

# Application for Change in Accounting Method

▶ Information about Form 3115 and its separate instructions is at [www.irs.gov/form3115](http://www.irs.gov/form3115).

Name of filer (name of parent corporation if a consolidated group) (see instructions)		Identification number (see instructions)	
MY TRADING ENTITY LLC		26-1234567	
Number, street, and room or suite no. If a P.O. box, see the instructions.		Principal business activity code number (see instructions)	
1234 ANY ST		523110	
City or town, state, and ZIP code		Tax year of change begins (MM/DD/YYYY)	
DALLAS TX 75201		01/01/2016	
		Tax year of change ends (MM/DD/YYYY)	
		12/31/2016	
Name of applicant(s) (if different than filer) and identification number(s) (see instructions)		Name of contact person (see instructions)	
		JOHN SMITH	
		Contact person's telephone number	

If the applicant is a member of a consolidated group, check this box

If Form 2848, Power of Attorney and Declaration of Representative, is attached (see instructions for when Form 2848 is required), check this box

**Check the box to indicate the type of applicant.**

- |  |  |
|--|--|
| <input checked="" type="checkbox"/> Individual                                   | <input type="checkbox"/> Cooperative (Sec. 1381)     |
| <input type="checkbox"/> Corporation   | <input type="checkbox"/> Partnership                 |
| <input type="checkbox"/> Controlled foreign corporation (Sec. 957)               | <input type="checkbox"/> S corporation               |
| <input type="checkbox"/> 10/50 corporation (Sec. 904(d)(2)(E))                   | <input type="checkbox"/> Insurance co. (Sec. 816(a)) |
| <input type="checkbox"/> Qualified personal service corporation (Sec. 448(d)(2)) | <input type="checkbox"/> Insurance co. (Sec. 831)    |
| <input type="checkbox"/> Exempt organization. Enter Code section ▶ _____         | <input type="checkbox"/> Other (specify) ▶ _____     |

**Check the appropriate box to indicate the type of accounting method change being requested.**  
See instructions.

- Depreciation or Amortization
- Financial Products and/or Financial Activities of Financial Institutions
- Other (specify) ▶ SEC 475(f) MARK TO MARKET

**Caution:** To be eligible for approval of the requested change in method of accounting, the taxpayer must provide all information that is relevant to the taxpayer or to the taxpayer's requested change in method of accounting. This includes (1) all relevant information requested on this Form 3115 (including its instructions), and (2) any other relevant information, even if not specifically requested on Form 3115.

**The taxpayer must attach all applicable statements requested throughout this form.**

**Part I Information for Automatic Change Request**

		Yes	No
1 Enter the applicable designated automatic accounting method change number ("DCN") for the requested automatic change. Enter only one DCN, except as provided for in guidance published by the IRS. If the requested change has no DCN, check "Other," and provide both a description of the change and a citation of the IRS guidance providing the automatic change. See instructions.			
a (1) DCN: _____ (2) DCN: _____ (3) DCN: _____ (4) DCN: _____ (5) DCN: _____ (6) DCN: _____ (7) DCN: _____ (8) DCN: _____ (9) DCN: _____ (10) DCN: _____ (11) DCN: _____ (12) DCN: _____			
b Other <input checked="" type="checkbox"/> Description ▶ REV PROC 2015-14 SEC 23			
2 Do any of the eligibility rules restrict the applicant from filing the requested change using the automatic change procedures (see instructions)? If "Yes," attach an explanation. . . . .			X
3 Has the filer provided all the information and statements required (a) on this form and (b) by the List of Automatic Changes under which the applicant is requesting a change? See instructions. . . . .			X
<b>Note:</b> Complete Part II and Part IV of this form, and, Schedules A through E, if applicable.			

