtitle A (for the taxable year for which the election was made) in an amount equal to \$1,000.

### Refund of payment (§6434(b))

The \$1,000 amount is refunded by the IRS and deposited directly into the Trump account for which the child is the account beneficiary.

### Eligible child (§6434(c))

The term "eligible child" means a qualifying child (as defined in §152(c)):

1. who is born after December 31, 2024, and before January 1, 2029,
2. with respect to whom no prior election has been made under this section by such individual or any other individual, and
3. who is a United States citizen.

### Election (§6434(d))

An election under this section shall be made at such time and in such manner as the Secretary shall provide.

### Social security number required (§6434(e))

This section shall not apply to any taxpayer unless such individual includes with the election made under this section the social security number (as defined in §24(h)(7)) of the eligible child with respect to whom the election is made.

### Exception from reduction or offset (§6434(f))

Any payment made to any individual under this section shall not be-

1. subject to reduction or offset pursuant to §6402(c), (d), (e), or (f) or any similar authority permitting offset (i.e., pay child support, federal or state debts, or other obligations normally collected through IRS refund offsets), or
2. reduced or offset by other assessed Federal taxes that would otherwise be subject to levy or collection.

### Special rule regarding interest (§6434(g))

The period determined under §6611(a) with respect to any payment under this section shall not begin before January 1, 2028. Thus, if the IRS owes interest on a Trump account payment under §6611(a), the clock for calculating that interest won't start until January 1, 2028, regardless of when the payment is processed.

### Mirror code possessions (§6434(g))

In the case of any possession of the United States with a mirror code tax system (as defined in §24(k)), this section shall not be treated as part of the income tax laws of the United States for purposes of determining the income tax law of such possession unless such possession elects to have this section be so treated.

### Definitions

For purposes of this section, the terms "Trump account" and "account beneficiary" have the meaning given such terms in §530A(b).

## Employer Contributions to Trump Accounts (§128)

**UPDATE** – The OBBB enacted new IRC [§128](#) effective for taxable years beginning after 2025.

### General Rule

Gross income of an employee does not include amounts paid by the employer as a contribution to the Trump account of such employee or of any dependent of such employee if the amounts are paid or incurred pursuant to a Trump account contribution program (described in §128(c)).

### Annual Limitation

The amount which may be excluded with respect to any employee shall not exceed \$2,500.

**NOTE** – After 2027, the \$2,500 amount will be increased in \$100 increments for inflation.

### Trump account contribution program

A Trump account contribution program is a separate written plan of an employer for the exclusive benefit of his employees to provide contributions to the Trump accounts of such employees or dependents of such employees which meets requirements similar to the requirements of a dependent care assistance program under §129(d)(2), (3), (6), (7), and (8).

§129(d) Requirements for Dependent Care Assistance Programs		
Subsection	Rule	Requirement
§129(d)(2)	Non-discrimination	Contributions or benefits must <b>not favor highly compensated employees</b> (per §414(q)).
§129(d)(3)	Eligibility	The plan must benefit employees who qualify under the employer's classification, <b>not biased toward highly compensated employees</b> .
§129(d)(6)	Notification	<b>Reasonable notice</b> of the program's availability and terms must be provided to eligible employees.
§129(d)(7)	Year-end Statement	Employers must provide a <b>written statement by January 31</b> detailing the dependent care assistance paid/incurred in the prior calendar year.
§129(d)(8)	Collective Bargaining Exception	Benefits are allowed for employees covered by bona fide <b>collective bargaining agreements</b> , if dependent care was subject to genuine negotiation.

## Qualified Tuition Programs (QTP) – 529 Plans (§529)

### 529 Plans Background

A Qualified Tuition Program (QTP), also known as a 529 plan, is a program established and maintained by a state (or an agency or instrumentality of a state) or by an eligible educational institution to allow individuals to:

1. **Prepayment Plan** - allows people to prepay all or part of a designated beneficiary's qualified higher education expenses, usually limited to tuition;
2. **Savings Plan** - which allows people to make contributions to a special account established for the purpose of accumulating earnings that can later be withdrawn to pay a designated beneficiary's "qualified higher education expenses" (which are more broadly defined).

**NOTE** - Educational institutions may only offer prepaid tuition programs, while state-sponsored plans may offer account-based programs.

### Contributions

- Contributions are not deductible for federal income tax purposes (some states may offer deductions or credits).
- Earnings grow tax-free while in the plan.
- Contributions to a 529 plan are treated as present interest gifts to the beneficiary subject to the annual gift tax exclusion under §2503(b).
- Under IRC §529(c)(2)(B) and Reg. §1.529-5(b)(2), donors may elect to treat a single 529 plan contribution as made ratably over five years for gift tax purposes.
- Contributions must not exceed what is reasonably necessary to cover anticipated education expenses.
- Each plan sets a maximum contribution limit per beneficiary - consult the plan administrator for details.

### Distributions

- Distributions from a QTP will be reported on [\*Form 1099-Q - Payments from Qualified Education Programs \(Under Sections 529 and 530\)\*](#).
- Qualified distributions are not subject to federal income tax.
- Nonqualified distributions - earnings portion is subject to income tax and generally a 10% penalty, unless an exception applies (e.g., death, disability, scholarship).

### Special Roth IRA Rollover (Post 2023)

Under the SECURE 2.0 Act and as codified in §529(c)(3)(E), qualified rollovers from a QTP to a Roth IRA are permitted if:

1. the Roth IRA is in the name of the QTP beneficiary,
2. the QTP has been open for at least 15 years.
3. the rollover is completed via direct trustee-to-trustee transfer,
4. contributions and earnings distributed do not include amounts contributed in the last 5 years, and
5. the rollover is subject to the Roth IRA annual contribution limit and a \$35,000 lifetime cap.

## K-12 Education Expenses (§529(e)(3))

The definition of QHEEs for K-12 education includes:

- Tuition
- Curriculum and curricular materials
- Books or instructional materials
- Online educational materials
- Tutoring or supplemental instruction (subject to licensing or credentialing rules)
- Standardized testing and entrance exams (e.g., ACT, SAT, AP)
- Dual enrollment in higher ed institutions
- Educational therapies for students with disabilities

**UPDATE** – The OBBB increases the annual cap increased from \$10,000 to \$20,000 per beneficiary, effective tax years beginning after December 31, 2025.

## Postsecondary Education Expenses (College and Beyond) (§529(e)(3))

The definition of QHEEs for postsecondary education includes:

- Tuition, fees, books, supplies, and equipment required for enrollment or attendance at an eligible postsecondary institution.
- Room and board (if enrolled at least half-time).
- Expenses for registered apprenticeship programs, including tools and equipment.
- Up to \$10,000 per individual (lifetime) for qualified education loan repayments (for the beneficiary or a sibling).

## Postsecondary Credentialing Expenses (NEW §529(f))

Under the OBBB new IRC §529(f), distributions after July 4, 2025 may also be used for qualified postsecondary credentialing expenses, defined as:

### Covered Expenses

- Tuition, fees, books, supplies, and equipment required for participation in a recognized postsecondary credential program.
- Required testing fees to obtain or maintain such credentials.
- Required continuing education to maintain the credential.

### Recognized Postsecondary Credential Program must meet at least one of the following:

- Listed on a state-approved list under the Workforce Innovation and Opportunity Act (WIOA)
- Included in the WEAMS directory (Veterans Benefits Administration)
- Prepares individuals for nationally recognized credentialing exams
- Identified by the Secretary of the Treasury (in consultation with the Secretary of Labor) as reputable

### Recognized Postsecondary Credentials include:

- Credentials accredited by ICE, NCCA, or ANSI
- Programs in the DoD COOL directory
- Apprenticeship completion certificates registered with the U.S. Department of Labor
- Occupational or professional licenses, and associated certifications
- WIOA-defined postsecondary credentials

## Federal Scholarship Contribution Credit & Exclusion (Post 2026)

**UPDATE** – The OBBB Act Section 70411 establishes a new federal income tax credit under [§25F](#) for individuals who contribute cash to eligible scholarship-granting organizations (SGOs). A related exclusion under [§139K](#) allows qualifying scholarship amounts received by eligible students to be excluded from gross income. Effective for tax years ending after December 31, 2026.

### Credit for Contributions to SGOs (§25F)

Eligible individuals (U.S. citizens or residents) may claim a nonrefundable credit equal to the total amount of qualified cash contributions made to approved SGOs during the taxable year.

- **Annual Limit:** \$1,700 per taxpayer.
- **Coordination with State Credits:** The federal credit is reduced by any state income tax credit claimed for the same contribution.
- **Carryforward Provision:** Unused credit amounts may be carried forward up to 5 years.
- **No Double Tax Benefit:** Contributions claimed for this credit cannot also be deducted under IRC §170 as charitable contributions.

### Definition and Requirements for SGOs

To qualify, a scholarship-granting organization (SGO) must:

1. Be a 501(c)(3) public charity, but not a private foundation.
2. Maintain separate accounts for qualified contributions to prevent commingling with other funds.
3. Be included on a list of approved SGOs provided annually to the IRS by a participating state.
4. Provide scholarships to 10 or more students not all attending the same school.
5. Spend at least 90% of income on scholarships.
6. Fund only qualified elementary and secondary education expenses as defined in IRC §530(b)(3)(A).
7. Use an objective method for income verification and prioritize:
  - a. Students previously awarded a scholarship.
  - b. Siblings of previous recipients.
  - c. Not earmark contributions for specific students.

**NOTE** – A SGO may not award a scholarship to any disqualified persons (defined under IRC [§4946](#)).

### Eligible Students

To qualify for a scholarship:

1. The student must come from a household with income  $\leq$  300% of Area Median Gross Income (AMGI) (as defined under IRC §42).
2. The student must be eligible to enroll in a public elementary or secondary school.

### State List of SGOs

Only states that voluntarily submit an annual, certified list of Scholarship Granting Organizations (SGOs) to the IRS will be treated as “covered states.” The submission must come from the Governor or authorized designee, and the IRS will issue regulations to govern enforcement, recordkeeping, and reporting.

### Exclusion for Scholarships (§139K)

Any scholarship amount received for qualified elementary or secondary education expenses from an eligible SGO is excluded from gross income. This applies to amounts received by the taxpayer or their dependent.

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# Appendix TF

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# Tax Forms

**NOTE** – IRS releases draft versions of the forms, instructions & publications before finalizing them.

\* [Click here](#) to see **Current** forms, instructions & publications.

\* [Click here](#) to see **Draft** forms, instructions & publications.

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For the year Jan. 1–Dec. 31, 2025, or other tax year beginning , 2025, ending , 20 See separate instructions.

☐ Filed pursuant to section 301.9100-2 ☐ Combat zone ☐ Deceased MM / DD / YYYY Spouse MM / DD / YYYY

☐ Other

Your first name and middle initial	Last name	Your social security number
If joint return, spouse's first name and middle initial		Last name
		Spouse's social security number

Home address (number and street). If you have a P.O. box, see instructions.		Apt. no.	Check here if your main home, and your spouse's if filing a joint return, was in the U.S. for more than half of 2025. <input type="checkbox"/>
City, town, or post office. If you have a foreign address, also complete spaces below.		State	
Foreign country name		Foreign province/state/county	ZIP code
		Foreign postal code	<b>Presidential Election Campaign</b> Check here if you, or your spouse if filing jointly, want \$3 to go to this fund. Checking a box below will not change your tax or refund. <input type="checkbox"/> You <input type="checkbox"/> Spouse

**Filing Status** ☐ Single ☐ Head of household (HOH) ☐ Qualifying surviving spouse (QSS)

Check only one box.

☐ Married filing jointly (even if only one had income) ☐ Married filing separately (MFS). Enter spouse's SSN above and full name here: \_\_\_\_\_

☐ If treating a nonresident alien or dual-status alien spouse as a U.S. resident for the entire tax year, check the box and enter their name (see instructions and attach statement if required): \_\_\_\_\_

If you checked the HOH or QSS box, enter the child's name if the qualifying person is a child but not your dependent: \_\_\_\_\_

**Digital Assets** At any time during 2025, did you: (a) receive (as a reward, award, or payment for property or services); or (b) sell, exchange, or otherwise dispose of a digital asset (or a financial interest in a digital asset)? (See instructions.) ☐ Yes ☐ No

Dependents	Dependent 1	Dependent 2	Dependent 3	Dependent 4
(1) First name				
(2) Last name				
(3) SSN				
(4) Relationship				
(5) Check if lived with you more than half of 2025	(a) <input type="checkbox"/> Yes (b) <input type="checkbox"/> And in the U.S.	(a) <input type="checkbox"/> Yes (b) <input type="checkbox"/> And in the U.S.	(a) <input type="checkbox"/> Yes (b) <input type="checkbox"/> And in the U.S.	(a) <input type="checkbox"/> Yes (b) <input type="checkbox"/> And in the U.S.
(6) Check if	<input type="checkbox"/> Full-time student <input type="checkbox"/> Permanently and totally disabled	<input type="checkbox"/> Full-time student <input type="checkbox"/> Permanently and totally disabled	<input type="checkbox"/> Full-time student <input type="checkbox"/> Permanently and totally disabled	<input type="checkbox"/> Full-time student <input type="checkbox"/> Permanently and totally disabled
(7) Credits	<input type="checkbox"/> Child tax credit <input type="checkbox"/> Credit for other dependents	<input type="checkbox"/> Child tax credit <input type="checkbox"/> Credit for other dependents	<input type="checkbox"/> Child tax credit <input type="checkbox"/> Credit for other dependents	<input type="checkbox"/> Child tax credit <input type="checkbox"/> Credit for other dependents

☐ Check if your filing status is MFS or HOH and you lived apart from your spouse for the last 6 months of 2025, or you are legally separated according to your state law under a written separation agreement or a decree of separate maintenance and you did not live in the same household as your spouse at the end of 2025.

