



To be used only if your federal AGI, plus any bonus depreciation, adjustment and all other decoupling on line 14 of the IA 1040, is more than, \$305,050 for married filing jointly for federal purposes or qualifying widow(er), \$279,650 for head of household, \$254,200 for single filers, or \$152,525 for married filing separately for federal purposes.

This worksheet computes the amount of itemized deductions to enter on line 26 of the IA Schedule A.

Step 1 Complete the IA Schedule A, lines 1-25.

Step 2 Re-compute the federal Itemized Deduction Worksheet:

- 1. Enter the sum of lines 3, 8, 13, 17, 18, 24, and 25 from the IA Schedule A 1. _____
2. Enter any Iowa income tax from line 5 of the federal Schedule A. Do not include school district / EMS surtax 2. _____
3. Add amounts from lines 1 and 2 3. _____
4. Add the amounts on Iowa Schedule A, lines 3, 12, 18, plus gambling losses and casualty or theft losses included on line 25 and enter here 4. _____
5. Is the amount on line 4 less than the amount on line 3?
• No. Stop! Your deduction is not limited. Enter the amount from line 1 above on the IA Schedule A, line 26.
• Yes. Subtract line 4 from line 3 5. _____
6. Multiply line 5 by 80% (.80)..... 6. _____
7. Enter amount from federal 1040, line 38, plus any bonus depreciation/section 179 adjustment and all other decoupling from line 14 of the IA 1040 7. _____
8. Enter: \$254,200 if single; \$279,650 if head of household; \$305,050 if married filing jointly or qualifying widow(er); \$152,525 if married filing separately (based on how your federal return was filed)..... 8. _____
9. Is the amount on line 8 less than line 7?
• No. Stop! Your deduction is not limited. Enter the amount from line 1 above on IA Schedule A, line 26.
• Yes. Subtract line 8 from line 7 9. _____
10. Multiply line 9 by 3% (.03)..... 10. _____
11. Enter the smaller of line 6 or line 10 11. _____
12. Total adjusted federal itemized deductions. Subtract line 11 from line 3 and enter on Step 3, line 1 of the IA 104 12. _____

Step 3 Complete the IA 104 below:

- 1. Enter the revised allowable federal itemized deductions from Step 2, line 12..... 1. _____
2. Enter the amount from Step 2, line 4 2. _____
3. Subtract line 2 from line 1 3. _____
4. Enter the amount from Step 2, line 3 4. _____
5. Subtract line 2 from line 4 5. _____
6. Divide line 3 by line 5 and enter the percentage here 6. _____ %
7. Enter the amount from Step 2, line 2 7. _____
8. Multiply line 7 by the percent on line 6 8. _____
9. Subtract line 8 from line 1. Enter this amount on line 26 of the IA Schedule A 9. _____

Keep this worksheet with your tax records.

Do not send it with your tax return