**Part II Information for All Requests**

		Yes	No
4 During the tax year of change, did or will the applicant (a) cease to engage in the trade or business to which the requested change relates, or (b) terminate its existence? See instructions. . . . .			X
5 Is the applicant requesting to change to the principal method in the tax year of change under Regulations section 1.381(c)(4)-1(d)(1) or 1.381(c)(5)-1(d)(1)? . . . . .			X
If "No," go to line 6a.			
If "Yes," the applicant cannot file a Form 3115 for this change. See instructions.			

**Sign Here**

Under penalties of perjury, I declare that I have examined this application, including accompanying schedules and statements, and to the best of my knowledge and belief, the application contains all the relevant facts relating to the application, and it is true, correct, and complete. Declaration of preparer (other than applicant) is based on all information of which preparer has any knowledge.

Signature of filer (and spouse, if joint return)	Date	Name and title (print or type)
		4/15/2017

<b>Preparer (other than filer/applicant)</b>	Print/Type preparer's name	Preparer's signature	Date
	GREGORY L BUHROW		4/15/2017
	Firm's name ▶ GREGORY L BUHROW, CPA, PC		

Part II Information for All Requests (continued)

Table with 3 columns: Question, Yes, No. Contains questions 6a through 13 regarding tax return examinations, accounting changes, and appeals.

<b>Part II Information for All Requests (continued)</b>		<b>Yes</b>	<b>No</b>						
<b>14</b>	If the applicant is either <b>(i) not</b> changing its overall method of accounting, or <b>(ii)</b> changing its overall method of accounting <b>and</b> changing to a special method of accounting for one or more items, attach a detailed and complete description for each of the following (see instructions): <b>a</b> The item(s) being changed. <b>b</b> The applicant's present method for the item(s) being changed. <b>c</b> The applicant's proposed method for the item(s) being changed. <b>d</b> The applicant's present overall method of accounting (cash, accrual, or hybrid).								
<b>15a</b>	Attach a detailed and complete description of the applicant's trade(s) or business(es). <b>b</b> If the applicant has more than one trade or business, as defined in Regulations section 1.446-1(d), describe <b>(i)</b> whether each trade or business is accounted for separately; <b>(ii)</b> the goods and services provided by each trade or business and any other types of activities engaged in that generate gross income; <b>(iii)</b> the overall method of accounting for each trade or business; and <b>(iv)</b> which trade or business is requesting to change its accounting method as part of this application or a separate application. <b>Note:</b> If you are requesting an automatic method change, see the instructions to see if you are required to complete Lines 16a–c.								
<b>16a</b>	Attach a full explanation of the legal basis supporting the proposed method for the item being changed. Include a detailed and complete description of the facts that explains how the law specifically applies to the applicant's situation and that demonstrates that the applicant is authorized to use the proposed method. <b>b</b> Include all authority (statutes, regulations, published rulings, court cases, etc.) supporting the proposed method. <b>c</b> Include either a discussion of the contrary authorities or a statement that no contrary authority exists.								
<b>17</b>	Will the proposed method of accounting be used for the applicant's books and records and financial statements? For insurance companies, see the instructions . . . . . If "No," attach an explanation.	X							
<b>18</b>	Does the applicant request a conference with the IRS National Office if the IRS National Office proposes an adverse response?		X						
<b>19a</b>	If the applicant is changing to either the overall cash method, an overall accrual method, or is changing its method of accounting for any property subject to section 263A, any long-term contract subject to section 460 (see 19b), or inventories subject to section 474, enter the applicant's gross receipts for the 3 tax years preceding the tax year of change. <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td style="width:33%;">1st preceding year ended: mo.          yr.</td> <td style="width:33%;">2nd preceding year ended: mo.          yr.</td> <td style="width:33%;">3rd preceding year ended: mo.          yr.</td> </tr> <tr> <td style="text-align:right;">\$ _____</td> <td style="text-align:right;">\$ _____</td> <td style="text-align:right;">\$ _____</td> </tr> </table>	1st preceding year ended: mo.          yr.	2nd preceding year ended: mo.          yr.	3rd preceding year ended: mo.          yr.	\$ _____	\$ _____	\$ _____		
1st preceding year ended: mo.          yr.	2nd preceding year ended: mo.          yr.	3rd preceding year ended: mo.          yr.							
\$ _____	\$ _____	\$ _____							
<b>b</b>	If the applicant is changing its method of accounting for any long-term contract subject to section 460, in addition to completing 19a, enter the applicant's gross receipts for the 4th tax year preceding the tax year of change: 4th preceding year ended:          mo. _____ yr. _____ \$ _____								
<b>Part III Information for Non-Automatic Change Request</b>		<b>Yes</b>	<b>No</b>						
<b>20</b>	Is the applicant's requested change described in any revenue procedure, revenue ruling, notice, regulation, or other published guidance as an automatic change request? . . . . . If "Yes," attach an explanation describing why the applicant is submitting its request under the non-automatic change procedures.								
<b>21</b>	Attach a copy of all documents related to the proposed change (see instructions).								
<b>22</b>	Attach a statement of the applicant's reasons for the proposed change.								
<b>23</b>	If the applicant is a member of a consolidated group for the year of change, do all other members of the consolidated group use the proposed method of accounting for the item being changed? . . . . . If "No," attach an explanation.								
<b>24a</b>	Enter the amount of <b>user fee</b> attached to this application (see instructions).    ▶ \$ _____								
<b>b</b>	If the applicant qualifies for a reduced user fee, attach the required information or certification (see instructions).								

