

Part IV Profit or Loss From Business (Sole Proprietorship)—See the instructions for Schedule C (Form 1040)

Name of proprietor

Social security number

Note. If you are filing a joint return and both you and your spouse had a profit or loss from a business, you must **each** complete and attach a **separate** Part IV (see *Joint returns* and *Husband-Wife Business* beginning on page SS-3).

Section A—Income

1	Gross receipts \$	Less returns and allowances \$	Balance ▶	1	
2a	Inventory at beginning of year				
b	Purchases less cost of items withdrawn for personal use				
c	Cost of labor. Do not include any amounts paid to yourself				
d	Materials and supplies				
e	Other costs (attach statement)				
f	Add lines 2a through 2e				
g	Inventory at end of year				
h	Cost of goods sold. Subtract line 2g from line 2f			2h	
3	Gross profit. Subtract line 2h from line 1			3	
4	Other income			4	
5	Gross income. Add lines 3 and 4			5	

Section B—Expenses

6	Advertising	6		18	Rent or lease:
7	Car and truck expenses (attach Form 4562)	7		a	Vehicles, machinery, and equipment
8	Commissions and fees	8		b	Other business property
9	Contract labor	9		19	Repairs and maintenance
10	Depletion	10		20	Supplies (not included in Section A)
11	Depreciation and section 179 expense deduction (not included in Section A). (Attach Form 4562 if required.)	11		21	Taxes and licenses
12	Employee benefit programs (other than on line 17)	12		22a	Travel, meals, and entertainment:
13	Insurance (other than health)	13		a	Travel
14	Interest on business indebtedness	14		b	Deductible meals and entertainment
15	Legal and professional services	15		23	Utilities
16	Office expense	16		24	Wages not included on line 2c
17	Pension and profit-sharing plans	17		25a	Other expenses (list type and amount):
				
				
				
				
				25b	Total other expenses
26	Total expenses. Add lines 6 through 25b			26	
27	Net profit or (loss). Subtract line 26 from line 5. Enter the result here and in Part V, line 2			27	

Part V Self-Employment Tax—If you had **church employee income**, see pages SS-2 and SS-3 before you begin.

Name of person with self-employment income	Social security number of person with self-employment income ▶
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Note. If you are filing a joint return and both you and your spouse had self-employment income, you must **each** complete a **separate** Part V.

A If you are a minister, member of a religious order, or Christian Science practitioner **and** you filed Form 4361, but you had \$400 or more of **other** net earnings from self-employment, check here and continue with Part V

1 Net farm profit or (loss) from Part III, line 36, and your distributive share from farm partnerships. **Note.** Skip this line if you use the farm optional method (see page SS-7) 1

2 Net nonfarm profit or (loss) from Part IV, line 27, and your distributive share from nonfarm partnerships. Ministers and members of religious orders, see page SS-3 for amounts to report on this line. See pages SS-6 and SS-7 for other income to report. **Note.** Skip this line if you use the nonfarm optional method (see page SS-7) 2

3 Combine lines 1 and 2 3

4a If line 3 is more than zero, multiply line 3 by 92.35% (.9235). Otherwise, enter amount from line 3 4a

b If you elect one or both of the optional methods, enter the total of lines 2 and 4 of Part VI here 4b

c Combine lines 4a and 4b. If less than \$400, **stop**; you do not owe self-employment tax. **Exception.** If less than \$400 and you had **church employee income**, enter -0- and continue ▶ 4c

5a Enter your **church employee income** from Form(s) W-2, W-2AS, W-2CM, W-2GU, W-2VI, or 499R-2/W-2PR. See page SS-2 for definition of church employee income 5a

b Multiply line 5a by 92.35% (.9235). If less than \$100, enter -0- 5b

6 Net earnings from self-employment. Add lines 4c and 5b 6

7 Maximum amount of combined wages and self-employment earnings subject to social security tax for 2008 7 102,000 00

8a Total social security wages and tips from Form(s) W-2, W-2AS, W-2CM, W-2GU, W-2VI, or 499R-2/W-2PR. If \$102,000 or more, skip lines 8b through 10, and go to line 11 8a

b Unreported tips subject to social security tax from Form 4137, line 10 (see page SS-7) 8b

c Wages subject to social security tax from Form 8919, line 10 (see page SS-7) 8c

d Add lines 8a, 8b, and 8c 8d

9 Subtract line 8d from line 7. If zero or less, enter -0- here and on line 10 and go to line 11 ▶ 9

10 Multiply the **smaller** of line 6 or line 9 by 12.4% (.124) 10

11 Multiply line 6 by 2.9% (.029) 11

12 Self-employment tax. Add lines 10 and 11. Enter here and in Part I, line 3 12