

# Domestic Production Activities Deduction

▶ Attach to your tax return. ▶ See separate instructions.

Name(s) as shown on return		Identifying number											
<b>1</b>	Domestic production gross receipts (DPGR)	<b>1</b>											
<b>2</b>	Allocable cost of goods sold. If you are using the small business simplified overall method, skip lines 2 and 3	<b>2</b>											
<b>3</b>	If you are using the section 861 method, enter deductions and losses definitely related to DPGR. Estates and trusts, see instructions. All others, skip line 3	<b>3</b>											
<b>4</b>	If you are using the section 861 method, enter your pro rata share of deductions and losses not definitely related to DPGR. All others, see instructions	<b>4</b>											
<b>5</b>	Add lines 2 through 4	<b>5</b>											
<b>6</b>	Subtract line 5 from line 1	<b>6</b>											
<b>7</b>	<table border="1"> <thead> <tr> <th>If you are a—</th> <th>Then enter the total qualified production activities income from—</th> </tr> </thead> <tbody> <tr> <td><b>a</b> Shareholder</td> <td>Schedule K-1 (Form 1120S), box 12, code P</td> </tr> <tr> <td><b>b</b> Partner</td> <td>Schedule K-1 (Form 1065), box 13, code T</td> </tr> <tr> <td></td> <td>Schedule K-1 (Form 1065-B), box 9, code S2</td> </tr> <tr> <td><b>c</b> Beneficiary</td> <td>Schedule K-1 (Form 1041), box 14, code C</td> </tr> </tbody> </table>	If you are a—	Then enter the total qualified production activities income from—	<b>a</b> Shareholder	Schedule K-1 (Form 1120S), box 12, code P	<b>b</b> Partner	Schedule K-1 (Form 1065), box 13, code T		Schedule K-1 (Form 1065-B), box 9, code S2	<b>c</b> Beneficiary	Schedule K-1 (Form 1041), box 14, code C	<b>7</b>	
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<b>8</b>	<b>Qualified production activities income.</b> Add lines 6 and 7. If zero or less, enter -0- here, skip lines 9 through 15, and enter -0- on line 16	<b>8</b>											
<b>9</b>	Income limitation (see instructions): <ul style="list-style-type: none"> <li>Individuals, estates, and trusts. Enter your adjusted gross income figured without the domestic production activities deduction</li> <li>All others. Enter your taxable income figured without the domestic production activities deduction (tax-exempt organizations, see instructions)</li> </ul>	<b>9</b>											
<b>10</b>	Enter the smaller of line 8 or line 9. If zero or less, enter -0- here, skip lines 11 through 15, and enter -0- on line 16	<b>10</b>											
<b>11</b>	Enter 3% of line 10	<b>11</b>											
<b>12</b>	Form W-2 wages (see instructions)	<b>12</b>											
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<b>14</b>	Add lines 12 and 13	<b>14</b>											
<b>15</b>	Form W-2 wage limitation. Enter 50% of line 14	<b>15</b>											
<b>16</b>	Enter the smaller of line 11 or line 15	<b>16</b>											
<b>17</b>	Domestic production activities deduction from cooperatives. Enter deduction from Form 1099-PATR, box 6	<b>17</b>											
<b>18</b>	Expanded affiliated group allocation (see instructions)	<b>18</b>											
<b>19</b>	<b>Domestic production activities deduction.</b> Combine lines 16 through 18 and enter the result here and on Form 1040, line 35; Form 1120, line 25; Form 1120-A, line 21; or the applicable line of your return	<b>19</b>											