Part IV Section 481(a) Adjustment

Table with 2 columns: Yes, No. Rows 25-28 with 'X' marks in the No column for rows 25 and 28.

25 Does published guidance require the applicant (or permit the applicant and the applicant is electing) to implement the requested change in method of accounting on a cut-off basis?
26 Enter the section 481(a) adjustment. Indicate whether the adjustment is an increase (+) or a decrease (-) in income.
27 Is the applicant making an election to take the entire amount of the adjustment into account in the tax year of change?
28 Is any part of the section 481(a) adjustment attributable to transactions between members of an affiliated group, a consolidated group, a controlled group, or other related parties?

Schedule A—Change in Overall Method of Accounting (If Schedule A applies, Part I below must be completed.)

Part I Change in Overall Method (see instructions)

1 Check the appropriate boxes below to indicate the applicant's present and proposed methods of accounting.
Present method: [ ] Cash [ ] Accrual [ ] Hybrid (attach description)
Proposed method: [ ] Cash [ ] Accrual [ ] Hybrid (attach description)

2 Enter the following amounts as of the close of the tax year preceding the year of change. If none, state "None." Also, attach a statement providing a breakdown of the amounts entered on lines 2a through 2g.

Table with 2 columns: Description (a-h), Amount. Rows a-h with descriptions of accounting adjustments and a final net adjustment row.

3 Is the applicant also requesting the recurring item exception under section 461(h)(3)? [ ] Yes [ ] No

4 Attach copies of the profit and loss statement (Schedule F (Form 1040) for farmers) and the balance sheet, if applicable, as of the close of the tax year preceding the year of change. Also attach a statement specifying the accounting method used when preparing the balance sheet.

5 Is the applicant making a change to the overall cash method under Rev. Proc. 2002-28 (DCN "33")? [ ] Yes [ ] No
If "Yes," attach a statement that provides the applicant's NAICS code. See instructions.

Part II Change to the Cash Method for Non-Automatic Change Request (see instructions)

Applicants requesting a change to the cash method must attach the following information:

- 1 A description of inventory items (items whose production, purchase, or sale is an income-producing factor) and materials and supplies used in carrying out the business.
2 An explanation as to whether the applicant is required to use the accrual method under any section of the Code or regulations.

