

Name of person with self-employment income (as shown on Form 1040) I.M. HOPEFULL	Social security number of person with self-employment income ▶	321-88-7777
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Section B—Long Schedule SE

Part I Self-Employment Tax

Note. If your only income subject to self-employment tax is **church employee income**, see instructions. Also see instructions for the definition of church employee income.

<p>A If you are a minister, member of a religious order, or Christian Science practitioner and you filed Form 4361, but you had \$400 or more of other net earnings from self-employment, check here and continue with Part I <input type="checkbox"/></p>		
<p>1a Net farm profit or (loss) from Schedule F, line 34, and farm partnerships, Schedule K-1 (Form 1065), box 14, code A. Note. Skip lines 1a and 1b if you use the farm optional method (see instructions)</p>	1a	
<p>b If you received social security retirement or disability benefits, enter the amount of Conservation Reserve Program payments included on Schedule F, line 4b, or listed on Schedule K-1 (Form 1065), box 20, code Y</p>	1b	(0)
<p>2 Net profit or (loss) from Schedule C, line 31; Schedule C-EZ, line 3; Schedule K-1 (Form 1065), box 14, code A (other than farming); and Schedule K-1 (Form 1065-B), box 9, code J1. Ministers and members of religious orders, see instructions for types of income to report on this line. See instructions for other income to report. Note. Skip this line if you use the nonfarm optional method (see instructions)</p>	2	-48
<p>3 Combine lines 1a, 1b, and 2.</p>	3	-48
<p>4a If line 3 is more than zero, multiply line 3 by 92.35% (.9235). Otherwise, enter amount from line 3 Note. If line 4a is less than \$400 due to Conservation Reserve Program payments on line 1b, see instructions</p>	4a	-48
<p>b If you elect one or both of the optional methods, enter the total of lines 15 and 17 here</p>	4b	4,480
<p>c Combine lines 4a and 4b. If less than \$400, stop; you do not owe self-employment tax. Exception. If less than \$400 and you had church employee income, enter -0- and continue ▶</p>	4c	4,432
<p>5a Enter your church employee income from Form W-2. See instructions for definition of church employee income</p>	5a	0
<p>b Multiply line 5a by 92.35% (.9235). If less than \$100, enter -0-</p>	5b	0
<p>6 Add lines 4c and 5b</p>	6	4,432
<p>7 Maximum amount of combined wages and self-employment earnings subject to social security tax or the 4.2% portion of the 5.65% railroad retirement (tier 1) tax for 2011</p>	7	106,800.00
<p>8a Total social security wages and tips (total of boxes 3 and 7 on Form(s) W-2) and railroad retirement (tier 1) compensation. If \$106,800 or more, skip lines 8b through 10, and go to line 11</p>	8a	7,000
<p>b Unreported tips subject to social security tax (from Form 4137, line 10)</p>	8b	0
<p>c Wages subject to social security tax (from Form 8919, line 10)</p>	8c	
<p>d Add lines 8a, 8b and 8c</p>	8d	7,000
<p>9 Subtract line 8d from line 7. If zero or less, enter -0- here and on line 10 and go to line 11 ▶</p>	9	99,800
<p>10 Multiply the smaller of line 6 or line 9 by 10.4% (.104)</p>	10	461
<p>11 Multiply line 6 by 2.9% (.029)</p>	11	129
<p>12 Self-employment tax. Add lines 10 and 11. Enter here and on Form 1040, line 56, or Form 1040NR, line 54</p>	12	590
<p>13 Deduction for employer-equivalent portion of self-employment tax. Add the two following amounts.</p> <ul style="list-style-type: none"> • 59.6% (.596) of line 10. 275 • One-half of line 11. 65 <p>Enter the result here and on Form 1040, line 27, or Form 1040NR, line 27</p>	13	340

Part II Optional Methods To Figure Net Earnings (see instructions)

<p>Farm Optional Method. You may use this method only if (a) your gross farm income¹ was not more than \$6,720 or (b) your net farm profits² were less than \$4,851.</p>		
<p>14 Maximum income for optional methods</p>	14	4,480.00
<p>15 Enter the smaller of: two-thirds (2/3) of gross farm income¹ (not less than zero) or \$4,480. Also, include this amount on line 4b above</p>	15	4,480
<p>Nonfarm Optional Method. You may use this method only if (a) your net nonfarm profits³ were less than \$4,851 and also less than 72.189% of your gross nonfarm income⁴, and (b) you had net earnings from self-employment of at least \$400 in 2 of the prior 3 years. Caution: You may use this method no more than five times.</p>		
<p>16 Subtract line 15 from line 14</p>	16	0
<p>17 Enter the smaller of: two-thirds (2/3) of gross nonfarm income⁴ (not less than zero) or the amount on line 16. Also, include this amount on line 4b above</p>	17	0

¹ From Sch. F, line 9, and Sch. K-1 (Form 1065), box 14, code B.
² From Sch. F, line 34, and Sch. K-1 (Form 1065), box 14, code A—minus the amount you would have entered on line 1b had you not used the optional method.
³ From Sch. C, line 31; Sch. C-EZ, line 3; Sch. K-1 (Form 1065), box 14, code A; and Sch. K-1 (Form 1065-B), box 9, code J1.
⁴ From Sch. C, line 7; Sch. C-EZ, line 1d; Sch. K-1 (Form 1065), box 14, code C; and Sch. K-1 (Form 1065-B), box 9, code J2.