



National Association of
Tax Professionals

Addendum: The Final 1040 and Form 1041

Revision [1.1]

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Corrections to the textbook were made to Form 1041, Line 17, adjusted total income or (loss). The total income of \$16,878 was inadvertently not entered on line 17. Below is the corrected form.

Income	1	Interest income	1	10,300
	2a	Total ordinary dividends	2a	10,000
	b	Qualified dividends allocable to (1) Beneficiaries (2) Estate or trust		
	3	Business income or (loss). Attach Schedule C (Form 1040 or 1040-SR)	3	
	4	Capital gain or (loss). Attach Schedule D (Form 1041)	4	1,000
	5	Rents, royalties, partnerships, other estates and trusts, etc. Attach Schedule E (Form 1040 or 1040-SR)	5	
	6	Farm income or (loss). Attach Schedule F (Form 1040 or 1040-SR)	6	
	7	Ordinary gain or (loss). Attach Form 4797	7	
	8	Other income. List type and amount	8	
9	Total income. Combine lines 1, 2a, and 3 through 8	9	21,300	
Deductions	10	Interest. Check if Form 4952 is attached <input type="checkbox"/>	10	
	11	Taxes	11	
	12	Fiduciary fees. If only a portion is deductible under section 67(e), see instructions	12	2,875
	13	Charitable deduction (from Schedule A, line 7)	13	
	14	Attorney, accountant, and return preparer fees. If only a portion is deductible under section 67(e), see instructions	14	1,150
	15a	Other deductions (attach schedule). See instructions for deductions allowable under section 67(e)	15a	397
	b	Net operating loss deduction. See instructions	15b	
	16	Add lines 10 through 15b	16	4,422
	17	Adjusted total income or (loss). Subtract line 16 from line 9	17	16,878
	18	Income distribution deduction (from Sch. B, line 15). Attach Schedules K-1 (Form 1041)	18	15,878
	19	Estate tax deduction including certain generation-skipping taxes (attach computation)	19	
	20	Qualified business income deduction. Attach Form 8995 or 8995-A	20	
	21	Exemption	21	600
22	Add lines 18 through 21	22	16,478	

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Corrections to the textbook were made to Form 1041, Schedule B, Line 1, adjust total income, from \$16,678 to \$16,878. Below is the corrected form.

Schedule B		Income Distribution Deduction	
1	Adjusted total income. See instructions	1	16,878
2	Adjusted tax-exempt interest	2	11,732
3	Total net gain from Schedule D (Form 1041), line 19, column (1). See instructions	3	
4	Enter amount from Schedule A, line 4 (minus any allocable section 1202 exclusion)	4	
5	Capital gains for the tax year included on Schedule A, line 1. See instructions	5	
6	Enter any gain from page 1, line 4, as a negative number. If page 1, line 4, is a loss, enter the loss as a positive number	6	-1,000
7	Distributable net income. Combine lines 1 through 6. If zero or less, enter -0-	7	27,610
8	If a complex trust, enter accounting income for the tax year as determined under the governing instrument and applicable local law	8	
9	Income required to be distributed currently	9	
10	Other amounts paid, credited, or otherwise required to be distributed	10	100,000
11	Total distributions. Add lines 9 and 10. If greater than line 8, see instructions	11	100,000
12	Enter the amount of tax-exempt income included on line 11	12	11,732
13	Tentative income distribution deduction. Subtract line 12 from line 11	13	88,268
14	Tentative income distribution deduction. Subtract line 2 from line 7. If zero or less, enter -0-	14	15,878
15	Income distribution deduction. Enter the smaller of line 13 or line 14 here and on page 1, line 18	15	15,878