**Schedule B—Change to the Deferral Method for Advance Payments** (see instructions)

- 1 If the applicant is requesting to change to the deferral method for advance payments described in section 5.02 of Rev. Proc. 2004-34, 2004-1 C.B. 991, attach the following information:
  - a A statement explaining how the advance payments meet the definition in section 4.01 of Rev. Proc. 2004-34.
  - b If the applicant is filing under the automatic change procedures, the information required by section 8.02(3)(a)–(c) of Rev. Proc. 2004-34.
  - c If the applicant is filing under the non-automatic change procedures, the information required by section 8.03(2)(a)–(f) of Rev. Proc. 2004-34.
- 2 If the applicant is requesting to change to the deferral method for advance payments described in Regulations section 1.451-5(b)(1)(ii), attach the following.
  - a A statement explaining how the advance payments meet the definition in Regulations section 1.451-5(a)(1).
  - b A statement explaining what portions of the advance payments, if any, are attributable to services, whether such services are integral to the provisions of goods or items, and whether any portions of the advance payments that are attributable to non-integral services are less than five percent of the total contract prices. See Regulations sections 1.451-5(a)(2)(i) and (3).
  - c A statement explaining that the advance payments will be included in income no later than when included in gross receipts for purposes of the applicant's financial reports. See Regulations section 1.451-5(b)(1)(ii).
  - d A statement explaining whether the inventoriable goods exception of Regulations section 1.451-5(c) applies and if so, when substantial advance payments will be received under the contracts, and how the exception will limit the deferral of income.

**Schedule C—Changes Within the LIFO Inventory Method** (see instructions)**Part I General LIFO Information**

Complete this section if the requested change involves changes within the LIFO inventory method. Also, attach a copy of all **Forms 970, Application To Use LIFO Inventory Method**, filed to adopt or expand the use of the LIFO method.

- 1 Attach a description of the applicant's present and proposed LIFO methods and submethods for each of the following items:
  - a Valuing inventory (for example, unit method or dollar-value method).
  - b Pooling (for example, by line or type or class of goods, natural business unit, multiple pools, raw material content, simplified dollar-value method, inventory price index computation (IPIC) pools, vehicle-pool method, etc.).
  - c Pricing dollar-value pools (for example, double-extension, index, link-chain, link-chain index, IPIC method, etc.).
  - d Determining the current-year cost of goods in the ending inventory (such as, most recent acquisitions, earliest acquisitions during the current year, average cost of current-year acquisitions, rolling-average cost, or other permitted method).
- 2 If any present method or submethod used by the applicant is not the same as indicated on Form(s) 970 filed to adopt or expand the use of the method, attach an explanation.
- 3 If the proposed change is not requested for all the LIFO inventory, attach a statement specifying the inventory to which the change is and is not applicable.
- 4 If the proposed change is not requested for all of the LIFO pools, attach a statement specifying the LIFO pool(s) to which the change is applicable.
- 5 Attach a statement addressing whether the applicant values any of its LIFO inventory on a method other than cost. For example, if the applicant values some of its LIFO inventory at retail and the remainder at cost, identify which inventory items are valued under each method.
- 6 If changing to the IPIC method, attach a completed Form 970.

**Part II Change in Pooling Inventories**

- 1 If the applicant is proposing to change its pooling method or the number of pools, attach a description of the contents of, and state the base year for, each dollar-value pool the applicant presently uses and proposes to use.
- 2 If the applicant is proposing to use natural business unit (NBU) pools or requesting to change the number of NBU pools, attach the following information (to the extent not already provided) in sufficient detail to show that each proposed NBU was determined under Regulations sections 1.472-8(b)(1) and (2):
  - a A description of the types of products produced by the applicant. If possible, attach a brochure.
  - b A description of the types of processes and raw materials used to produce the products in each proposed pool.
  - c If all of the products to be included in the proposed NBU pool(s) are not produced at one facility, state the reasons for the separate facilities, the location of each facility, and a description of the products each facility produces.
  - d A description of the natural business divisions adopted by the taxpayer. State whether separate cost centers are maintained and if separate profit and loss statements are prepared.
  - e A statement addressing whether the applicant has inventories of items purchased and held for resale that are not further processed by the applicant, including whether such items, if any, will be included in any proposed NBU pool.
  - f A statement addressing whether all items including raw materials, goods-in-process, and finished goods entering into the entire inventory investment for each proposed NBU pool are presently valued under the LIFO method. Describe any items that are not presently valued under the LIFO method that are to be included in each proposed pool.

