SCHEDULE SE
(Form 1040)
Department of the Treasury
Internal Revenue Service

Social Security Self-Employment Tax

▶ **See Instructions for Schedule SE (Form 1040).**
▶ **Attach to Form 1040.**

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Attachment Sequence No. **18**

Name of person with **self-employment** income (as shown on social security card) | Social security number of person with **self-employment** income ▶

Who Must File Schedule SE

You must file Schedule SE if:

- Your net earnings from self-employment were $400 or more (or you had wages of $100 or more from an electing church or church organization); AND
- You did not have wages (subject to social security or railroad retirement tax) of $45,000 or more.

For more information about Schedule SE, see the Instructions.

Note: *Most taxpayers can now use the new short Schedule SE on this page. But, you may have to use the longer Schedule SE that is on the back.*

Who MUST Use the Long Schedule SE (Section B)

You must use Section B if ANY of the following applies:

- You choose the "optional method" to figure your self-employment tax. See Section B, Part II;
- You are a minister, member of a religious order, or Christian Science practitioner and received IRS approval (from **Form 4361**) not to be taxed on your earnings from these sources, but you owe self-employment tax on other earnings;

Name of person with **self-employment** income (as shown on social security card) | Social security number of person with **self-employment** income ▶ ⋮ ⋮

Section B—Long Schedule SE

(Before completing, see if you can use the short Schedule SE on the other side (Section A).)

A If your only self-employment income was from earnings as a minister, member of a religious order, or Christian Science practitioner, AND you filed **Form 4361,** then DO NOT file Schedule SE. Instead, write "Exempt-Form 4361" on Form 1040, line 48. However, if you filed Form 4361, but have $400 or more of other earnings subject to self-employment tax, continue with Part I and check here. ▶ ☐

B If your only earnings subject to self-employment tax are wages from an electing church or church-controlled organization that is exempt from employer social security taxes and you are not a minister or a member of a religious order, skip lines 1–3b. Enter zero on line 3c and go on to line 5a.

Part I Figure Social Security Self-Employment Tax

1 Net farm profit or (loss) from Schedule F (Form 1040), line 39, and farm partnerships, Schedule K-1 (Form 1065), line 14a	1		
2 Net profit or (loss) from Schedule C (Form 1040), line 31, and Schedule K-1 (Form 1065), line 14a (other than farming). (See Instructions for other income to report.) Employees of an electing church or church-controlled organization **do not** enter your Form W-2 wages on line 2. See the Instructions	2		
3a Enter the amount from line 1 (**or,** if you elected the farm optional method, Part II, line 10)	3a		
b Enter the amount from line 2 (**or,** if you elected the nonfarm optional method, Part II, line 12)	3b		
c Add lines 3a and 3b. Enter the total. If the total is less than $400, **do not** file this schedule. (**Exception:** *If you are an employee of an electing church or church-controlled organization and the total of lines 3a and 3b is less than $400, enter zero and complete the rest of this schedule.)*	3c		
4 The largest amount of combined wages and self-employment earnings subject to social security or railroad retirement tax (tier 1) for 1988 is	4	$45,000	00
5a Total social security wages and tips from Forms W-2 and railroad retirement compensation (tier 1). **Note:** *Government employees whose wages are subject only to the 1.45% medicare tax and employees of certain church or church-controlled organizations should **not** include those wages on this line. See Instructions* — 5a			
b Unreported tips subject to social security tax from Form 4137, line 9, or to railroad retirement tax (tier 1) — 5b			
c Add lines 5a and 5b. Enter the total	5c		
6a Subtract line 5c from line 4. Enter the result. (If the result is zero or less, enter zero.)	6a		
b Enter your medicare qualified government wages if you are required to use the worksheet in the Instructions — 6b			
c Enter your Form W-2 wages of $100 or more from an electing church or church-controlled organization — 6c			
d Add lines 3c and 6c. Enter the total	6d		
7 Enter the **smaller** of line 6a or line 6d	7		
If line 7 is $45,000, enter $5,859 on line 8. Otherwise, multiply line 7 by .1302 and enter the result on line 8		×.1302	
8 Self-employment tax. Enter this amount on Form 1040, line 48	8		

Part II Optional Method To Figure Net Earnings (See "Who Can File Schedule SE" in the Instructions.)

See Instructions for limitations. Generally, you may use this part **only** if:

A Your **gross** farm income[1] was not more than $2,400; **or**

B Your **gross** farm income[1] was more than $2,400 and your **net** farm profits[2] were **less** than $1,600; **or**

C Your **net** nonfarm profits[3] were less than $1,600 and also **less** than two-thirds (⅔) of your **gross** nonfarm income.[4]

Note: *If line 2 above is two-thirds (⅔) or more of your gross nonfarm income[4], or if line 2 is $1,600 or more, you may **not** use the optional method.*

[1]From Schedule F (Form 1040), line 12, and Schedule K-1 (Form 1065), line 14b.
[2]From Schedule F (Form 1040), line 39, and Schedule K-1 (Form 1065), line 14a.
[3]From Schedule C (Form 1040), line 31, and Schedule K-1 (Form 1065), line 14a.
[4]From Schedule C (Form 1040), line 5, and Schedule K-1 (Form 1065), line 14c.

9 Maximum income for optional methods	9	$1,600	00
10 **Farm Optional Method**—If you meet test A or B above, enter the **smaller** of: two-thirds (⅔) of gross farm income from Schedule F (Form 1040), line 12, and farm partnerships, Schedule K-1 (Form 1065), line 14b; **or** $1,600. Also enter this amount on **line** 3a above	10		
11 Subtract line 10 from line 9. Enter the result	11		
12 **Nonfarm Optional Method**—If you meet test C above, enter the **smallest** of: two-thirds (⅔) of gross nonfarm income from Schedule C (Form 1040), line 5, and Schedule K-1 (Form 1065), line 14c (other than farming); **or** $1,600; **or,** if you elected the farm optional method, the amount on line 11. Also enter this amount on line 3b above	12		