

- ▶ Each self-employed person must file a Schedule SE.
- ▶ Attach to Form 1040.

- If you had wages, including tips, of \$10,800 or more that were subject to social security taxes, do not fill in this form.
- If you had more than one business, combine profits and losses from all your businesses and farms on this Schedule SE.

**Important.**—The self-employment income reported below will be credited to your social security record and used in figuring social security benefits.

NAME OF SELF-EMPLOYED PERSON (AS SHOWN ON SOCIAL SECURITY CARD)	Social security number of self-employed person
---	---

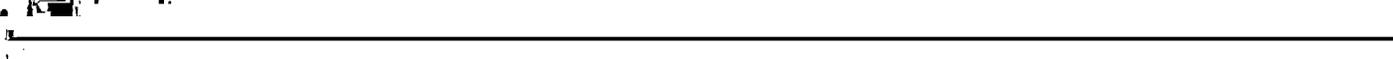
Business activities subject to self-employment tax (grocery store, restaurant, farm, etc.) ▶

- If you have only farm income complete Parts I and III.
- If you have only nonfarm income complete Parts II and III.
- If you have both farm and nonfarm income complete Parts I, II, and III.

**Part I** Computation of Net Earnings from FARM Self-Employment

**SE**

A farmer may elect to compute net farm earnings using the OPTIONAL METHOD, line 3, instead of using the Regular Method, line 2, if his gross profits are: (1) \$2,400 or less, or (2) more than \$2,400 and net profits are less than \$1,600. However, lines 1 and 2 must be completed even if you elect to use the FARM OPTIONAL METHOD.



**Part III Computation of Social Security Self-Employment Tax**

<b>12</b> Net earnings or (loss):			
<b>(a)</b> From farming (from line 4) . . . . .			
<b>(b)</b> From nonfarm (from line 8, or line 11 if you elect to use the Nonfarm Optional Method) . . . . .			
<b>13</b> Total net earnings or (loss) from self-employment reported on line 12. (If line 13 is less than \$400, you are not subject to self-employment tax. Do not fill in rest of form.) . . . . .			
<b>14</b> The largest amount of combined wages and self-employment earnings subject to social security tax for 1973 is . . . . .		\$10,800	00
<b>15 (a)</b> Total "FICA" wages as indicated on Forms W-2 . . . . .			
<b>(b)</b> Unreported tips, if any, subject to FICA tax from Form 4137, line 9 . . . . .			
<b>(c)</b> Total of lines 15(a) and 15(b) . . . . .			
<b>16</b> Balance (subtract line 15(c) from line 14) . . . . .			
<b>17</b> Self-employment income—line 13 or 16, whichever is smaller . . . . .			
<b>18</b> If line 17 is \$10,800, enter \$864.00; if less, multiply the amount on line 17 by .08 . . . . .			
<b>19</b> Railroad employee's and railroad employee representative's adjustment for hospital insurance benefits tax from Form 4469 . . . . .			
<b>20</b> Self-employment tax (subtract line 19 from line 18). Enter here and on Form 1040, line 55 . . . . .			

You may use this space to make any needed computations