Part II Change in Pooling Inventories (continued)

- g A statement addressing whether, within the proposed NBU pool(s), there are items both sold to unrelated parties and transferred to a different unit of the applicant to be used as a component part of another product prior to final processing.
3 If the applicant is engaged in manufacturing and is proposing to use the multiple pooling method or raw material content pools, attach information to show that each proposed pool will consist of a group of items that are substantially similar. See Regulations section 1.472-8(b)(3).
4 If the applicant is engaged in the wholesaling or retailing of goods and is requesting to change the number of pools used, attach information to show that each of the proposed pools is based on customary business classifications of the applicant's trade or business. See Regulations section 1.472-8(c).

Schedule D—Change in the Treatment of Long-Term Contracts Under Section 460, Inventories, or Other Section 263A Assets (see instructions)

Part I Change in Reporting Income From Long-Term Contracts (Also complete Part III on pages 7 and 8.)

- 1 To the extent not already provided, attach a description of the applicant's present and proposed methods for reporting income and expenses from long-term contracts. Also, attach a representative actual contract (without any deletion) for the requested change. If the applicant is a construction contractor, attach a detailed description of its construction activities.
2a Are the applicant's contracts long-term contracts as defined in section 460(f)(1) (see instructions)?
b If "Yes," do all the contracts qualify for the exception under section 460(e) (see instructions)?
c Is the applicant requesting to use the percentage-of-completion method using cost-to-cost under Regulations section 1.460-4(b)?
d In computing the completion factor of a contract, will the applicant use the cost-to-cost method described in Regulations section 1.460-5(b) or the simplified cost-to-cost method described in Regulations section 1.460-5(c)?
e If line 2c is "No," is the applicant requesting to use the exempt-contract percentage-of-completion method under Regulations section 1.460-4(c)(2)?
3a Does the applicant have long-term manufacturing contracts as defined in section 460(f)(2)?
b If "Yes," attach a description of the applicant's manufacturing activities, including any required installation of manufactured goods.
4a Does the applicant enter into cost-plus long-term contracts?
b Does the applicant enter into federal long-term contracts?

Part II Change in Valuing Inventories Including Cost Allocation Changes (Also complete Part III on pages 7 and 8.)

- 1 Attach a description of the inventory goods being changed.
2 Attach a description of the inventory goods (if any) NOT being changed.
3a Is the applicant subject to section 263A? If "No," go to line 4a.
b Is the applicant's present inventory valuation method in compliance with section 263A (see instructions)? If "No," attach a detailed explanation.

4a Check the appropriate boxes in the chart.

Identification methods:

- Specific identification
FIFO
LIFO
Other (attach explanation)

Valuation methods:

- Cost
Cost or market, whichever is lower
Retail cost
Retail, lower of cost or market
Other (attach explanation)

b Enter the value at the end of the tax year preceding the year of change.

5 If the applicant is changing from the LIFO inventory method to a non-LIFO method, attach the following information (see instructions).

- a Copies of Form(s) 970 filed to adopt or expand the use of the method.
b Only for applicants requesting a non-automatic change. A statement describing whether the applicant is changing to the method required by Regulations section 1.472-6(a) or (b), or whether the applicant is proposing a different method.
c Only for applicants requesting an automatic change. The statement required by section 22.01(5) of Rev. Proc. 2015-14 (or its successor).

Table with 3 columns: Inventory Method Being Changed (Present method, Proposed method), Inventory Method Not Being Changed (Present method). Rows correspond to identification and valuation methods.

