

FORM FOR ESTIMATING 2021 INCOME TAX LIABILITY (does not consider AMT or averaging)

FARM INCOME

- 1. Total farm receipts to date \$ _____
- 2. Estimated farm receipts to end of year \$ _____
- 3. **TOTAL 1040F SALES (Line 1+2)** \$ _____

EXPENSES AND DEPRECIATION

- 4. Cash expenses to date \$ _____
- 5. Estimated cash expenses to end of year \$ _____
- 6. Depreciation for the year \$ _____
- 7. **TOTAL EXPENSES AND DEPRECIATION (Line 4+5+6)** \$ _____
- 8. **1040F NET FARM PROFIT (Line 3-7)** \$ _____

ADDITIONAL INCOME

- 9. Long-term capital gains (LTCG) and losses \$ _____
- 10. Short-term capital gains and depreciation recapture \$ _____
- 11. Non-farm income (includes wages, interest, rent income, etc.) \$ _____
- 12. **TOTAL ADDITIONAL INCOME (Line 9+10+11)** \$ _____
- 13. **TOTAL INCOME (Line 8+12)** \$ _____

- 14. Self-employment retirement deduction (Keogh and/or IRA, or SEP) \$ _____
- 15. 100% of medical insurance premium for self-employed \$ _____
- 16. Self-employment tax (50% of line 27) \$ _____
- 17. **TOTAL ADJUSTMENTS TO INCOME (Line 14+15+16)** \$ _____
- 18. **ADJUSTED GROSS INCOME (Line 13-17)** \$ _____

- 19. Greater of itemized deductions or standard deduction¹ \$ _____
- 20. Exemptions (Number _____ x zero per exemption) \$ _____
- 21. **TOTAL DEDUCTIONS (Line 19+20)** \$ _____

- 22. Taxable income after deductions (Line 18-21) \$ _____
 - 22a. QBI Deduction: lesser of [(20% of line 8 + 20% of recaptured depreciation) or (20% of line 22)] \$ _____
- If line 22 is over \$329,800 married or \$164,900 single, the calculation for line 22a is much more complicated.

- 22b. Taxable income after deducting QBI deduction (line 22 minus line 22a) \$ _____
- 23. **REGULAR FEDERAL INCOME TAX (subtract LTCG before using tables)** \$ _____

- 24. Capital gains tax² (0% or 15% or 20% or 18.8% or 23.8%) \$ _____
- 25. Credits \$ _____
- 26. Federal income tax due (Lines 23 + 24 - 25) \$ _____
- 27. Self-Employment tax: 15.3% [of the lesser of (Line 8 x .9235) or \$142,800]
+ [2.9% of (line 8 x .9235) over \$142,800] + 0.9% over \$200,000 (single) or \$250,000 (married) \$ _____
- 28. **TOTAL FEDERAL TAX OBLIGATION (Line 26+27)** \$ _____

Federal Tax percentage (line 28 divided by line 18) x 100 _____

¹ If a married taxpayer and/or spouse is age 65 or over, or is blind, add \$1,350 to the standard deduction for each spouse 65 or over and/or \$1,350 additional if blind. The addition is \$1,700 if the taxpayer is single or head of household, and age 65 or over and \$1,700 additional if blind.

² If tax rate for calculating line 23 is 0% for the amount between taxable ordinary income and \$40,400 for single and \$80,800 for married filing joint. For higher amounts the capital gains rate is 15% until reaching \$445,850 single or \$501,600 married. Above that the capital gains rate is 20%.

2021 Tax Rates, Single Individual

Taxable Income			Tax Payable			
\$	-	- \$ 9,950				10% of TI
\$	9,950	- \$ 40,525	\$ 995.00	+	12%	of (TI - 9,950)
\$	40,525	- \$ 86,375	\$ 4,664.00	+	22%	of (TI - 40,525)
\$	86,375	- \$ 164,925	\$ 14,751.00	+	24%	of (TI - 86,375)
\$	164,925	- \$ 209,425	\$ 33,603.00	+	32%	of (TI - 164,925)
\$	209,425	- \$ 523,600	\$ 47,843.00	+	35%	of (TI - 209,425)
		Over \$523,600	\$ 157,804.25	+	37%	of (TI - 523,600)

2021 Tax Rates, Married Filing Jointly

Taxable Income			Tax Payable			
\$	-	- \$ 19,900				10% of TI
\$	19,900	- \$ 81,050	\$ 1,990.00	+	12%	of (TI - 19,900)
\$	81,050	- \$ 172,750	\$ 9,328.00	+	22%	of (TI - 81,050)
\$	172,750	- \$ 329,850	\$ 29,502.00	+	24%	of (TI - 172,750)
\$	329,850	- \$ 418,850	\$ 67,206.00	+	32%	of (TI - 329,850)
\$	418,850	- \$ 628,300	\$ 95,686.00	+	35%	of (TI - 418,850)
		Over \$628,300	\$ 168,993.50	+	37%	of (TI - 628,300)

2021 Tax Rates, Married Filing Separately

Taxable Income			Tax Payable			
\$	-	- \$ 9,875				10% of TI
\$	9,875	- \$ 40,125	\$ 987.50	+	12%	of (TI - 9,875)
\$	40,125	- \$ 85,525	\$ 4,617.50	+	22%	of (TI - 40,125)
\$	85,525	- \$ 163,300	\$ 14,605.50	+	24%	of (TI - 85,525)
\$	163,300	- \$ 207,350	\$ 33,217.50	+	32%	of (TI - 163,300)
\$	207,350	- \$ 311,025	\$ 47,367.50	+	35%	of (TI - 207,350)
		Over \$311,025	\$ 83,653.75	+	37%	of (TI - 306,175)

2021 Tax Rates, Heads of Households

Taxable Income			Tax Payable			
\$	-	- \$ 14,200				10% of TI
\$	14,200	- \$ 54,200	\$ 1,420.00	+	12%	of (TI - 14,200)
\$	54,200	- \$ 86,350	\$ 6,220.00	+	22%	of (TI - 54,200)
\$	86,350	- \$ 164,900	\$ 13,293.00	+	24%	of (TI - 86,350)
\$	164,900	- \$ 209,400	\$ 32,145.00	+	32%	of (TI - 164,900)
\$	209,400	- \$ 523,600	\$ 46,385.00	+	35%	of (TI - 209,400)
		Over \$523,600	\$ 156,355.00	+	37%	of (TI - 523,600)

2021 Tax Rates, Estates and Trusts

Taxable Income			Tax Payable			
\$	-	- \$ 2,650				10% of TI
\$	2,650	- \$ 9,550	\$ 265.00	+	24%	of (TI - 2,650)
\$	9,550	- \$ 13,050	\$ 1,921.00	+	35%	of (TI - 9,550)
		Over \$13,050	\$ 3,146.00	+	37%	of (TI - 13,050)

2021 Tax Rate, Corporations

Taxable Income			Tax Payable			
\$	-	- \$ -				21% of TI