<b>Income</b>  Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld. If you did not get a Form W-2, see instructions.	<b>1a</b>	Total amount from Form(s) W-2, box 1 (see instructions)	<b>1a</b>	
	<b>b</b>	Household employee wages not reported on Form(s) W-2	<b>1b</b>	
	<b>c</b>	Tip income not reported on line 1a (see instructions)	<b>1c</b>	
	<b>d</b>	Medicaid waiver payments not reported on Form(s) W-2 (see instructions)	<b>1d</b>	
	<b>e</b>	Taxable dependent care benefits from Form 2441, line 26	<b>1e</b>	
	<b>f</b>	Employer-provided adoption benefits from Form 8839, line 31	<b>1f</b>	
	<b>g</b>	Wages from Form 8919, line 6	<b>1g</b>	
	<b>h</b>	Other earned income (see instructions). Enter type and amount: _____	<b>1h</b>	
	<b>i</b>	Nontaxable combat pay election (see instructions)	<b>1i</b>	
	<b>z</b>	Add lines 1a through 1h	<b>1z</b>	
	<b>2a</b>	Tax-exempt interest	<b>2a</b>	
	<b>3a</b>	Qualified dividends	<b>3a</b>	
	<b>c</b>	Check if your child's dividends are included in <b>1</b> <input type="checkbox"/> Line 3a <b>2</b> <input type="checkbox"/> Line 3b	<b>2</b>	
	<b>4a</b>	IRA distributions	<b>4a</b>	
	<b>c</b>	Check if (see instructions) <b>1</b> <input type="checkbox"/> Rollover <b>2</b> <input type="checkbox"/> QCD <b>3</b> <input type="checkbox"/>	<b>2</b>	
<b>5a</b>	Pensions and annuities	<b>5a</b>		
<b>c</b>	Check if (see instructions) <b>1</b> <input type="checkbox"/> Rollover <b>2</b> <input type="checkbox"/> PSO <b>3</b> <input type="checkbox"/>	<b>2</b>		
<b>6a</b>	Social security benefits	<b>6a</b>		
<b>c</b>	If you elect to use the lump-sum election method, check here (see instructions)	<b>6b</b>		
<b>d</b>	If you are married filing separately and lived apart from your spouse the entire year (see inst.), check here <input type="checkbox"/>			
<b>7a</b>	Capital gain or (loss). Attach Schedule D if required	<b>7a</b>		
<b>b</b>	Check if: <input type="checkbox"/> Schedule D not required <input type="checkbox"/> Includes child's capital gain or (loss)			
<b>8</b>	Additional income from Schedule 1, line 10	<b>8</b>		
<b>9</b>	Add lines 1z, 2b, 3b, 4b, 5b, 6b, 7a, and 8. This is your <b>total income</b>	<b>9</b>		
<b>10</b>	Adjustments to income from Schedule 1, line 26	<b>10</b>		
<b>11a</b>	Subtract line 10 from line 9. This is your <b>adjusted gross income</b>	<b>11a</b>		

**Tax and Credits**

<b>11b</b>	Amount from line 11a (adjusted gross income)	<b>11b</b>	
<b>12a</b>	Someone can claim <input type="checkbox"/> You as a dependent <input type="checkbox"/> Your spouse as a dependent		
<b>b</b>	<input type="checkbox"/> Spouse itemizes on a separate return	<b>c</b>	<input type="checkbox"/> You were a dual-status alien
<b>d</b>	<b>You:</b> <input type="checkbox"/> Were born before January 2, 1961 <input type="checkbox"/> Are blind		
	<b>Spouse:</b> <input type="checkbox"/> Was born before January 2, 1961 <input type="checkbox"/> Is blind		
<b>e</b>	<b>Standard deduction or itemized deductions</b> (from Schedule A)	<b>12e</b>	
<b>13a</b>	Qualified business income deduction from Form 8995 or Form 8995-A	<b>13a</b>	
<b>b</b>	Additional deductions from Schedule 1-A, line 38	<b>13b</b>	
<b>14</b>	Add lines 12e, 13a, and 13b	<b>14</b>	
<b>15</b>	Subtract line 14 from line 11b. If zero or less, enter -0-. This is your <b>taxable income</b>	<b>15</b>	
<b>16</b>	<b>Tax</b> (see instructions). Check if any from Form(s): <b>1</b> <input type="checkbox"/> 8814 <b>2</b> <input type="checkbox"/> 4972 <b>3</b> <input type="checkbox"/>	<b>16</b>	
<b>17</b>	Amount from Schedule 2, line 3	<b>17</b>	
<b>18</b>	Add lines 16 and 17	<b>18</b>	
<b>19</b>	Child tax credit or credit for other dependents from Schedule 8812	<b>19</b>	
<b>20</b>	Amount from Schedule 3, line 8	<b>20</b>	
<b>21</b>	Add lines 19 and 20	<b>21</b>	
<b>22</b>	Subtract line 21 from line 18. If zero or less, enter -0-	<b>22</b>	
<b>23</b>	Other taxes, including self-employment tax, from Schedule 2, line 21	<b>23</b>	
<b>24</b>	Add lines 22 and 23. This is your <b>total tax</b>	<b>24</b>	

**Standard deduction for—**

- Single or Married filing separately, \$15,750
- Married filing jointly or Qualifying surviving spouse, \$31,500
- Head of household, \$23,625
- If you checked a box on line 12a, 12b, 12c, or 12d, see inst.

**Payments and Refundable Credits**

<b>25</b>	Federal income tax withheld from:		
<b>a</b>	Form(s) W-2	<b>25a</b>	
<b>b</b>	Form(s) 1099	<b>25b</b>	
<b>c</b>	Other forms (see instructions)	<b>25c</b>	
<b>d</b>	Add lines 25a through 25c	<b>25d</b>	
<b>26</b>	2025 estimated tax payments and amount applied from 2024 return	<b>26</b>	
	If you made estimated tax payments with your former spouse in 2025, enter their SSN (see instructions):		
<b>27a</b>	Earned income credit (EIC)	<b>27a</b>	
<b>b</b>	Clergy filing Schedule SE (see instructions)		<input type="checkbox"/>
<b>c</b>	If you do not want to claim the EIC, check here		<input type="checkbox"/>
<b>28</b>	Additional child tax credit (ACTC) from Schedule 8812. If you do not want to claim the ACTC, check here	<b>28</b>	
<b>29</b>	American opportunity credit from Form 8863, line 8	<b>29</b>	
<b>30</b>	Refundable adoption credit from Form 8839, line 13	<b>30</b>	
<b>31</b>	Amount from Schedule 3, line 15	<b>31</b>	
<b>32</b>	Add lines 27a, 28, 29, 30, and 31. These are your <b>total other payments and refundable credits</b>	<b>32</b>	
<b>33</b>	Add lines 25d, 26, and 32. These are your <b>total payments</b>	<b>33</b>	

If you have a qualifying child, you may need to attach Sch. EIC.

**Refund**

<b>34</b>	If line 33 is more than line 24, subtract line 24 from line 33. This is the amount you <b>overpaid</b>	<b>34</b>	
<b>35a</b>	Amount of line 34 you want <b>refunded to you</b> . If Form 8888 is attached, check here <input type="checkbox"/>	<b>35a</b>	
<b>b</b>	Routing number	<b>c</b> Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings	
<b>d</b>	Account number		
<b>36</b>	Amount of line 34 you want <b>applied to your 2026 estimated tax</b>	<b>36</b>	

Direct deposit? See instructions.

**Amount You Owe**

<b>37</b>	Subtract line 33 from line 24. This is the <b>amount you owe</b> . For details on how to pay, go to <a href="http://www.irs.gov/Payments">www.irs.gov/Payments</a> or see instructions	<b>37</b>	
<b>38</b>	Estimated tax penalty (see instructions)	<b>38</b>	

**Third Party Designee**

Do you want to allow another person to discuss this return with the IRS? See instructions. <input type="checkbox"/> <b>Yes</b> . Complete below. <input type="checkbox"/> <b>No</b>		
Designee's name	Phone no.	Personal identification number (PIN)

**Sign Here**

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Your signature	Date	Your occupation	If the IRS sent you an Identity Protection PIN, enter it here (see inst.)
Spouse's signature. If a joint return, <b>both</b> must sign.	Date	Spouse's occupation	If the IRS sent your spouse an Identity Protection PIN, enter it here (see inst.)
Phone no.	Email address		

Joint return? See instructions. Keep a copy for your records.

**Paid Preparer Use Only**

Preparer's name	Preparer's signature	Date	PTIN	Check if: <input type="checkbox"/> Self-employed
Firm's name	Phone no.			
Firm's address	Firm's EIN			

SCHEDULE 1  
(Form 1040)

Department of the Treasury  
Internal Revenue Service

TF - 5

Additional Income and Adjustments to Income

Attach to Form 1040, 1040-SR, or 1040-NR.

Go to [www.irs.gov/Form1040](http://www.irs.gov/Form1040) for instructions and the latest information.

OMB No. 1545-0074

2025  
Attachment  
Sequence No. 01

Name(s) shown on Form 1040, 1040-SR, or 1040-NR

Your social security number

For 2025, enter the amount reported to you on Form(s) 1099-K that was included in error or for personal items sold at a loss . . . . .

**Note:** The remaining amounts reported to you on Form(s) 1099-K should be reported elsewhere on your return depending on the nature of the transaction. See [www.irs.gov/1099k](http://www.irs.gov/1099k).

Part I Additional Income

1	Taxable refunds, credits, or offsets of state and local income taxes . . . . .		1	
2a	Alimony received . . . . .		2a	
b	Date of original divorce or separation agreement (see instructions): <b>Pre-2019 = income</b>			
3	Business income or (loss). Attach Schedule C . . . . .		3	
4	Other gains or (losses). Check if any from Form(s): <input type="checkbox"/> 4797 <input type="checkbox"/> 4684 . . . . .		4	
5	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E . . . . .		5	
6	Farm income or (loss). Attach Schedule F . . . . .		6	
7	Unemployment compensation. If you repaid a 2025 overpayment (see instructions), check here <input type="checkbox"/> and enter amount repaid: . . . . .		7	
8	Other income:			
a	Net operating loss . . . . .	8a ( )		
b	Gambling . . . . .	8b		
c	Cancellation of debt . . . . .	8c		
d	Foreign earned income exclusion from Form 2555 . . . . .	8d ( )		
e	Income from Form 8853 . . . . .	8e		
f	Income from Form 8889 . . . . .	8f		
g	Alaska Permanent Fund dividends . . . . .	8g		
h	Jury duty pay . . . . .	8h		
i	Prizes and awards . . . . .	8i		
j	Activity not engaged in for profit income . . . . .	8j		
k	Stock options . . . . .	8k		
l	Income from the rental of personal property if you engaged in the rental for profit but were not in the business of renting such property . . . . .	8l		
m	Olympic and Paralympic medals and USOC prize money (see instructions) . . . . .	8m		
n	Section 951(a) inclusion (see instructions) . . . . .	8n		
o	Section 951A(a) inclusion (see instructions) . . . . .	8o		
p	Section 461(l) excess business loss adjustment . . . . .	8p		
q	Taxable distributions from an ABLE account (see instructions) . . . . .	8q		
r	Scholarship and fellowship grants not reported on Form W-2 . . . . .	8r		
s	Nontaxable amount of Medicaid waiver payments included on Form 1040, line 1a or 1d . . . . .	8s ( )		
t	Pension or annuity from a nonqualified deferred compensation plan or a nongovernmental section 457 plan . . . . .	8t		
u	Wages earned while incarcerated . . . . .	8u		
v	Digital assets received as ordinary income not reported elsewhere. See instructions . . . . .	8v		
z	Other income. List type and amount: _____ _____	8z		
9	Total other income. Add lines 8a through 8z . . . . .		9	
10	Combine lines 1 through 7 and 9. This is your <b>additional income</b> . Enter here and on Form 1040, 1040-SR, or 1040-NR, line 8 . . . . .		10	

For Paperwork Reduction Act Notice, see your tax return instructions.

Cat. No. 71479F

Schedule 1 (Form 1040) 2025 Created 3/17/25

**Part II Adjustments to Income**

<b>11</b>	Educator expenses . . . . .		<b>11</b>	
<b>12</b>	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 . . . . .		<b>12</b>	
<b>13</b>	Health savings account deduction. Attach Form 8889 . . . . .		<b>13</b>	
<b>14</b>	Moving expenses for members of the Armed Forces. Attach Form 3903. If claiming only storage fees (see instructions), check here <input type="checkbox"/> . . . . .		<b>14</b>	
<b>15</b>	Deductible part of self-employment tax. Attach Schedule SE . . . . .		<b>15</b>	
<b>16</b>	Self-employed SEP, SIMPLE, and qualified plans . . . . .		<b>16</b>	
<b>17</b>	Self-employed health insurance deduction . . . . .		<b>17</b>	
<b>18</b>	Penalty on early withdrawal of savings . . . . .		<b>18</b>	
<b>19a</b>	Alimony paid . . . . . <b>Pre-2019 = deductible.</b>		<b>19a</b>	
<b>b</b>	Recipient's SSN . . . . .			
<b>c</b>	Date of original divorce or separation agreement (see instructions): . . . . .			
<b>20</b>	IRA deduction. If you are married filing separately and lived apart from your spouse for the entire year (see instructions), check here <input type="checkbox"/> . . . . .		<b>20</b>	
<b>21</b>	Student loan interest deduction . . . . .		<b>21</b>	
<b>22</b>	Reserved for future use . . . . .		<b>22</b>	
<b>23</b>	Archer MSA deduction . . . . .		<b>23</b>	
<b>24</b>	Other adjustments:			
<b>a</b>	Jury duty pay (see instructions) . . . . .	<b>24a</b>		
<b>b</b>	Deductible expenses related to income reported on line 8l from the rental of personal property engaged in for profit . . . . .	<b>24b</b>		
<b>c</b>	Nontaxable amount of the value of Olympic and Paralympic medals and USOC prize money reported on line 8m . . . . .	<b>24c</b>		
<b>d</b>	Reforestation amortization and expenses . . . . .	<b>24d</b>		
<b>e</b>	Repayment of supplemental unemployment benefits under the Trade Act of 1974 . . . . .	<b>24e</b>		
<b>f</b>	Contributions to section 501(c)(18)(D) pension plans . . . . .	<b>24f</b>		
<b>g</b>	Contributions by certain chaplains to section 403(b) plans . . . . .	<b>24g</b>		
<b>h</b>	Attorney fees and court costs for actions involving certain unlawful discrimination claims (see instructions) . . . . .	<b>24h</b>		
<b>i</b>	Attorney fees and court costs you paid in connection with an award from the IRS for information you provided that helped the IRS detect tax law violations . . . . .	<b>24i</b>		
<b>j</b>	Housing deduction from Form 2555 . . . . .	<b>24j</b>		
<b>k</b>	Excess deductions of section 67(e) expenses from Schedule K-1 (Form 1041) . . . . .	<b>24k</b>		
<b>z</b>	Other adjustments. List type and amount: . . . . .			
		<b>24z</b>		
<b>25</b>	Total other adjustments. Add lines 24a through 24z . . . . .		<b>25</b>	
<b>26</b>	Add lines 11 through 23 and 25. These are your <b>adjustments to income</b> . Enter here and on Form 1040, 1040-SR, or 1040-NR, line 10 . . . . .		<b>26</b>	

**SCHEDULE 1-A  
(Form 1040)**

Department of the Treasury  
Internal Revenue Service

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**Additional Deductions**

Attach to Form 1040, 1040-SR, or 1040-NR.