**Part III Method of Cost Allocation** (Complete this part if the requested change involves either property subject to section 263A or long-term contracts as described in section 460.) See instructions.

**Section A—Allocation and Capitalization Methods**

Attach a description (including sample computations) of the present and proposed method(s) the applicant uses to capitalize direct and indirect costs properly allocable to real or tangible personal property produced and property acquired for resale, or to allocate direct and indirect costs required to be allocated to long-term contracts. Include a description of the method(s) used for allocating indirect costs to intermediate cost objectives such as departments or activities prior to the allocation of such costs to long-term contracts, real or tangible personal property produced, and property acquired for resale. The description must include the following:

- 1 The method of allocating direct and indirect costs (for example, specific identification, burden rate, standard cost, or other reasonable allocation method).
- 2 The method of allocating mixed service costs (for example, direct reallocation, step-allocation, simplified service cost using the labor-based allocation ratio, simplified service cost using the production cost allocation ratio, or other reasonable allocation method).
- 3 Except for long-term contract accounting methods, the method of capitalizing additional section 263A costs (for example, simplified production with or without the historic absorption ratio election, simplified resale with or without the historic absorption ratio election including permissible variations, the U.S. ratio, or other reasonable allocation method).

**Section B—Direct and Indirect Costs Required to be Allocated**

Check the appropriate boxes showing the costs that are or will be fully included, to the extent required, in the cost of real or tangible personal property produced or property acquired for resale under section 263A or allocated to long-term contracts under section 460. Mark "N/A" in a box if those costs are not incurred by the applicant. If a box is not checked, it is assumed that those costs are not fully included to the extent required. Attach an explanation for boxes that are not checked.

		Present method	Proposed method
1	Direct material . . . . .		
2	Direct labor . . . . .		
3	Indirect labor . . . . .		
4	Officers' compensation (not including selling activities) . . . . .		
5	Pension and other related costs . . . . .		
6	Employee benefits . . . . .		
7	Indirect materials and supplies . . . . .		
8	Purchasing costs . . . . .		
9	Handling, processing, assembly, and repackaging costs . . . . .		
10	Offsite storage and warehousing costs . . . . .		
11	Depreciation, amortization, and cost recovery allowance for equipment and facilities placed in service and not temporarily idle . . . . .		
12	Depletion . . . . .		
13	Rent . . . . .		
14	Taxes other than state, local, and foreign income taxes . . . . .		
15	Insurance . . . . .		
16	Utilities . . . . .		
17	Maintenance and repairs that relate to a production, resale, or long-term contract activity . . . . .		
18	Engineering and design costs (not including section 174 research and experimental expenses) . . . . .		
19	Rework labor, scrap, and spoilage . . . . .		
20	Tools and equipment . . . . .		
21	Quality control and inspection . . . . .		
22	Bidding expenses incurred in the solicitation of contracts awarded to the applicant . . . . .		
23	Licensing and franchise costs . . . . .		
24	Capitalizable service costs (including mixed service costs) . . . . .		
25	Administrative costs (not including any costs of selling or any return on capital) . . . . .		
26	Research and experimental expenses attributable to long-term contracts . . . . .		
27	Interest . . . . .		
28	Other costs (Attach a list of these costs.) . . . . .		

Part III Method of Cost Allocation (continued) See instructions.

Section C—Other Costs Not Required To Be Allocated (Complete Section C only if the applicant is requesting to change its method for these costs.)

Table with 3 columns: Line number, Description of cost, Present method, Proposed method. Rows include Marketing, selling, advertising, and distribution expenses; Research and experimental expenses; Bidding expenses; General and administrative costs; Income taxes; Cost of strikes; Warranty and product liability costs; Section 179 costs; On-site storage; Depreciation, amortization, and cost recovery allowance; Other costs.

Schedule E—Change in Depreciation or Amortization. See instructions.

Applicants requesting approval to change their method of accounting for depreciation or amortization complete this section.

Applicants must provide this information for each item or class of property for which a change is requested.