Go to [www.irs.gov/Form1040](http://www.irs.gov/Form1040) for instructions and the latest information.

OMB No. 1545-0074

**2025**  
Attachment  
Sequence No. **1A**

Name(s) shown on Form 1040, 1040-SR, or 1040-NR

Your social security number

**Part I Modified Adjusted Gross Income (MAGI) Amount**

<b>1</b>	Enter the amount from Form 1040, 1040-SR, or 1040-NR, line 11b . . . . .		<b>1</b>	
<b>2a</b>	Enter any income from Puerto Rico that you excluded . . . . .	<b>2a</b>		
<b>b</b>	Enter the amount from Form 2555, line 45 . . . . .	<b>2b</b>		
<b>c</b>	Enter the amount from Form 2555, line 50 . . . . .	<b>2c</b>		
<b>d</b>	Enter the amount from Form 4563, line 15 . . . . .	<b>2d</b>		
<b>e</b>	Add lines 2a, 2b, 2c, and 2d . . . . .		<b>2e</b>	
<b>3</b>	Add lines 1 and 2e . . . . .		<b>3</b>	

**Part II No Tax on Tips**

**Caution:** Fill out Part II only if you received qualified tips. You and/or your spouse who received qualified tips must have a valid social security number to claim the deduction. If married, you must file jointly to claim this deduction. See instructions.

<b>4</b>	Qualified tips received as an employee.			
<b>a</b>	If Form W-2, box 5, is \$176,100 or less, enter qualified tips included in Form W-2, box 7. Otherwise, see instructions . . . . .	<b>4a</b>		
<b>b</b>	Qualified tips included on Form 4137, line 1(c). If Form 4137 is not filed, enter -0- . . . . .	<b>4b</b>		
<b>c</b>	If you only received qualified tips from one employer, enter the larger of line 4a or line 4b. Otherwise, see instructions . . . . .		<b>4c</b>	
<b>5</b>	Qualified tips received in the course of a trade or business. Qualified tip amount included in Form 1099-NEC, box 1; Form 1099-MISC, box 3; or Form 1099-K, box 1a. Do not enter more than the net profit from the trade or business. If you received qualified tips in the course of more than one trade or business, see instructions . . . . .		<b>5</b>	
<b>6</b>	Add lines 4c and 5 . . . . .		<b>6</b>	
<b>7</b>	Enter the smaller of the amount on line 6 or \$25,000 . . . . .		<b>7</b>	
<b>8</b>	Enter the amount from line 3 . . . . .		<b>8</b>	
<b>9</b>	Enter \$150,000 (\$300,000 if married filing jointly) . . . . .		<b>9</b>	
<b>10</b>	Subtract line 9 from line 8. If zero or less, enter the amount from line 7 on line 13 . . . . .		<b>10</b>	
<b>11</b>	Divide line 10 by \$1,000. If the resulting number isn't a whole number, decrease the result to the next lower whole number. (For example, decrease 1.5 to 1, and decrease 0.05 to 0.) . . . . .		<b>11</b>	
<b>12</b>	Multiply line 11 by \$100 . . . . .		<b>12</b>	
<b>13</b>	<b>Qualified tips deduction.</b> Subtract line 12 from line 7. If zero or less, enter -0- . . . . .		<b>13</b>	

**Part III No Tax on Overtime**

**Caution:** Fill out Part III only if you received qualified overtime compensation. You and/or your spouse who received the qualified overtime compensation must have a valid social security number to claim this deduction. If married, you must file jointly to claim this deduction. See instructions.

<b>14a</b>	Qualified overtime compensation included on Form W-2, box 1 (see instructions) . . . . .	<b>14a</b>		
<b>b</b>	Qualified overtime compensation included on Form 1099-NEC, box 1 or Form 1099-MISC, box 3 (see instructions) . . . . .	<b>14b</b>		
<b>c</b>	Add lines 14a and 14b . . . . .		<b>14c</b>	
<b>15</b>	Enter the smaller of the amount on line 14c or \$12,500 (\$25,000 if married filing jointly) . . . . .		<b>15</b>	
<b>16</b>	Enter the amount from line 3 . . . . .		<b>16</b>	
<b>17</b>	Enter \$150,000 (\$300,000 if married filing jointly) . . . . .		<b>17</b>	
<b>18</b>	Subtract line 17 from line 16. If zero or less, enter the amount from line 15 on line 21 . . . . .		<b>18</b>	
<b>19</b>	Divide line 18 by \$1,000. If the resulting number isn't a whole number, decrease the result to the next lower whole number. (For example, decrease 1.5 to 1, and decrease 0.05 to 0.) . . . . .		<b>19</b>	
<b>20</b>	Multiply line 19 by \$100 . . . . .		<b>20</b>	
<b>21</b>	<b>Qualified overtime compensation deduction.</b> Subtract line 20 from line 15. If zero or less, enter -0- . . . . .		<b>21</b>	

For Paperwork Reduction Act Notice, see your tax return instructions.

Cat. No. 95872Q

Schedule 1-A (Form 1040) 2025 Created 9/4/25

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**Part IV No Tax on Car Loan Interest**

**Caution:** Fill out Part IV only if you paid or accrued qualified passenger vehicle loan interest. See instructions to learn more about what is an applicable passenger vehicle.

**22** Applicable passenger vehicle (see instructions). If more than two VINs, see instructions.

		Interest for this loan:	
(i) Vehicle identification number (VIN)		(ii) Deducted on Schedule C, Schedule E, or Schedule F	(iii) Schedule 1-A
<b>a</b>	<input type="text"/>		
<b>b</b>	<input type="text"/>		
<b>23</b>	Add lines 22a and 22b, column (iii)	<b>23</b>	
<b>24</b>	Enter the smaller of the amount on line 23 or \$10,000	<b>24</b>	
<b>25</b>	Enter the amount from line 3	<b>25</b>	
<b>26</b>	Enter \$100,000 (\$200,000 if married filing jointly)	<b>26</b>	
<b>27</b>	Subtract line 26 from line 25. If zero or less, enter the amount from line 24 on line 30	<b>27</b>	
<b>28</b>	Divide line 27 by \$1,000. If the resulting number isn't a whole number, increase the result to the next higher whole number. (For example, increase 1.5 to 2, and increase 0.05 to 1.)	<b>28</b>	
<b>29</b>	Multiply line 28 by \$200	<b>29</b>	
<b>30</b>	<b>Qualified car loan interest deduction.</b> Subtract line 29 from line 24. If zero or less, enter -0-	<b>30</b>	

**Part V Enhanced Deduction for Seniors**

**Caution:** You and/or your spouse must have a valid social security number. If married, you must file jointly to claim this deduction. See instructions.

<b>31</b>	Enter the amount from line 3	<b>31</b>	
<b>32</b>	Enter \$75,000 (\$150,000 if married filing jointly)	<b>32</b>	
<b>33</b>	Subtract line 32 from line 31. If zero or less, enter \$6,000 on line 35	<b>33</b>	
<b>34</b>	Multiply line 33 by 6% (0.06)	<b>34</b>	
<b>35</b>	Subtract line 34 from \$6,000. If zero or less, enter -0-	<b>35</b>	
<b>36a</b>	If you have a valid social security number (see instructions) and were born before January 2, 1961, enter the amount from line 35	<b>36a</b>	
<b>b</b>	If you are married filing jointly, your spouse has a valid social security number (see instructions), and your spouse was born before January 2, 1961, enter the amount from line 35	<b>36b</b>	
<b>37</b>	<b>Enhanced deduction for seniors.</b> Add lines 36a and 36b	<b>37</b>	

**Part VI Total Additional Deductions**

<b>38</b>	Add lines 13, 21, 30, and 37. Enter here and on Form 1040 or 1040-SR, line 13b, or on Form 1040-NR, line 13c	<b>38</b>	
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**SCHEDULE 2**  
**(Form 1040)**

Department of the Treasury  
Internal Revenue Service

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**Additional Taxes**

Attach to Form 1040, 1040-SR, or 1040-NR.  
Go to [www.irs.gov/Form1040](http://www.irs.gov/Form1040) for instructions and the latest information.

OMB No. 1545-0074

**2025**  
Attachment  
Sequence No. **02**

Name(s) shown on Form 1040, 1040-SR, or 1040-NR

Your social security number

**Part I Tax**

<b>1</b>	Additions to tax:			
<b>a</b>	Excess advance premium tax credit repayment. Attach Form 8962 . . . . .	<b>1a</b>		
<b>b</b>	Repayment of new clean vehicle credit(s) transferred to a registered dealer from Schedule A (Form 8936), Part II. Attach Form 8936 and Schedule A (Form 8936) . . . . .	<b>1b</b>		
<b>c</b>	Repayment of previously owned clean vehicle credit(s) transferred to a registered dealer from Schedule A (Form 8936), Part IV. Attach Form 8936 and Schedule A (Form 8936) . . . . .	<b>1c</b>		
<b>d</b>	Recapture of net EPE from Form 4255, line 2a, column (l) . . . . .	<b>1d</b>		
<b>e</b>	Excessive payments (EPs) on gross EPE from Form 4255. Check applicable box and enter amount. See instructions. <b>(i)</b> <input type="checkbox"/> Line 1a <b>(ii)</b> <input type="checkbox"/> Line 1c <b>(iii)</b> <input type="checkbox"/> Line 1d <b>(iv)</b> <input type="checkbox"/> Line 2a . . . . .	<b>1e</b>		
<b>f</b>	20% EP from Form 4255. Check applicable box and enter amount. See instructions. <b>(i)</b> <input type="checkbox"/> Line 1a <b>(ii)</b> <input type="checkbox"/> Line 1c <b>(iii)</b> <input type="checkbox"/> Line 1d <b>(iv)</b> <input type="checkbox"/> Line 2a . . . . .	<b>1f</b>		
<b>y</b>	Other additions to tax (see instructions): _____	<b>1y</b>		
<b>z</b>	Add lines 1a through 1y . . . . .		<b>1z</b>	
<b>2</b>	Alternative minimum tax. Attach Form 6251 . . . . .		<b>2</b>	
<b>3</b>	Add lines 1z and 2. Enter here and on Form 1040, 1040-SR, or 1040-NR, line 17 . . . . .		<b>3</b>	

**Part II Other Taxes**

<b>4</b>	Self-employment tax. Attach Schedule SE. Check if any exemption from (see instructions): <b>1</b> <input type="checkbox"/> 4361 <b>2</b> <input type="checkbox"/> 4029 <b>3</b> <input type="checkbox"/> _____ . . . . .		<b>4</b>	
<b>5</b>	Social security and Medicare tax on unreported tip income. Attach Form 4137	<b>5</b>		
<b>6</b>	Uncollected social security and Medicare tax on wages. Attach Form 8919 . . . . .	<b>6</b>		
<b>7</b>	Total additional social security and Medicare tax. Add lines 5 and 6 . . . . .		<b>7</b>	
<b>8</b>	Additional tax on IRAs or other tax-favored accounts. Attach Form 5329 if required. If not required, check here . . . . . <input type="checkbox"/>		<b>8</b>	
<b>9</b>	Household employment taxes. Attach Schedule H . . . . .		<b>9</b>	
<b>10</b>	Reserved for future use . . . . .		<b>10</b>	
<b>11</b>	Additional Medicare Tax. Attach Form 8959 . . . . .		<b>11</b>	
<b>12</b>	Net investment income tax. Attach Form 8960 . . . . .		<b>12</b>	
<b>13</b>	Uncollected social security and Medicare or RRTA tax on tips or group-term life insurance from Form W-2, box 12 . . . . .		<b>13</b>	
<b>14</b>	Interest on tax due on installment income from the sale of certain residential lots and timeshares . . . . .		<b>14</b>	
<b>15</b>	Interest on the deferred tax on gain from certain installment sales with a sales price over \$150,000 . . . . .		<b>15</b>	
<b>16</b>	Recapture of low-income housing credit. Attach Form 8611 . . . . .		<b>16</b>	

(continued on page 2)

**Part II Other Taxes** (continued)**17** Other additional taxes:**a** Recapture of other credits. List type, form number, and amount:**17a****b** Recapture of federal mortgage subsidy. If you sold your home, see instructions**17b****c** Additional tax on HSA distributions. Attach Form 8889 . . . . .**17c****d** Additional tax on an HSA because you didn't remain an eligible individual. Attach Form 8889 . . . . .**17d****e** Additional tax on Archer MSA distributions. Attach Form 8853 . . . . .**17e****f** Additional tax on Medicare Advantage MSA distributions. Attach Form 8853**17f****g** Recapture of a charitable contribution deduction related to a fractional interest in tangible personal property . . . . .**17g****h** Income you received from a nonqualified deferred compensation plan that fails to meet the requirements of section 409A . . . . .**17h****i** Compensation you received from a nonqualified deferred compensation plan described in section 457A . . . . .**17i****j** Section 72(m)(5) excess benefits tax . . . . .**17j****k** Golden parachute payments . . . . .**17k****l** Tax on accumulation distribution of trusts . . . . .**17l****m** Excise tax on insider stock compensation from an expatriated corporation .**17m****n** Look-back interest under section 167(g) or 460(b) from Form 8697 or 8866 .**17n****o** Tax on non-effectively connected income for any part of the year you were a nonresident alien from Form 1040-NR . . . . .**17o****p** Any interest from Form 8621, line 16f, relating to distributions from, and dispositions of, stock of a section 1291 fund . . . . .**17p****q** Any interest from Form 8621, line 24 . . . . .**17q****z** Any other taxes. List type and amount:**17z****18** Total additional taxes. Add lines 17a through 17z . . . . .**18****19** Recapture of net EPE from Form 4255, line 1d, column (l) . . . . .**19****20** Section 965 net tax liability installment from Form 965-A . . . . . **20****21** Add lines 4, 7 through 16, 18, and 19. These are your **total other taxes**. Enter here and on Form 1040 or 1040-SR, line 23; or Form 1040-NR, line 23b . . . . .**21**

**SCHEDULE 3**  
**(Form 1040)**

Department of the Treasury  
Internal Revenue Service

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**Additional Credits and Payments**

Attach to Form 1040, 1040-SR, or 1040-NR.  
Go to [www.irs.gov/Form1040](http://www.irs.gov/Form1040) for instructions and the latest information.