Note: See the Summary of the List of Automatic Accounting Method Changes in the instructions for information regarding automatic changes under sections 56, 167, 168, 197, 1400I, 1400L, or former section 168. Do not file Form 3115 with respect to certain late elections and election revocations. See instructions.

- 1 Is depreciation for the property determined under Regulations section 1.167(a)-11 (CLADR)?
2 Is any of the depreciation or amortization required to be capitalized under any Code section such as, section 263A?
3 Has a depreciation, amortization, expense, or disposition election been made for the property such as, the election under sections 168(f)(1), 168(i)(4), 179, 179C, or Regulations section 1.168(i)-8(d)?
4a To the extent not already provided, attach a statement describing the property subject to the change.
b If the property is residential rental property, did the applicant live in the property before renting it?
c Is the property public utility property?
5 To the extent not already provided in the applicant's description of its present method, attach a statement explaining how the property is treated under the applicant's present method.
6 If the property is not currently treated as depreciable or amortizable property, attach a statement of the facts supporting the proposed change to depreciate or amortize the property.
7 If the property is currently treated and/or will be treated as depreciable or amortizable property, provide the following information for both the present (if applicable) and proposed methods:
a The Code section under which the property is or will be depreciated or amortized.
b The applicable asset class from Rev. Proc. 87-56, 1987-2 C.B. 674, for each asset depreciated under section 168 (MACRS) or under section 1400L; the applicable asset class from Rev. Proc. 83-35, 1983-1 C.B. 745, for each asset depreciated under former section 168 (ACRS); an explanation why no asset class is identified for each asset for which an asset class has not been identified by the applicant.
c The facts to support the asset class for the proposed method.
d The depreciation or amortization method of the property, including the applicable Code section.
e The useful life, recovery period, or amortization period of the property.
f The applicable convention of the property.
g Whether the additional first-year special depreciation allowance (for example, as provided by section 168(k), 168(l), 168(m), 168(n), 1400L(b), or 1400N(d)) was or will be claimed for the property.
h Whether the property was or will be in a single asset account, a multiple asset account, or a general asset account.



### Line 42 (1040) - Deduction for Exemptions

1 Is the amount on Form 1040, line 38, more than the amount shown on line 4 below for your filing status?		
<input type="checkbox"/>	NO. STOP. Multiply \$4,050 by the total number of exemptions claimed on Form 1040, line 6d, and enter the result on line 42.	
<input checked="" type="checkbox"/>	YES. Continue.	
2	Multiply \$4,050 by the total number of exemptions claimed on Form 1040, line 6d . . . . .	2 <u>4,050</u>
3	Enter the amount from Form 1040, line 38 . . . . .	3 <u>283</u>
4	Enter the amount shown below for your filing status. . . . .	4 <u>          </u>
	* Single - \$259,400	
	* Married filing jointly or qualifying widow(er) - \$311,300	
	* Married filing separately - \$155,650	
	* Head of household - \$285,350	
5	Subtract line 4 from line 3. If the result is more than \$122,500 (\$61,250 if married filing separately), STOP. Enter -0- on line 42. . . . .	5 <u>283</u>
6	Divide line 5 by \$2,500 (\$1,250 if married filing separately). If the result is not a whole number, increase it to the next higher whole number (for example, increase 0.0004 to 1) . . . . .	6 <u>          </u>
7	Multiply line 6 by 2% (0.02) and enter the result as a decimal . . . . .	7 <u>          </u>
8	Multiply line 2 by line 7 . . . . .	8 <u>          </u>
9	Deduction for exemptions. Subtract line 8 from line 2 . . . . .	9 <u>          </u>