OMB No. 1545-0074

**2025**  
Attachment  
Sequence No. **03**

Name(s) shown on Form 1040, 1040-SR, or 1040-NR

Your social security number

**Part I Nonrefundable Credits**

<b>1</b>	Foreign tax credit. Attach Form 1116 if required . . . . .	<b>1</b>	
<b>2</b>	Credit for child and dependent care expenses from Form 2441, line 11. Attach Form 2441 . . . . .	<b>2</b>	
<b>3</b>	Education credits from Form 8863, line 19 . . . . .	<b>3</b>	
<b>4</b>	Retirement savings contributions credit. Attach Form 8880 . . . . .	<b>4</b>	
<b>5a</b>	Residential clean energy credit from Form 5695, line 15 . . . . .	<b>5a</b>	
<b>b</b>	Energy efficient home improvement credit from Form 5695, line 32 . . . . .	<b>5b</b>	
<b>6</b>	Other nonrefundable credits:		
<b>a</b>	General business credit. Attach Form 3800 . . . . .	<b>6a</b>	
<b>b</b>	Credit for prior year minimum tax. Attach Form 8801 . . . . .	<b>6b</b>	
<b>c</b>	Adoption credit. Attach Form 8839 . . . . .	<b>6c</b>	
<b>d</b>	Credit for the elderly or disabled. Attach Schedule R . . . . .	<b>6d</b>	
<b>e</b>	Reserved for future use . . . . .	<b>6e</b>	
<b>f</b>	Clean vehicle credit. Attach Form 8936 . . . . .	<b>6f</b>	
<b>g</b>	Mortgage interest credit. Attach Form 8396 . . . . .	<b>6g</b>	
<b>h</b>	District of Columbia first-time homebuyer credit. Attach Form 8859 . . . . .	<b>6h</b>	
<b>i</b>	Qualified electric vehicle credit. Attach Form 8834 . . . . .	<b>6i</b>	
<b>j</b>	Alternative fuel vehicle refueling property credit. Attach Form 8911 . . . . .	<b>6j</b>	
<b>k</b>	Credit to holders of tax credit bonds. Attach Form 8912 . . . . .	<b>6k</b>	
<b>l</b>	Amount on Form 8978, line 14. See instructions . . . . .	<b>6l</b>	
<b>m</b>	Credit for previously owned clean vehicles. Attach Form 8936 . . . . .	<b>6m</b>	
<b>z</b>	Other nonrefundable credits. List type and amount:		
		<b>6z</b>	
<b>7</b>	Total other nonrefundable credits. Add lines 6a through 6z . . . . .	<b>7</b>	
<b>8</b>	Add lines 1 through 4, 5a, 5b, and 7. Enter here and on Form 1040, 1040-SR, or 1040-NR, line 20 . . . . .	<b>8</b>	

**Part II Other Payments and Refundable Credits**

<b>9</b>	Net premium tax credit. Attach Form 8962 . . . . .	<b>9</b>	
<b>10</b>	Amount paid with request for extension to file (see instructions) . . . . .	<b>10</b>	
<b>11</b>	Excess social security and tier 1 RRTA tax withheld . . . . .	<b>11</b>	
<b>12</b>	Credit for federal tax on fuels. Attach Form 4136 . . . . .	<b>12</b>	
<b>13</b>	Other payments or refundable credits:		
<b>a</b>	Form 2439 . . . . .	<b>13a</b>	
<b>b</b>	Section 1341 credit for repayment of amounts included in income from earlier years . . . . .	<b>13b</b>	
<b>c</b>	Net elective payment election amount from Form 3800, Part III, line 6, column (j) . . . . .	<b>13c</b>	
<b>d</b>	Deferred amount of net 965 tax liability (see instructions) . . . . .	<b>13d</b>	
<b>z</b>	Other refundable credits (see instructions):		
		<b>13z</b>	
<b>14</b>	Total other payments or refundable credits. Add lines 13a through 13z . . . . .	<b>14</b>	
<b>15</b>	Add lines 9 through 12 and 14. Enter here and on Form 1040, 1040-SR, or 1040-NR, line 31 . . . . .	<b>15</b>	

For Paperwork Reduction Act Notice, see your tax return instructions.

Cat. No. 71480G

Schedule 3 (Form 1040) 2025

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Form **1120-S**Department of the Treasury  
Internal Revenue ServiceTF - 13  
**U.S. Income Tax Return for an S Corporation**Do not file this form unless the corporation has filed or  
is attaching Form 2553 to elect to be an S corporation.  
Go to [www.irs.gov/Form1120S](http://www.irs.gov/Form1120S) for instructions and the latest information.

OMB No. 1545-0123

**2025**

For calendar year 2025 or tax year beginning , 2025, ending , 20

<b>A</b> S election effective date	Name				<b>D</b> Employer identification number
<b>B</b> Business activity code number (see instructions)	Number and street. If a P.O. box, see instructions.			Room or suite no.	<b>E</b> Date incorporated
	City or town	State or province	Country	ZIP or foreign postal code	<b>F</b> Total assets (see instructions)
<b>C</b> Check if Sch. M-3 attached <input type="checkbox"/>					\$

**G** Is the corporation electing to be an S corporation beginning with this tax year? See instructions. ☐ Yes ☐ No**H** Check if: (1) ☐ Final return (2) ☐ Name change (3) ☐ Address change (4) ☐ Amended return (5) ☐ S election termination**I** Enter the number of shareholders who were shareholders during any part of the tax year . . . . .**J** Check if corporation: (1) ☐ Aggregated activities for section 465 at-risk purposes (2) ☐ Grouped activities for section 469 passive activity purposes**Caution:** Include **only** trade or business income and expenses on lines 1a through 22. See the instructions for more information.

<b>Income</b>	<b>1a</b> Gross receipts or sales	<b>b</b> Less returns and allowances	<b>c</b> Balance	<b>1c</b>
	<b>2</b> Cost of goods sold (attach Form 1125-A)			<b>2</b>
	<b>3</b> Gross profit. Subtract line 2 from line 1c			<b>3</b>
	<b>4</b> Net gain (loss) from Form 4797, Part II, line 17 (attach Form 4797)			<b>4</b>
	<b>5</b> Other income (loss) (see instructions—attach statement)			<b>5</b>
	<b>6</b> Total income (loss). Add lines 3 through 5			<b>6</b>
<b>Deductions</b> (see instructions for limitations)	<b>7</b> Compensation of officers (see instructions—attach Form 1125-E)			<b>7</b>
	<b>8</b> Salaries and wages (less employment credits)			<b>8</b>
	<b>9</b> Repairs and maintenance			<b>9</b>
	<b>10</b> Bad debts			<b>10</b>
	<b>11</b> Rents			<b>11</b>
	<b>12</b> Taxes and licenses			<b>12</b>
	<b>13</b> Interest (see instructions)			<b>13</b>
	<b>14</b> Depreciation from Form 4562 not claimed on Form 1125-A or elsewhere on return (attach Form 4562)			<b>14</b>
	<b>15</b> Depletion (do not deduct oil and gas depletion)			<b>15</b>
	<b>16</b> Advertising			<b>16</b>
	<b>17</b> Pension, profit-sharing, etc., plans			<b>17</b>
	<b>18</b> Employee benefit programs			<b>18</b>
	<b>19</b> Energy efficient commercial buildings deduction (attach Form 7205)			<b>19</b>
	<b>20</b> Other deductions (attach statement)			<b>20</b>
	<b>21</b> Total deductions. Add lines 7 through 20			<b>21</b>
	<b>22</b> Ordinary business income (loss). Subtract line 21 from line 6			<b>22</b>
<b>Tax and Payments</b>	<b>23a</b> Excess net passive income or LIFO recapture tax (see instructions)	<b>23a</b>		<b>23c</b>
	<b>b</b> Tax from Schedule D (Form 1120-S)	<b>23b</b>		
	<b>c</b> Add lines 23a and 23b (see instructions for additional taxes)			
	<b>24a</b> Current year's estimated tax payments and preceding year's overpayment credited to the current year	<b>24a</b>		<b>24z</b>
	<b>b</b> Tax deposited with Form 7004	<b>24b</b>		
	<b>c</b> Credit for federal tax paid on fuels (attach Form 4136)	<b>24c</b>		
	<b>d</b> Elective payment election amount from Form 3800	<b>24d</b>		
	<b>z</b> Add lines 24a through 24d			
	<b>25</b> Estimated tax penalty (see instructions). Check if Form 2220 is attached <input type="checkbox"/>			<b>25</b>
	<b>26</b> Amount owed. If line 24z is smaller than the total of lines 23c and 25, enter amount owed			<b>26</b>
	<b>27</b> Overpayment. If line 24z is larger than the total of lines 23c and 25, enter amount overpaid			<b>27</b>
	<b>28</b> Enter amount from line 27: <b>a</b> Credited to 2026 estimated tax <b>b</b> Refunded			<b>28b</b>
<b>c</b> Routing number		<b>d</b> Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings		
<b>e</b> Account number				

<b>Sign Here</b>	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.			May the IRS discuss this return with the preparer shown below? See instructions. <input type="checkbox"/> Yes <input type="checkbox"/> No
	Signature of officer	Date	Title	

<b>Paid Preparer Use Only</b>	Preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name	Firm's EIN			
	Firm's address	Phone no.			

**Schedule B Other Information** (see instructions)

	Yes	No
<b>1</b> Check accounting method: <b>a</b> <input type="checkbox"/> Cash <b>b</b> <input type="checkbox"/> Accrual <b>c</b> <input type="checkbox"/> Other (specify) _____		
<b>2</b> See the instructions and enter the: <b>a</b> Business activity _____ <b>b</b> Product or service _____		
<b>3</b> At any time during the tax year, was any shareholder of the corporation a disregarded entity, a trust, an estate, or a nominee or similar person? If "Yes," attach Schedule B-1, Information on Certain Shareholders of an S Corporation . . . . .		
<b>4</b> At the end of the tax year, did the corporation:		
<b>a</b> Own directly 20% or more, or own, directly or indirectly, 50% or more of the total stock issued and outstanding of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below . . . . .		
(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation
(iv) Percentage of Stock Owned	(v) If Percentage in (iv) Is 100%, Enter the Date (if applicable) a Qualified Subchapter S Subsidiary Election Was Made	
<b>b</b> Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below . . . . .		
(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity
(iv) Country of Organization	(v) Maximum Percentage Owned in Profit, Loss, or Capital	
<b>5a</b> At the end of the tax year, did the corporation have any outstanding shares of restricted stock? . . . . . If "Yes," complete lines (i) and (ii) below.		
<b>(i)</b> Total shares of restricted stock . . . . .		
<b>(ii)</b> Total shares of non-restricted stock . . . . .		
<b>b</b> At the end of the tax year, did the corporation have any outstanding stock options, warrants, or similar instruments? . . . . . If "Yes," complete lines (i) and (ii) below.		
<b>(i)</b> Total shares of stock outstanding at the end of the tax year . . . . .		
<b>(ii)</b> Total shares of stock outstanding if all instruments were executed . . . . .		
<b>6</b> Has this corporation filed, or is it required to file, <b>Form 8918</b> , Material Advisor Disclosure Statement, to provide information on any reportable transaction? . . . . .		
<b>7</b> Check this box if the corporation issued publicly offered debt instruments with original issue discount . . . . . <input type="checkbox"/> If checked, the corporation may have to file <b>Form 8281</b> , Information Return for Publicly Offered Original Issue Discount Instruments.		
<b>8</b> If the corporation <b>(a)</b> was a C corporation before it elected to be an S corporation <b>or</b> the corporation acquired an asset with a basis determined by reference to the basis of the asset (or the basis of any other property) in the hands of a C corporation, <b>and</b> <b>(b)</b> has net unrealized built-in gain in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years. See instructions . . . . . \$ _____		
<b>9</b> Did the corporation have an election under section 163(j) for any real property trade or business or any farming business in effect during the tax year? See instructions . . . . .		
<b>10</b> Does the corporation satisfy one or more of the following? See instructions . . . . .		
<b>a</b> The corporation owns a pass-through entity with current, or prior year carryover, excess business interest expense.		
<b>b</b> The corporation's aggregate average annual gross receipts (determined under section 448(c)) for the 3 tax years preceding the current tax year are more than \$31 million and the corporation has business interest expense.		
<b>c</b> The corporation is a tax shelter and the corporation has business interest expense. If "Yes," complete and attach <b>Form 8990</b> , Limitation on Business Interest Expense Under Section 163(j).		
<b>11</b> Does the corporation satisfy <b>both</b> of the following conditions? . . . . .		
<b>a</b> The corporation's total receipts (see instructions) for the tax year were less than \$250,000.		
<b>b</b> The corporation's total assets at the end of the tax year were less than \$250,000. If "Yes," the corporation is not required to complete Schedules L and M-1.		

**Schedule B Other Information** (see instructions) (continued)

	Yes	No
<b>12</b> During the tax year, did the corporation have any non-shareholder debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt? . . . . .		
If "Yes," enter the amount of principal reduction . . . . . \$ _____		
<b>13</b> During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If "Yes," see instructions . . . . .		
<b>14a</b> Did the corporation make any payments that would require it to file Form(s) 1099? . . . . .		
<b>b</b> If "Yes," did or will the corporation file required Form(s) 1099? . . . . .		
<b>15</b> Does the corporation intend to self-certify as a Qualified Opportunity Fund? . . . . .		
If "Yes," complete and attach Form 8996. Enter the amount (if any) from Form 8996, line 15 . . . . . \$ _____		
<b>16</b> At any time during the tax year, did the corporation: (a) receive (as a reward, award, or payment for property or services); or (b) sell, exchange, or otherwise dispose of a digital asset (or a financial interest in a digital asset)? See instructions . . . . .		
<b>17</b> Reserved for future use . . . . .		

**Schedule K Shareholders' Pro Rata Share Items**

		Total amount
<b>Income (Loss)</b>	<b>1</b> Ordinary business income (loss) (page 1, line 22) . . . . .	<b>1</b>
	<b>2</b> Net rental real estate income (loss) (attach Form 8825) . . . . .	<b>2</b>
	<b>3a</b> Other gross rental income (loss) . . . . . <b>3a</b>	
	<b>b</b> Expenses from other rental activities (attach statement) . . . . . <b>3b</b>	
	<b>c</b> Other net rental income (loss). Subtract line 3b from line 3a . . . . .	<b>3c</b>
	<b>4</b> Interest income . . . . .	<b>4</b>
	<b>5</b> Dividends: <b>a</b> Ordinary dividends . . . . . <b>5a</b>	
	<b>b</b> Qualified dividends . . . . . <b>5b</b>	
	<b>6</b> Royalties . . . . .	<b>6</b>
	<b>7</b> Net short-term capital gain (loss) (attach Schedule D (Form 1120-S)) . . . . .	<b>7</b>
<b>8a</b> Net long-term capital gain (loss) (attach Schedule D (Form 1120-S)) . . . . .	<b>8a</b>	
<b>b</b> Collectibles (28%) gain (loss) . . . . . <b>8b</b>		
<b>c</b> Unrecaptured section 1250 gain (attach statement) . . . . . <b>8c</b>		
<b>9</b> Net section 1231 gain (loss) (attach Form 4797) . . . . .	<b>9</b>	
<b>10</b> Other income (loss) (see instructions) . . . . . Type:	<b>10</b>	
<b>Deductions</b>	<b>11</b> Section 179 deduction (attach Form 4562) . . . . .	<b>11</b>
	<b>12a</b> Cash charitable contributions . . . . .	<b>12a</b>
	<b>b</b> Noncash charitable contributions . . . . .	<b>12b</b>
	<b>c</b> Investment interest expense . . . . .	<b>12c</b>
	<b>d</b> Section 59(e)(2) expenditures . . . . . Type: _____	<b>12d</b>
<b>e</b> Other deductions (see instructions) . . . . . Type: _____	<b>12e</b>	
<b>Credits</b>	<b>13a</b> Low-income housing credit (section 42(j)(5)) . . . . .	<b>13a</b>
	<b>b</b> Low-income housing credit (other) . . . . .	<b>13b</b>
	<b>c</b> Qualified rehabilitation expenditures (rental real estate) (attach Form 3468, if applicable) . . . . .	<b>13c</b>
	<b>d</b> Other rental real estate credits (see instructions) Type: _____	<b>13d</b>
	<b>e</b> Other rental credits (see instructions) . . . . . Type: _____	<b>13e</b>
	<b>f</b> Biofuel producer credit (attach Form 6478) . . . . .	<b>13f</b>
	<b>g</b> Other credits (see instructions) . . . . . Type: _____	<b>13g</b>
<b>Inter-national</b>	<b>14a</b> Attach Schedule K-2 (Form 1120-S), Shareholders' Pro Rata Share Items—International, and check this box to indicate you are reporting items of international tax relevance . . . . . <input type="checkbox"/>	
	<b>b</b> Check this box if you qualified for an exception to filing Schedule K-2 (Form 1120-S) . . . . . <input type="checkbox"/>	
<b>Alternative Minimum Tax (AMT) Items</b>	<b>15a</b> Post-1986 depreciation adjustment . . . . .	<b>15a</b>
	<b>b</b> Adjusted gain or loss . . . . .	<b>15b</b>
	<b>c</b> Depletion (other than oil and gas) . . . . .	<b>15c</b>
	<b>d</b> Oil, gas, and geothermal properties—gross income . . . . .	<b>15d</b>
	<b>e</b> Oil, gas, and geothermal properties—deductions . . . . .	<b>15e</b>
	<b>f</b> Other AMT items (attach statement) . . . . .	<b>15f</b>
<b>Items Affecting Shareholder Basis</b>	<b>16a</b> Tax-exempt interest income . . . . .	<b>16a</b>
	<b>b</b> Other tax-exempt income . . . . .	<b>16b</b>
	<b>c</b> Nondeductible expenses . . . . .	<b>16c</b>
	<b>d</b> Distributions (attach statement if required) (see instructions) . . . . .	<b>16d</b>
	<b>e</b> Repayment of loans from shareholders . . . . .	<b>16e</b>
	<b>f</b> Foreign taxes paid or accrued . . . . .	<b>16f</b>

**Schedule K Shareholders' Pro Rata Share Items** (continued)

Other Information	Total amount		
	<b>17a</b>	Investment income . . . . .	
	<b>17b</b>	Investment expenses . . . . .	
	<b>17c</b>	Dividend distributions paid from accumulated earnings and profits . . . . .	
		<b>d</b> Other items and amounts (attach statement)	
Recon- ciliation	<b>18</b>	<b>Income (loss) reconciliation.</b> Combine the total amounts on lines 1 through 10. From the result, subtract the sum of the amounts on lines 11 through 12e and 16f . . . . .	

**Schedule L Balance Sheets per Books**

		Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
<b>Assets</b>					
<b>1</b>	Cash . . . . .				
<b>2a</b>	Trade notes and accounts receivable . . . . .				
<b>b</b>	Less allowance for bad debts . . . . .	( )		( )	
<b>3</b>	Inventories . . . . .				
<b>4</b>	U.S. government obligations . . . . .				
<b>5</b>	Tax-exempt securities (see instructions) . . . . .				
<b>6</b>	Other current assets (attach statement) . . . . .				
<b>7</b>	Loans to shareholders . . . . .				
<b>8</b>	Mortgage and real estate loans . . . . .				
<b>9</b>	Other investments (attach statement) . . . . .				
<b>10a</b>	Buildings and other depreciable assets . . . . .				
<b>b</b>	Less accumulated depreciation . . . . .	( )		( )	
<b>11a</b>	Depletable assets . . . . .				
<b>b</b>	Less accumulated depletion . . . . .	( )		( )	
<b>12</b>	Land (net of any amortization) . . . . .				
<b>13a</b>	Intangible assets (amortizable only) . . . . .				
<b>b</b>	Less accumulated amortization . . . . .	( )		( )	
<b>14</b>	Other assets (attach statement) . . . . .				
<b>15</b>	Total assets . . . . .				
<b>Liabilities and Shareholders' Equity</b>					
<b>16</b>	Accounts payable . . . . .				
<b>17</b>	Mortgages, notes, bonds payable in less than 1 year . . . . .				
<b>18</b>	Other current liabilities (attach statement) . . . . .				
<b>19</b>	Loans from shareholders . . . . .				
<b>20</b>	Mortgages, notes, bonds payable in 1 year or more . . . . .				
<b>21</b>	Other liabilities (attach statement) . . . . .				
<b>22</b>	Capital stock . . . . .				
<b>23</b>	Additional paid-in capital . . . . .				
<b>24</b>	Retained earnings . . . . .				
<b>25</b>	Adjustments to shareholders' equity (attach statement) . . . . .				
<b>26</b>	Less cost of treasury stock . . . . .		( )		( )
<b>27</b>	Total liabilities and shareholders' equity . . . . .				



**Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return****Note:** The corporation may be required to file Schedule M-3. See instructions.

<b>1</b> Net income (loss) per books . . . . .		<b>5</b> Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):	
<b>2</b> Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize): _____		<b>a</b> Tax-exempt interest \$ _____	
<b>3</b> Expenses recorded on books this year not included on Schedule K, lines 1 through 12e, and 16f (itemize):		<b>6</b> Deductions included on Schedule K, lines 1 through 12e, and 16f, not charged against book income this year (itemize):	
<b>a</b> Depreciation \$ _____		<b>a</b> Depreciation \$ _____	
<b>b</b> Travel and entertainment \$ _____		<b>7</b> Add lines 5 and 6 . . . . .	
<b>4</b> Add lines 1 through 3 . . . . .		<b>8</b> Income (loss) (Schedule K, line 18). Subtract line 7 from line 4 . . . . .	

**Schedule M-2 Analysis of Accumulated Adjustments Account, Shareholders' Undistributed Taxable Income Previously Taxed, Accumulated Earnings and Profits, and Other Adjustments Account**  
(see instructions)

	(a) Accumulated adjustments account	(b) Shareholders' undistributed taxable income previously taxed	(c) Accumulated earnings and profits	(d) Other adjustments account
<b>1</b> Balance at beginning of tax year . . . . .				
<b>2</b> Ordinary income from page 1, line 22 . . . . .				
<b>3</b> Other additions . . . . .				
<b>4</b> Loss from page 1, line 22 . . . . .	( )			
<b>5</b> Other reductions . . . . .	( )			( )
<b>6</b> Combine lines 1 through 5 . . . . .				
<b>7</b> Distributions . . . . .				
<b>8</b> Balance at end of tax year. Subtract line 7 from line 6 . . . . .				

Form **1120-S** (2025)

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## List of Codes

This list identifies the codes used on Schedule K-1 for all shareholders. For detailed reporting and filing information, see the specific line instructions, earlier, and the instructions for your income tax return.

### Box 10. Other income (loss)

#### Code

<a href="#">A</a>	Other portfolio income (loss)
<a href="#">B</a>	Involuntary conversions
<a href="#">C</a>	Section 1256 contracts and straddles
<a href="#">D</a>	Mining exploration costs recapture
<a href="#">E</a>	Section 951A(a) income inclusions
<a href="#">F</a>	Inclusions of subpart F income
<a href="#">G</a>	Section 951(a)(1)(B) inclusions
<a href="#">H</a>	Reserved for future use
<a href="#">I</a>	Gain (loss) from disposition of oil, gas, geothermal, or other mineral properties
<a href="#">J</a>	Recoveries of tax benefit items
<a href="#">K</a>	Gambling gains and losses
<a href="#">L</a>	Reserved for future use
<a href="#">M</a>	Gain eligible for section 1045 rollover (replacement stock purchased by the corporation)
<a href="#">N</a>	Gain eligible for section 1045 rollover (replacement stock not purchased by the corporation)
<a href="#">O</a>	Sale or exchange of QSB stock with section 1202 exclusion
<a href="#">P – R</a>	Reserved for future use
<a href="#">S</a>	Non-portfolio capital gain (loss)
<a href="#">T – X</a>	Reserved for future use
<a href="#">ZZ</a>	Other income (loss)

### Box 12. Other deductions

<a href="#">A</a>	Cash contributions (60%)
<a href="#">B</a>	Cash contributions (30%)
<a href="#">C</a>	Noncash contributions (50%)
<a href="#">D</a>	Noncash contributions (30%)
<a href="#">E</a>	Capital gain property to a 50% limit organization (30%)
<a href="#">F</a>	Capital gain property (20%)
<a href="#">G</a>	Contributions (100%)
<a href="#">H</a>	Investment interest expense
<a href="#">I</a>	Deductions—Royalty income
<a href="#">J</a>	Section 59(e)(2) expenditures
<a href="#">K</a>	Reserved for future use

<a href="#">L</a>	Deductions—Portfolio income (other)
<a href="#">M</a>	Preproductive period expenses
<a href="#">N</a>	Reserved for future use
<a href="#">O</a>	Reforestation expense deduction
<a href="#">P – V</a>	Reserved for future use
<a href="#">W</a>	Soil and water conservation
<a href="#">X</a>	Film, television, and theatrical production expenditures
<a href="#">Y</a>	Expenditures for removal of barriers
<a href="#">Z</a>	Itemized deductions
<a href="#">AA</a>	Contributions to a capital construction fund (CCF)
<a href="#">AB</a>	Penalty on early withdrawal of savings
<a href="#">AC</a>	Interest expense allocated to debt financed distributions
<a href="#">AD – AJ</a>	Reserved for future use
<a href="#">ZZ</a>	Other deductions

### Box 13. Credits

<a href="#">A</a>	Zero-emission nuclear power production credit
<a href="#">B</a>	Credit for production from advanced nuclear power facilities
<a href="#">C</a>	Low-income housing credit (section 42(j)(5)) from post-2007 buildings
<a href="#">D</a>	Low-income housing credit (other) from post-2007 buildings
<a href="#">E</a>	Qualified rehabilitation expenditures (rental real estate)
<a href="#">F</a>	Other rental real estate credits
<a href="#">G</a>	Other rental credits
<a href="#">H</a>	Undistributed capital gains credit
<a href="#">I</a>	Biofuel producer credit
<a href="#">J</a>	Work opportunity credit
<a href="#">K</a>	Disabled access credit
<a href="#">L</a>	Empowerment zone employment credit
<a href="#">M</a>	Credit for increasing research activities
<a href="#">N</a>	Credit for employer social security and Medicare taxes
<a href="#">O</a>	Backup withholding
<a href="#">P</a>	Unused investment credit from the qualifying advanced coal project credit or qualifying gasification project credit allocated from cooperatives
<a href="#">Q</a>	Unused investment credit from the qualifying advanced energy project credit allocated from cooperatives
<a href="#">R</a>	Unused investment credit from the advanced manufacturing investment credit allocated from cooperatives
<a href="#">S</a>	Unused investment credit from clean electricity credit allocated from cooperatives
<a href="#">T</a>	Unused investment credit from the energy credit allocated from cooperatives
<a href="#">U</a>	Unused investment credit from the rehabilitation credit allocated from cooperatives
<a href="#">V</a>	Advanced manufacturing production credit
<a href="#">W</a>	Clean electricity production credit
<a href="#">X</a>	Clean fuel production credit
<a href="#">Y</a>	Clean hydrogen production credit
<a href="#">Z</a>	Orphan drug credit
<a href="#">AA</a>	Enhanced oil recovery credit
<a href="#">AB</a>	Renewable electricity production credit
<a href="#">AC</a>	Biodiesel, renewable diesel, or sustainable aviation fuels credit
<a href="#">AD</a>	New markets credit
<a href="#">AE</a>	Credit for small employer pension plan startup costs
<a href="#">AF</a>	Credit for small employer auto-enrollment
<a href="#">AG</a>	Credit for military spouse participation
<a href="#">AH</a>	Credit for employer-provided childcare facilities and services
<a href="#">AI</a>	Low sulfur diesel fuel production credit
<a href="#">AJ</a>	Qualified railroad track maintenance credit
<a href="#">AK</a>	Credit for oil and gas production from marginal wells
<a href="#">AL</a>	Distilled spirits credit
<a href="#">AM</a>	Energy efficient home credit
<a href="#">AN</a>	Reserved for future use
<a href="#">AO</a>	Alternative fuel vehicle refueling property credit
<a href="#">AP</a>	Clean renewable energy bond credit
<a href="#">AQ</a>	New clean renewable energy bond credit
<a href="#">AR</a>	Qualified energy conservation bond credit
<a href="#">AS</a>	Qualified zone academy bond credit