### Line 62 (1040) - Other Taxes

	Filer	Spouse
1	Recapture of investment credit (4255) . . . . .	1 <u>          </u>
2	Tax on accumulation distribution of trust (4970) . . . . .	2 <u>          </u>
3	Recapture of low-income housing credit (8611) . . . . .	3 <u>          </u>
4	Tax on interest computation under the look-back method for completed long-term contracts (8697) . . . . .	4 <u>          </u>
5	Recapture of federal mortgage subsidy (8828) . . . . .	5 <u>          </u>
6	Additional tax on Archer MSA distributions (8853) . . . . .	6 <u>          </u>
7	Additional tax on Medicare Advantage MSA distributions (8853) . . . . .	7 <u>          </u>
8	Tax on interest computation under look-back for property depreciated (8866) . . . . .	8 <u>          </u>
9	Recapture of new markets credit (8874) . . . . .	9 <u>          </u>
10	Recapture of employer-provided childcare facilities credit (8882) . . . . .	10 <u>          </u>
11	Recapture of alternative motor vehicle credit (8910) . . . . .	11 <u>          </u>
12	Recapture of alternative fuel vehicle refueling property credit (8911) . . . . .	12 <u>          </u>
13	Recapture of Indian employment credit (8845) . . . . .	13 <u>          </u>
14	Recapture of qualified plug-in electric drive motor vehicle credit (8936) . . . . .	14 <u>          </u>
15	Additional tax on health savings account (HSA) distributions (see Form 8889) . . . . .	15 <u>          </u>
16	Section 72(m)(5) excess benefits tax . . . . .	16 <u>          </u>
17	Uncollected Social Security and Medicare or RRTA tax on tips or group-term life insurance . . . . .	17 <u>          </u>
18	Golden parachute excise tax . . . . .	18 <u>          </u>
19	Interest from certain installment sales by dealers, 453(l)(3) (Sch C (1040)) . . . . .	19 <u>          </u>
20	Interest from certain installment sales by nondealers, 453A(c) . . . . .	20 <u>          </u>
21	Excise tax on insider stock compensation from an expatriated corporation . . . . .	21 <u>          </u>
22	Additional tax on nonqualified deferred compensation plans under Section 409A . . . . .	22 <u>          </u>
23	Additional tax on nonqualified deferred compensation plans under Section 457A . . . . .	23 <u>          </u>
24	Tax on noneffectively connected income for any part of the year you were a nonresident alien (see instructions) . . . . .	24 <u>          </u>
25	Any interest amount from Form 8621, line 16f, relating to distributions from, and dispositions of, stock of a section 1291 fund . . . . .	25 <u>          </u>
26	Accrued interest amount from Form 8621 line 24 relating to section 1294 elections . . . . .	26 <u>          </u>
27	Interest on certain constructive ownership transactions . . . . .	27 <u>          </u>
28	Deferred tax (8621) . . . . .	28 <u>          </u>
29	Additional tax on an HSA because you did not remain an eligible individual during the testing period (8889) . . . . .	29 <u>          </u>
30	Additional tax on recapture of a charitable contribution deduction relating to a fractional interest in tangible personal property . . . . .	30 <u>          </u>
31	Additional tax on loans from retirement plans that violate section 72(p) . . . . .	31 <u>          </u>
32	Additional medicare tax (8959) . . . . .	32 <u>          </u>
33	Net investment income tax (8960) . . . . .	33 <u>11</u>
34	<u>          </u> . . . . .	34 <u>          </u>
35	<u>          </u> . . . . .	35 <u>          </u>
36	<u>          </u> . . . . .	36 <u>          </u>
37	Total . . . . .	37 <u>11</u>

**Gain / Loss Summary (8949)**

		Short Term	Long Term
<b>Federal</b>			
1	Proceeds (sales price) . . . . .	3,641	
2	Gain (Loss) . . . . .	283	
3	28% Gain (Loss) . . . . .		
<b>AMT</b>			
4	Proceeds (sales price) . . . . .	3,641	
5	Gain (Loss) . . . . .	283	
6	28% Gain (Loss) . . . . .		
<b>State</b>			
7	Proceeds (sales price) . . . . .	3,641	
8	Gain (Loss) . . . . .	283	