<a href="#">AT</a>	Qualified school construction bond credit
<a href="#">AU</a>	Build America bond credit
<a href="#">AV</a>	Credit for employer differential wage payments
<a href="#">AW</a>	Carbon oxide sequestration credit
<a href="#">AX</a>	Carbon oxide sequestration credit recapture
<a href="#">AY</a>	New clean vehicle credit
<a href="#">AZ</a>	Qualified commercial clean vehicle credit
<a href="#">BA</a>	Credit for small employer health insurance premiums
<a href="#">BB</a>	Employer credit for paid family and medical leave
<a href="#">BC</a>	Eligible credits from transferor(s) under section 6418
<b>BD – BG</b>	Reserved for future use
<a href="#">ZZ</a>	Other credits

### Box 15. Alternative minimum tax (AMT) items

<a href="#">A</a>	Post-1986 depreciation adjustment
<a href="#">B</a>	Adjusted gain or loss
<a href="#">C</a>	Depletion (other than oil & gas)
<a href="#">D</a>	Oil, gas, & geothermal—Gross income
<a href="#">E</a>	Oil, gas, & geothermal—Deductions
<a href="#">F</a>	Other AMT items

### Box 16. Items affecting shareholder basis

<a href="#">A</a>	Tax-exempt interest income
<a href="#">B</a>	Other tax-exempt income
<a href="#">C</a>	Nondeductible expenses
<a href="#">D</a>	Distributions
<a href="#">E</a>	Repayment of loans from shareholders
<a href="#">F</a>	Foreign taxes paid or accrued

### Box 17. Other information

<a href="#">A</a>	Investment income
<a href="#">B</a>	Investment expenses
<a href="#">C</a>	Qualified rehabilitation expenditures (other than rental real estate)
<a href="#">D</a>	Basis of energy property
<a href="#">E</a>	Recapture of low-income housing credit (section 42(j)(5))
<a href="#">F</a>	Recapture of low-income housing credit (other)
<a href="#">G</a>	Recapture of investment credit
<a href="#">H</a>	Recapture of other credits
<a href="#">I</a>	Look-back interest—Completed long-term contracts
<a href="#">J</a>	Look-back interest—Income forecast method
<a href="#">K</a>	Dispositions of property with section 179 deductions
<a href="#">L</a>	Recapture of section 179 deduction
<a href="#">M</a>	Section 453(l)(3) information
<a href="#">N</a>	Section 453A(c) information
<a href="#">O</a>	Section 1260(b) information
<a href="#">P</a>	Interest allocable to production expenditures
<a href="#">Q</a>	Capital construction fund (CCF) nonqualified withdrawals
<a href="#">R</a>	Depletion information—Oil and gas
<b>S – T</b>	Reserved for future use
<a href="#">U</a>	Net investment income
<a href="#">V</a>	Section 199A information
<b>W – Z</b>	Reserved for future use
<a href="#">AA</a>	Excess taxable income
<a href="#">AB</a>	Excess business interest income
<a href="#">AC</a>	Gross receipts for section 448(c)
<b>AD – AI</b>	Reserved for future use
<a href="#">AJ</a>	Excess business loss limitation

<b>AK – AM</b>	Reserved for future use
<a href="#">AN</a>	Farming and fishing income
<a href="#">AO</a>	Reserved for future use
<a href="#">AP</a>	Inversion gain
<b>AQ – AR</b>	Reserved for future use
<a href="#">AS</a>	Qualifying advanced coal project property and qualifying gasification project property
<a href="#">AT</a>	Qualifying advanced energy project property
<a href="#">AU</a>	Advanced manufacturing investment property
<a href="#">AV</a>	Clean electricity investment property
<a href="#">AW</a>	Reportable transactions
<b>AX – BD</b>	Reserved for future use
<a href="#">ZZ</a>	Other information

Form **1065****U.S. Return of Partnership Income**

OMB No. 1545-0123

Department of the Treasury  
Internal Revenue Service

For calendar year 2025, or tax year beginning \_\_\_\_\_, 2025, ending \_\_\_\_\_, 20\_\_\_\_\_.

Go to [www.irs.gov/Form1065](http://www.irs.gov/Form1065) for instructions and the latest information.**2025**

<b>A</b> Principal business activity	Name of partnership				<b>D</b> Employer identification number
<b>B</b> Principal product or service	Number and street			Room or suite no.	<b>E</b> Date business started
<b>C</b> Business code number	City or town	State or province	Country	ZIP or foreign postal code	<b>F</b> Total assets (see instructions) \$

**G** Check applicable boxes: (1) ☐ Initial return (2) ☐ Final return (3) ☐ Name change (4) ☐ Address change (5) ☐ Amended return**H** Check accounting method: (1) ☐ Cash (2) ☐ Accrual (3) ☐ Other (specify): \_\_\_\_\_**I** Number of Schedules K-1. Attach one for each person who was a partner at any time during the tax year: \_\_\_\_\_**J** Check if Schedules C and M-3 are attached ☐**K** Check if partnership: (1) ☐ Aggregated activities for section 465 at-risk purposes (2) ☐ Grouped activities for section 469 passive activity purposes**Caution:** Include **only** trade or business income and expenses on lines 1a through 23 below. See instructions for more information.

<b>Income</b>	<b>1a</b> Gross receipts or sales	<b>b</b> Less returns and allowances	<b>c</b> Balance	<b>1c</b>
	<b>2</b> Cost of goods sold (attach Form 1125-A)			<b>2</b>
	<b>3</b> Gross profit. Subtract line 2 from line 1c			<b>3</b>
	<b>4</b> Ordinary income (loss) from other partnerships, estates, and trusts (attach statement)			<b>4</b>
	<b>5</b> Net farm profit (loss) (attach Schedule F (Form 1040))			<b>5</b>
	<b>6</b> Net gain (loss) from Form 4797, Part II, line 17 (attach Form 4797)			<b>6</b>
	<b>7</b> Other income (loss) (attach statement)			<b>7</b>
	<b>8</b> <b>Total income (loss).</b> Combine lines 3 through 7			<b>8</b>
<b>Deductions</b> (see instructions for limitations)	<b>9</b> Salaries and wages (other than to partners) (less employment credits)			<b>9</b>
	<b>10</b> Guaranteed payments to partners			<b>10</b>
	<b>11</b> Repairs and maintenance			<b>11</b>
	<b>12</b> Bad debts			<b>12</b>
	<b>13</b> Rent			<b>13</b>
	<b>14</b> Taxes and licenses			<b>14</b>
	<b>15</b> Interest (see instructions)			<b>15</b>
	<b>16a</b> Depreciation (if required, attach Form 4562)	<b>16a</b>		
	<b>b</b> Less depreciation reported on Form 1125-A and elsewhere on return	<b>16b</b>		<b>16c</b>
	<b>17</b> Depletion ( <b>Do not deduct oil and gas depletion.</b> )			<b>17</b>
	<b>18</b> Retirement plans, etc.			<b>18</b>
	<b>19</b> Employee benefit programs			<b>19</b>
	<b>20</b> Energy efficient commercial buildings deduction (attach Form 7205)			<b>20</b>
	<b>21</b> Other deductions (attach statement)			<b>21</b>
<b>22</b> <b>Total deductions.</b> Add the amounts shown in the far right column for lines 9 through 21			<b>22</b>	
<b>23</b> <b>Ordinary business income (loss).</b> Subtract line 22 from line 8			<b>23</b>	
<b>Tax and Payment</b>	<b>24</b> Interest due under the look-back method—completed long-term contracts (attach Form 8697)			<b>24</b>
	<b>25</b> Interest due under the look-back method—income forecast method (attach Form 8866)			<b>25</b>
	<b>26</b> BBA AAR imputed underpayment (see instructions)			<b>26</b>
	<b>27</b> Other taxes (see instructions)			<b>27</b>
	<b>28</b> <b>Total balance due.</b> Add lines 24 through 27			<b>28</b>
	<b>29</b> Elective payment election amount from Form 3800			<b>29</b>
	<b>30</b> Payment (see instructions)			<b>30</b>
	<b>31</b> <b>Amount owed.</b> If the sum of line 29 and line 30 is smaller than line 28, enter amount owed			<b>31</b>
	<b>32a</b> <b>Overpayment.</b> If the sum of line 29 and line 30 is larger than line 28, enter overpayment			<b>32a</b>
	<b>b</b> Routing number		<b>c</b> Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings	
<b>d</b> Account number				

**Sign Here**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than partner or limited liability company member) is based on all information of which preparer has any knowledge.

Signature of partner or limited liability company member

Date

May the IRS discuss this return with the preparer shown below?  
See instructions. ☐ Yes ☐ No**Paid Preparer Use Only**

Enter preparer's name

Preparer's signature

Date

Check ☐ if self-employed

PTIN

Firm's name

Firm's EIN

Firm's address

Phone no.

**Schedule B Other Information**

					Yes	No
<b>1</b> What type of entity is filing this return? Check the applicable box:						
<b>a</b> <input type="checkbox"/> Domestic general partnership		<b>b</b> <input type="checkbox"/> Domestic limited partnership				
<b>c</b> <input type="checkbox"/> Domestic limited liability company		<b>d</b> <input type="checkbox"/> Domestic limited liability partnership				
<b>e</b> <input type="checkbox"/> Foreign partnership		<b>f</b> <input type="checkbox"/> Other: _____				
<b>2</b> At the end of the tax year:						
<b>a</b> Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization, or any foreign government own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership? For rules of constructive ownership, see instructions. If "Yes," attach Schedule B-1, Information on Partners Owning 50% or More of the Partnership . . . . .						
<b>b</b> Did any individual or estate own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership? For rules of constructive ownership, see instructions. If "Yes," attach Schedule B-1 . . . . .						
<b>3</b> At the end of the tax year, did the partnership:						
<b>a</b> Own directly 20% or more, or own, directly or indirectly, 50% or more, of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (iv) below . . . . .						
(i) Name of corporation		(ii) Employer identification number (if any)	(iii) Country of incorporation	(iv) Percentage owned in voting stock		
<b>b</b> Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more, in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below . . . . .						
(i) Name of entity		(ii) Employer identification number (if any)	(iii) Type of entity	(iv) Country of organization	(v) Maximum percentage owned in profit, loss, or capital	
<b>4</b> Does the partnership satisfy <b>all four</b> of the following conditions?						
<b>a</b> The partnership's total receipts for the tax year were less than \$250,000.						
<b>b</b> The partnership's total assets at the end of the tax year were less than \$1 million.						
<b>c</b> Schedules K-1 are filed with the return and furnished to the partners on or before the due date (including extensions) for the partnership return.						
<b>d</b> The partnership is not filing and is not required to file Schedule M-3 . . . . . If "Yes," the partnership is not required to complete Schedules L, M-1, and M-2; item F on page 1 of Form 1065; or item L on Schedule K-1.						
<b>5</b> Is this partnership a publicly traded partnership, as defined in section 469(k)(2)? . . . . .						
<b>6</b> During the tax year, did the partnership have any debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt? . . . . .						
<b>7</b> Has this partnership filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction? . . . . .						
<b>8</b> At any time during calendar year 2025, did the partnership have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? See instructions for exceptions and filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR). If "Yes," enter the name of the foreign country _____						
<b>9</b> At any time during the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520, Annual Return To Report Transactions With Foreign Trusts and Receipt of Certain Foreign Gifts. See instructions . . . . .						
<b>10a</b> Is the partnership making, or had it previously made (and not revoked), a section 754 election? If "Yes," enter the effective date of the election . . . . . See instructions for details regarding a section 754 election.						
<b>b</b> For this tax year, did the partnership make an optional basis adjustment under section 743(b)? If "Yes," enter the total aggregate net positive amount \$ _____ and the total aggregate net negative amount \$( _____ ) of such section 743(b) adjustments for all partners made in the tax year. The partnership must also attach a statement showing the computation and allocation of each basis adjustment. See instructions . . . . .						



**Schedule B Other Information** (continued)

	Yes	No
<b>c</b> For this tax year, did the partnership make an optional basis adjustment under section 734(b)? If "Yes," enter the total aggregate net positive amount \$_____ and the total aggregate net negative amount \$(_____) of such section 734(b) adjustments for all partnership property made in the tax year. The partnership must also attach a statement showing the computation and allocation of each basis adjustment. See instructions . . . . .		
<b>d</b> For this tax year, is the partnership required to adjust the basis of partnership property under section 743(b) or 734(b) because of a substantial built-in loss (as defined under section 743(d)) or substantial basis reduction (as defined under section 734(d))? If "Yes," enter the total aggregate amount of such section 743(b) adjustments and/or section 734(b) adjustments for all partners and/or partnership property made in the tax year \$_____. The partnership must also attach a statement showing the computation and allocation of the basis adjustment. See instructions . . . . .		
<b>e</b> Reserved for future use . . . . .		
<b>11</b> Check this box if, during the current or prior tax year, the partnership distributed any property received in a like-kind exchange or contributed such property to another entity (other than disregarded entities wholly owned by the partnership throughout the tax year) . . . . . <input type="checkbox"/>		
<b>12</b> At any time during the tax year, did the partnership distribute to any partner a tenancy-in-common or other undivided interest in partnership property? . . . . .		
<b>13a</b> If the partnership is required to file Form 8858, Information Return of U.S. Persons With Respect to Foreign Disregarded Entities (FDEs) and Foreign Branches (FBs), enter the number of Forms 8858 attached. See instructions . . . . .		
<b>b</b> The owner of a qualified business unit (QBU) as defined in section 989(a) with a functional currency different from its owner (including a foreign disregarded entity, foreign branch, or foreign partnership) is required to file Form 8964, Information Return of U.S. Persons With Respect to Certain Qualified Business Units, and related schedules. Enter the number of Forms 8964 attached to this Form 1065 _____; to Forms 5471 for controlled foreign corporations owned by the partnership _____; and to Forms 8865 for controlled foreign partnerships owned by the partnership _____.		
<b>14</b> Does the partnership have any foreign partners? If "Yes," enter the number of Forms 8805, Foreign Partner's Information Statement of Section 1446 Withholding Tax, filed for this partnership . . . . .		
<b>15</b> Enter the number of Forms 8865, Return of U.S. Persons With Respect to Certain Foreign Partnerships, attached to this return . . . . .		
<b>16a</b> Did you make any payments in 2025 that would require you to file Form(s) 1099? See instructions . . . . .		
<b>b</b> If "Yes," did you or will you file required Form(s) 1099? . . . . .		
<b>17</b> Enter the number of Forms 5471, Information Return of U.S. Persons With Respect to Certain Foreign Corporations, attached to this return . . . . .		
<b>18</b> Enter the number of partners that are foreign governments under section 892 . . . . .		
<b>19</b> During the partnership's tax year, did the partnership make any payments, or receive any payments allocable to foreign partners, that would require it to file Forms 1042 and 1042-S under chapter 3 (sections 1441 through 1464) or chapter 4 (sections 1471 through 1474)? . . . . .		
<b>20</b> Was the partnership a specified domestic entity required to file Form 8938 for the tax year? See the Instructions for Form 8938 . . . . .		
<b>21</b> Is the partnership a section 721(c) partnership, as defined in Regulations section 1.721(c)-1(b)(14)? . . . . .		
<b>22</b> During the tax year, did the partnership pay or accrue any interest or royalty for which one or more partners are not allowed a deduction under section 267A? See instructions . . . . . If "Yes," enter the total amount of the disallowed deductions . . . . . \$_____		
<b>23</b> Did the partnership have an election under section 163(j) for any real property trade or business or any farming business in effect during the tax year? See instructions . . . . .		
<b>24</b> Does the partnership satisfy one or more of the following? See instructions . . . . . <b>a</b> The partnership owns a pass-through entity with current, or prior year carryover, excess business interest expense. <b>b</b> The partnership's aggregate average annual gross receipts (determined under section 448(c)) for the 3 tax years preceding the current tax year are more than \$31 million and the partnership has business interest expense. <b>c</b> The partnership is a tax shelter (see instructions) and the partnership has business interest expense. If "Yes" to any, complete and attach Form 8990.		
<b>25</b> Does the partnership intend to self-certify as a qualified opportunity fund? . . . . . If "Yes," complete and attach Form 8996, Qualified Opportunity Fund, and enter the amount (if any) from Form 8996, line 15 . . . . . \$_____		
<b>26</b> Enter the number of foreign partners subject to section 864(c)(8) as a result of transferring all or a portion of an interest in the partnership or of receiving a distribution from the partnership . . . . . Complete Schedule K-3 (Form 1065), Part XIII, for each foreign partner subject to section 864(c)(8) on a transfer or distribution.		
<b>27</b> At any time during the tax year, were there any transfers between the partnership and its partners subject to the disclosure requirements of Regulations section 1.707-8? . . . . .		

**Schedule B Other Information** (continued)

	Yes	No
<b>28</b> Since December 22, 2017, did a foreign corporation directly or indirectly acquire substantially all of the properties constituting a trade or business of your partnership, and was the ownership percentage (by vote or value) for purposes of section 7874 greater than 50% (for example, the partners held more than 50% of the stock of the foreign corporation)? If "Yes," list the ownership percentage by vote and by value. See instructions. Percentage: _____ By vote: _____ By value: _____		
<b>29</b> Is the partnership required to file Form 7208, Excise Tax on Repurchase of Corporate Stock (see instructions):		
<b>a</b> Under the applicable foreign corporation rules? . . . . .		
<b>b</b> Under the covered surrogate foreign corporation rules? . . . . .		
If "Yes" to either (a) or (b), complete Form 7208. See the Instructions for Form 7208.		
<b>30</b> At any time during this tax year, did the partnership (a) receive (as a reward, award, or payment for property or services); or (b) sell, exchange, or otherwise dispose of a digital asset (or financial interest in a digital asset)? See instructions . . . . .		
<b>31</b> Reserved for future use . . . . .		
<b>32</b> Check this box if an election out of subchapter K under section 761 is being made. See instructions . . . . . <input type="checkbox"/>		
<b>33</b> Is the partnership electing out of the centralized partnership audit regime under section 6221(b)? See instructions If "Yes," the partnership must complete Schedule B-2 (Form 1065). Enter the total from Schedule B-2, Part III, line 3 . . . . . If "No," complete Designation of Partnership Representative below.		

**Designation of Partnership Representative** (see instructions)

Enter below the information for the partnership representative (PR) for the tax year covered by this return.

First name of PR (or entity name)			Last name of PR		
U.S. address of PR	Street	City	State	ZIP code	U.S. phone number of PR
Name of designated individual (DI) if PR is an entity					
First name of DI			Last name of DI		
U.S. address of DI	Street	City	State	ZIP code	U.S. phone number of DI

<b>Schedule K Partners' Distributive Share Items</b>		<b>Total amount</b>
<b>Income (Loss)</b>	<b>1</b> Ordinary business income (loss) (page 1, line 23)	<b>1</b>
	<b>2</b> Net rental real estate income (loss) (attach Form 8825)	<b>2</b>
	<b>3a</b> Other gross rental income (loss)	<b>3a</b>
	<b>b</b> Expenses from other rental activities (attach statement)	<b>3b</b>
	<b>c</b> Other net rental income (loss). Subtract line 3b from line 3a	<b>3c</b>
	<b>4</b> Guaranteed payments: <b>a</b> Services <b>4a</b> <b>b</b> Capital <b>4b</b>	<b>4c</b>
	<b>c</b> Total. Add lines 4a and 4b	<b>4c</b>
	<b>5</b> Interest income	<b>5</b>
	<b>6</b> Dividends and dividend equivalents: <b>a</b> Ordinary dividends <b>6a</b>	<b>6a</b>
	<b>b</b> Qualified dividends <b>6b</b> <b>c</b> Dividend equivalents <b>6c</b>	<b>6c</b>
	<b>7</b> Royalties	<b>7</b>
<b>8</b> Net short-term capital gain (loss) (attach Schedule D (Form 1065))	<b>8</b>	
<b>9a</b> Net long-term capital gain (loss) (attach Schedule D (Form 1065))	<b>9a</b>	
<b>b</b> Collectibles (28%) gain (loss)	<b>9b</b>	
<b>c</b> Unrecaptured section 1250 gain (attach statement)	<b>9c</b>	
<b>10</b> Net section 1231 gain (loss) (attach Form 4797)	<b>10</b>	
<b>11</b> Other income (loss) (see instructions) Type: _____	<b>11</b>	
<b>Deductions</b>	<b>12</b> Section 179 deduction (attach Form 4562)	<b>12</b>
	<b>13a</b> Cash contributions	<b>13a</b>
	<b>b</b> Noncash contributions	<b>13b</b>
	<b>c</b> Investment interest expense	<b>13c</b>
	<b>d</b> Section 59(e)(2) expenditures: <b>(1)</b> Type: _____ <b>(2)</b> Amount: _____	<b>13d(2)</b>
<b>e</b> Other deductions (see instructions) Type: _____	<b>13e</b>	
<b>Self-Employment</b>	<b>14a</b> Net earnings (loss) from self-employment	<b>14a</b>
	<b>b</b> Gross farming or fishing income	<b>14b</b>
	<b>c</b> Gross nonfarm income	<b>14c</b>
<b>Credits</b>	<b>15a</b> Low-income housing credit (section 42(j)(5))	<b>15a</b>
	<b>b</b> Low-income housing credit (other)	<b>15b</b>
	<b>c</b> Qualified rehabilitation expenditures (rental real estate) (attach Form 3468, if applicable)	<b>15c</b>
	<b>d</b> Other rental real estate credits (see instructions) Type: _____	<b>15d</b>
	<b>e</b> Other rental credits (see instructions) Type: _____	<b>15e</b>
	<b>f</b> Other credits (see instructions) Type: _____	<b>15f</b>
<b>Inter-national</b>	<b>16a</b> Attach Schedule K-2 (Form 1065), Partners' Distributive Share Items—International, and check this box to indicate that you are reporting items of international tax relevance <input type="checkbox"/>	
	<b>b</b> Check this box if you qualified for an exception to filing Schedule K-2 (Form 1065) <input type="checkbox"/>	
<b>Alternative Minimum Tax (AMT) items</b>	<b>17a</b> Post-1986 depreciation adjustment	<b>17a</b>
	<b>b</b> Adjusted gain or loss	<b>17b</b>
	<b>c</b> Depletion (other than oil and gas)	<b>17c</b>
	<b>d</b> Oil, gas, and geothermal properties—gross income	<b>17d</b>
	<b>e</b> Oil, gas, and geothermal properties—deductions	<b>17e</b>
	<b>f</b> Other AMT items (attach statement)	<b>17f</b>
<b>Other Information</b>	<b>18a</b> Tax-exempt interest income	<b>18a</b>
	<b>b</b> Other tax-exempt income	<b>18b</b>
	<b>c</b> Nondeductible expenses	<b>18c</b>
	<b>19a</b> Distributions of cash and marketable securities	<b>19a</b>
	<b>b</b> Distributions of other property	<b>19b</b>
	<b>20a</b> Investment income	<b>20a</b>
	<b>b</b> Investment expenses	<b>20b</b>
	<b>c</b> Other items and amounts (attach statement)	
<b>21</b> Total foreign taxes paid or accrued	<b>21</b>	

**Analysis of Net Income (Loss) per Return**

<b>1</b>	Net income (loss). Combine Schedule K, lines 1 through 11. From the result, subtract the sum of Schedule K, lines 12 through 13e, and 21					<b>1</b>
<b>2</b>	Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization
<b>a</b>	General partners					(vi) Nominee/Other
<b>b</b>	Limited partners					

**Schedule L Balance Sheets per Books**

		Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
<b>Assets</b>					
<b>1</b>	Cash				
<b>2a</b>	Trade notes and accounts receivable				
<b>b</b>	Less allowance for bad debts				
<b>3</b>	Inventories				
<b>4</b>	U.S. Government obligations				
<b>5</b>	Tax-exempt securities				
<b>6</b>	Other current assets (attach statement)				
<b>7a</b>	Loans to partners (or persons related to partners)				
<b>b</b>	Mortgage and real estate loans				
<b>8</b>	Other investments (attach statement)				
<b>9a</b>	Buildings and other depreciable assets				
<b>b</b>	Less accumulated depreciation				
<b>10a</b>	Depletable assets				
<b>b</b>	Less accumulated depletion				
<b>11</b>	Land (net of any amortization)				
<b>12a</b>	Intangible assets (amortizable only)				
<b>b</b>	Less accumulated amortization				
<b>13</b>	Other assets (attach statement)				
<b>14</b>	Total assets				
<b>Liabilities and Capital</b>					
<b>15</b>	Accounts payable				
<b>16</b>	Mortgages, notes, bonds payable in less than 1 year				
<b>17</b>	Other current liabilities (attach statement)				
<b>18</b>	All nonrecourse loans				
<b>19a</b>	Loans from partners (or persons related to partners)				
<b>b</b>	Mortgages, notes, bonds payable in 1 year or more				
<b>20</b>	Other liabilities (attach statement)				
<b>21</b>	Partners' capital accounts				
<b>22</b>	Total liabilities and capital				

**Schedule M-1 Reconciliation of Income (Loss) per Books With Analysis of Net Income (Loss) per Return****Note:** The partnership may be required to file Schedule M-3. See instructions.

<b>1</b>	Net income (loss) per books		<b>6</b>	Income recorded on books this year not included on Schedule K, lines 1 through 11 (itemize):	
<b>2</b>	Income included on Schedule K, lines 1, 2, 3c, 5, 6a, 7, 8, 9a, 10, and 11, not recorded on books this year (itemize):		<b>a</b>	Tax-exempt interest \$	
<b>3</b>	Guaranteed payments (other than health insurance)		<b>7</b>	Deductions included on Schedule K, lines 1 through 13e, and 21, not charged against book income this year (itemize):	
<b>4</b>	Expenses recorded on books this year not included on Schedule K, lines 1 through 13e, and 21 (itemize):		<b>a</b>	Depreciation \$	
<b>a</b>	Depreciation \$		<b>8</b>	Add lines 6 and 7	
<b>b</b>	Travel and entertainment \$		<b>9</b>	Income (loss) (Analysis of Net Income (Loss) per Return, line 1). Subtract line 8 from line 5	
<b>5</b>	Add lines 1 through 4				

**Schedule M-2 Analysis of Partners' Capital Accounts**

<b>1</b>	Balance at beginning of year		<b>6</b>	Distributions: <b>a</b> Cash	
<b>2</b>	Capital contributed: <b>a</b> Cash		<b>b</b> Property		
	<b>b</b> Property		<b>7</b>	Other decreases (itemize):	
<b>3</b>	Net income (loss) (see instructions)		<b>8</b>	Add lines 6 and 7	
<b>4</b>	Other increases (itemize):		<b>9</b>	Balance at end of year. Subtract line 8 from line 5	
<b>5</b>	Add lines 1 through 4				

**Schedule K-1  
(Form 1065)**Department of the Treasury  
Internal Revenue Service**2025**

For calendar year 2025, or tax year

beginning  /  / 2025 ending  /  /**Partner's Share of Income, Deductions,  
Credits, etc.**

See separate instructions.

**Part I Information About the Partnership****A** Partnership's employer identification number**B** Partnership's name, address, city, state, and ZIP code**C** IRS center where partnership filed return:**D** ☐ Check if this is a publicly traded partnership (PTP)**Part II Information About the Partner****E** Partner's SSN or TIN (Do not use TIN of a disregarded entity. See instructions.)**F** Name, address, city, state, and ZIP code for partner entered in E. See instructions.**G** ☐ General partner or LLC member-manager ☐ Limited partner or other LLC member**H1** ☐ Domestic partner ☐ Foreign partner**H2** ☐ If the partner is a disregarded entity (DE), enter the partner's:TIN  Name **I1** What type of entity is this partner? **I2** If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here ☐**J** Partner's share of profit, loss, and capital (see instructions):**Beginning****Ending**

Profit	%	%
Loss	%	%
Capital	%	%

Check if decrease is due to:

☐ Sale or ☐ Exchange of partnership interest. See instructions.**K1** Partner's share of liabilities:**Beginning****Ending**

Nonrecourse	\$	\$
Qualified nonrecourse financing	\$	\$
Recourse	\$	\$

**K2** Check this box if item K1 includes liability amounts from lower-tier partnerships ☐**K3** Check if any of the above liability is subject to guarantees or other payment obligations by the partner. See instructions ☐**L Partner's Capital Account Analysis**

Beginning capital account	\$
Capital contributed during the year	\$
Current year net income (loss)	\$
Other increase (decrease) (attach explanation)	\$
Withdrawals and distributions	\$ ( )
Ending capital account	\$

**M** Did the partner contribute property with a built-in gain (loss)?☐ Yes ☐ No If "Yes," attach statement. See instructions.**N Partner's Share of Net Unrecognized Section 704(c) Gain or (Loss)**

Beginning	\$
Ending	\$

**Part III Partner's Share of Current Year Income,  
Deductions, Credits, and Other Items**

1	Ordinary business income (loss)	14	Self-employment earnings (loss)
2	Net rental real estate income (loss)		
3	Other net rental income (loss)	15	Credits
4a	Guaranteed payments for services		
4b	Guaranteed payments for capital	16	Schedule K-3 is attached if checked <input type="checkbox"/>
4c	Total guaranteed payments	17	Alternative minimum tax (AMT) items
5	Interest income		
6a	Ordinary dividends		
6b	Qualified dividends	18	Tax-exempt income and nondeductible expenses
6c	Dividend equivalents		
7	Royalties		
8	Net short-term capital gain (loss)	19	Distributions
9a	Net long-term capital gain (loss)		
9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain	20	Other information
10	Net section 1231 gain (loss)		
11	Other income (loss)		
12	Section 179 deduction	21	Foreign taxes paid or accrued
13	Other deductions		

**22** ☐ More than one activity for at-risk purposes\***23** ☐ More than one activity for passive activity purposes\*

\*See attached statement for additional information.

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**List of Codes and References Used in Schedule K-1 (Form 1065)**

<b>Box Number / Item</b>		<b>Where to report or where to find further reporting information. Page numbers refer to these instructions.</b>
1. Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.		
	Passive loss	See page 15
	Passive income	Schedule E (Form 1040), line 28, column (h)
	Nonpassive loss	See page 15
	Nonpassive income	Schedule E (Form 1040), line 28, column (k)
2. Net rental real estate income (loss)		See page 15
3. Other net rental income (loss)		
	Net income	Schedule E (Form 1040), line 28, column (h)
	Net loss	See Instructions for Form 8582
4a. Guaranteed payment services		See Instructions for Schedule E (Form 1040)
4b. Guaranteed payment capital		See Instructions for Schedule E (Form 1040)
4c. Guaranteed payment total		See page 15
5. Interest income		Form 1040 or 1040-SR, line 2b
6a. Ordinary dividends		Form 1040 or 1040-SR, line 3b
6b. Qualified dividends		Form 1040 or 1040-SR, line 3a
6c. Dividend equivalents		See page 16
7. Royalties		Schedule E (Form 1040), line 4
8. Net short-term capital gain (loss)		Schedule D (Form 1040), line 5
9a. Net long-term capital gain (loss)		Schedule D (Form 1040), line 12
9b. Collectibles (28%) gain (loss)		28% Rate Gain Worksheet, line 4 (Schedule D instructions)
9c. Unrecaptured section 1250 gain		See page 16
10. Net section 1231 gain (loss)		See page 17
11. Other income (loss)		
	Code A. Other portfolio income (loss)	See page 17
	Code B. Involuntary conversions	See page 17
	Code C. Section 1256 contracts & straddles	Form 6781, line 1
	Code D. Mining exploration costs recapture	See 2022 Pub. 535
	Code E. Cancellation of debt	See page 17
	Code F. Section 743(b) positive adjustments	See page 17
	Code G. Reserved for future use	
	Code H. Section 951(a) income inclusions	See page 17
	Code I. Gain (loss) from disposition of oil, gas, geothermal, or mineral properties (section 59(e))	See page 17
	Code J. Recoveries of tax benefit items	See page 18
	Code K. Gambling gains and losses	See page 18
	Code L. Any income, gain, or loss to the partnership from a distribution under section 751(b) (certain distributions treated as sales or exchanges)	See page 18
	Code M. Gain eligible for section 1045 rollover (replacement stock purchased by partnership)	See page 18
	Code N. Gain eligible for section 1045 rollover (replacement stock not purchased by the partnership)	See page 18
	Code O. Sale or exchange of QSB stock with section 1202 exclusion	See page 19
	Code P. Gain or loss on disposition of farm recapture property and other items to which section 1252 applies	See page 19
	Code Q. Gain or loss on Fannie Mae or Freddie Mac qualified preferred stock	See page 19
	Code R. Specially allocated ordinary gain (loss)	See page 19
	Code S. Non-portfolio capital gain (loss)	See page 19
	Codes T through X. Reserved for future use	
	Code ZZ. Other	See page 19
12. Section 179 deduction		See page 19
13. Other deductions		
	Code A. Cash contributions (60%)	See page 19
	Code B. Cash contributions (30%)	See page 19
	Code C. Noncash contributions (50%)	See page 19

Box Number / Item		Where to report or where to find further reporting information. Page numbers refer to these instructions.
	Code D. Noncash contributions (30%)	See page 20
	Code E. Capital gain property to a 50% organization (30%)	See page 20
	Code F. Capital gain property (20%)	See page 20
	Code G. Contributions (100%)	See page 20
	Code H. Investment interest expense	Form 4952, line 1
	Code I. Deductions—royalty income	Schedule E (Form 1040), line 19
	Code J. Section 59(e)(2) expenditures	See page 21
	Code K. Excess business interest expense	See page 21
	Code L. Deductions—portfolio income (other)	Schedule A (Form 1040), line 16
	Code M. Amounts paid for medical insurance	Schedule A (Form 1040), line 1; or Schedule 1 (Form 1040), line 17
	Code N. Educational assistance benefits	See page 21
	Code O. Dependent care benefits	Form 2441, line 12
	Code P. Preproductive period expenses	See page 21
	Code Q. Reserved for future use	
	Code R. Pensions and IRAs	See page 21
	Code S. Reforestation expense deduction	See page 21
	Codes T through U. Reserved for future use	
	Code V. Section 743(b) negative adjustments	See page 22
	Code W. Soil and water conservation	See page 22
	Code X. Film, television, and theatrical production expenditures	See page 22
	Code Y. Expenditures for removal of barriers	See page 22
	Code Z. Itemized deductions	See page 22
	Code AA. Contributions to a capital construction fund (CCF)	See page 22
	Code AB. Penalty on early withdrawal of savings	See page 22
	Code AC. Interest expense allocated to debt-financed distributions	See page 22
	Code AD. Interest expense on working interest in oil or gas	See page 22
	Code AE. Deductions—portfolio income	See page 22
	Codes AF through AJ. Reserved for future use	
	Code ZZ. Other	See page 22
14. Self-employment earnings (loss)		
	<b>Note.</b> If you have a section 179 deduction or any partner-level deductions, see page 22 before completing Schedule SE (Form 1040).	
	Code A. Net earnings (loss) from self-employment	Schedule SE (Form 1040)
	Code B. Gross farming or fishing income	See page 22
	Code C. Gross nonfarm income	See page 23
15. Credits		
	Code A. Zero-emission nuclear power production credit	See page 23
	Code B. Credit for production from advanced nuclear power facilities	See page 23
	Code C. Low-income housing credit (section 42(j)(5)) from post-2007 buildings	See page 23
	Code D. Low-income housing credit (other) from post-2007 buildings	See page 23
	Code E. Qualified rehabilitation expenditures (rental real estate)	See page 23
	Code F. Other rental real estate credits	See page 23
	Code G. Other rental credits	See page 23
	Code H. Undistributed capital gains credit	Schedule 3 (Form 1040), line 13a
	Code I. Biofuel producer credit	See page 23
	Code J. Work opportunity credit	See page 23
	Code K. Disabled access credit	See page 23
	Code L. Empowerment zone employment credit	See page 23
	Code M. Credit for increasing research activities	See page 23
	Code N. Credit for employer social security and Medicare taxes	See page 24
	Code O. Backup withholding	See page 24
	Code P. Unused investment credit from the qualifying advanced coal project credit or qualifying gasification project credit allocated from cooperatives	See page 24
	Code Q. Unused investment credit from the qualifying advanced energy project credit allocated from cooperatives	See page 24
	Code R. Unused investment credit from the advanced manufacturing investment credit allocated from cooperatives	See page 24
	Code S. Unused investment credit from the clean electricity investment credit allocated from cooperatives	See page 24



Box Number / Item		Where to report or where to find further reporting information. Page numbers refer to these instructions.
	Code T. Unused investment credit from the energy credit allocated from cooperatives	See page 24
	Code U. Unused investment credit from the rehabilitation credit allocated from cooperatives	See page 24
	Code V. Advanced manufacturing production credit	See page 24
	Code W. Clean electricity production credit	See page 24
	Code X. Clean fuel production credit	See page 24
	Code Y. Clean hydrogen production credit	See page 24
	Code Z. Orphan drug credit	See page 24
	Code AA. Enhanced oil recovery credit	See page 24
	Code AB. Renewable electricity production credit	See page 24
	Code AC. Biodiesel, renewable diesel, or sustainable aviation fuels credit	See page 24
	Code AD. New markets credit	See page 24
	Code AE. Credit for small employer pension plan startup costs	See page 24
	Code AF. Credit for small employer auto-enrollment	See page 24
	Code AG. Credit for small employer military spouse retirement plan eligibility	See page 24
	Code AH. Credit for employer-provided childcare facilities and services	See page 24
	Code AI. Low sulfur diesel fuel production credit	See page 24
	Code AJ. Qualified railroad track maintenance credit	See page 24
	Code AK. Credit for oil and gas production from marginal wells	See page 24
	Code AL. Distilled spirits credit	See page 24
	Code AM. Energy efficient home credit	See page 24
	Code AN. Reserved for future use	
	Code AO. Alternative fuel vehicle refueling property credit	See page 24
	Code AP. Clean renewable energy bond credit	See page 24
	Code AQ. New clean renewable energy bond credit	See page 24
	Code AR. Qualified energy conservation bond credit	See page 24
	Code AS. Qualified zone academy bond credit	See page 24
	Code AT. Qualified school construction bond credit	See page 24
	Code AU. Build America bond credit	See page 24
	Code AV. Credit for employer differential wage payments	See page 24
	Code AW. Carbon oxide sequestration credit	See page 24
	Code AX. Carbon oxide sequestration credit recapture	See page 25
	Code AY. New clean vehicle credit	See page 25
	Code AZ. Qualified commercial clean vehicle credit	See page 25
	Code BA. Credit for small employer health insurance premiums	See page 25
	Code BB. Employer credit for paid family and medical leave	See page 25
	Code BC. Eligible credits from transferor(s) under section 6418	See page 25
	Codes BD through BG. Reserved for future use	
	Code ZZ. Other	See page 25
17. Alternative minimum tax (AMT) items		
	Code A. Post-1986 depreciation adjustment	See Instructions for Form 6251
	Code B. Adjusted gain or loss	See Instructions for Form 6251
	Code C. Depletion (other than oil & gas)	See Instructions for Form 6251
	Code D. Oil, gas, and geothermal—gross income	See Instructions for Form 6251
	Code E. Oil, gas, and geothermal—deductions	See Instructions for Form 6251
	Code F. Other AMT items	See Instructions for Form 6251
18. Tax-exempt income and nondeductible expenses		
	Code A. Tax-exempt interest income	Form 1040 or 1040-SR, line 2a
	Code B. Other tax-exempt income	See page 25
	Code C. Nondeductible expenses	See page 25
19. Distributions		
	Code A. Cash and marketable securities	See page 26
	Code B. Distribution subject to section 737	See page 26
	Code C. Other property	See page 26
20. Other information		
	Code A. Investment income	Form 4952, line 4a

Box Number / Item		Where to report or where to find further reporting information. Page numbers refer to these instructions.
	Code B. Investment expenses	Form 4952, line 5
	Code C. Fuel tax credit information	Form 4136
	Code D. Qualified rehabilitation expenditures (other than rental real estate)	See page 27
	Code E. Basis of energy property	See page 27
	Code F. Recapture of low-income housing credit for section 42(j)(5) partnerships	See page 27
	Code G. Recapture of low-income housing credit for other partnerships	See page 27
	Code H. Recapture of investment credit	See Form 4255
	Code I. Recapture of other credits	See page 27
	Code J. Look-back interest—completed long-term contracts	See Form 8697
	Code K. Look-back interest—income forecast method	See Form 8866
	Code L. Dispositions of property with section 179 deductions	See page 27
	Code M. Recapture of section 179 deduction	See page 28
	Code N. Business interest expense (information item)	See page 28
	Code O. Section 453(l)(3) information	Schedule 2 (Form 1040), line 14
	Code P. Section 453A(c) information	Schedule 2 (Form 1040), line 15
	Code Q. Section 1260(b) information	Schedule 2 (Form 1040), line 17z
	Code R. Interest allocable to production expenditures	See Regulations sections 1.263A-8 through -15
	Code S. Capital construction fund (CCF) nonqualified withdrawals	Schedule 2 (Form 1040), line 17z
	Code T. Depletion deduction	See 2022 Pub. 535
	Code U. Section 743(b) basis adjustment	See page 28
	Code V. Unrelated business taxable income	See page 28
	Code W. Precontribution gain (loss)	Form 8949 and/or Schedule D (Form 1040); or Form 4797
	Code X. Payment obligations including guarantees and deficit obligations (DROs)	See page 29
	Code Y. Net investment income	See Instructions for Form 8960
	Code Z. Section 199A information	Form 8995 or 8995-A
	Code AA. Section 704(c) information	See page 30
	Code AB. Section 751 gain (loss)	See page 30
	Code AC. Section 1(h)(5) collectibles gain	See page 30
	Code AD. Section 1(h)(6) unrecaptured section 1250 gain	See page 30
	Code AE. Excess taxable income	See Instructions for Form 8990
	Code AF. Excess business interest income	See page 30
	Code AG. Gross receipts for section 448(c)	See page 30
	Code AH. Noncash charitable contributions	See page 30
	Code AI. Interest and tax on deferred compensation to partners	See page 30
	Code AJ. Excess business loss limitation	See page 30
	Code AK. Gain from mark-to-market election	See page 31
	Code AL. Section 721(c) partnership	See page 31
	Code AM. Section 1061 information	See page 31
	Code AN. Farming and fishing business	See page 31
	Code AO. PTP information	See page 31
	Code AP. Inversion gain	See page 31
	Code AQ. Conservation reserve program payments	See page 31
	Code AR. IRA disclosure	See page 31
	Code AS. Qualifying advanced coal project property and qualifying gasification project property	See page 31
	Code AT. Qualifying advanced energy project property	See page 31
	Code AU. Advanced manufacturing investment property	See page 31
	Code AV. Reserved for future use	
	Code AW. Reportable transactions	See page 31
	Code AX. Corporate alternative minimum tax (CAMT)	See page 31
	Code AY. Foreign partners, Form 8990, Schedule A	See page 31
	Codes AZ through BD. Reserved for future use	
	Code ZZ. Other	See page 32
21.	Foreign taxes paid or accrued	See page 32