### Part I: Computation of Net Earnings from FARM Self-Employment

**Regular Method**

1. **Net profit or (loss) from:**
   - a. Schedule F (Form 1040) .
   - b. Farm partnerships .

2. **Net earnings from farm self-employment (add lines 1a and 1b)** .

**Farm Optional Method**

3. **If gross profits from farming are:**
   - a. Not more than $2,400, enter two-thirds of the gross profits .
   - b. More than $2,400 and the net farm profit is less than $1,600, enter $1,600 .

4. **Enter here and on line 12a, the amount on line 2, or line 3 if you elect the farm optional method** .

### Part II: Computation of Net Earnings from NONFARM Self-Employment

**Regular Method**

5. **Net profit or (loss) from:**
   - a. Schedule C (Form 1040) .
   - b. Partnerships, joint ventures, etc. (other than farming) .
   - c. Service as a minister, member of a religious order, or a Christian Science practitioner. (Include rental value of parsonage or rental allowance furnished.) If you filed Form 4361 and have not revoked that exemption, check here □ and enter zero on this line .
   - d. Service with a foreign government or international organization .
   - e. Other (specify) ▶

6. **Total (add lines 5a through 5e)** .

7. **Enter adjustments if any (attach statement, see page 29 of Instructions)** .

8. **Adjusted net earnings or (loss) from nonfarm self-employment (line 6, as adjusted by line 7)** .

**Nonfarm Optional Method**

9. **Maximum amount reportable under both optional methods combined (farm and nonfarm)** .

- a. Enter amount from line 3. (If you did not elect to use the farm optional method, enter zero.)
- b. Balance (subtract line 9b from line 9a)

10. **Enter two-thirds of gross nonfarm profits or $1,600, whichever is smaller** .

11. **Enter here and on line 12b, the amount on line 9c or line 10, whichever is smaller** .

### Part III: Computation of Social Security Self-Employment Tax

12. **Net earnings or (loss):**
   - a. From farming (from line 4) .
   - b. From nonfarm (from line 8, or line 11 if you elect to use the Nonfarm Optional Method)

13. **Total net earnings or (loss) from self-employment reported on lines 12a and 12b. (If line 13 is less than $400, you are not subject to self-employment tax. Do not fill in rest of schedule)** .

14. **The largest amount of combined wages and self-employment earnings subject to social security or railroad retirement taxes for 1980 is** .

15. **Total "FICA" wages (from Forms W-2) and "RRTA" compensation** .
   - a. Unreported tips subject to FICA tax from Form 4137, line 9 or to RRTA  
   - b. Add lines 15a and 15b

16. **Balance (subtract line 15c from line 14)** .

17. **Self-employment income—line 13 or 16, whichever is smaller** .

18. **Self-employment tax. (If line 17 is $25,900, enter $2,097.90; if less, multiply the amount on line 17 by .081.) Enter here and on Form 1040, line 48** .

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**Note:** If line 8 is $1,600 or more or if you do not elect to use the Nonfarm Optional Method, skip lines 9 through 11 and enter amount from line 8 on line 12b.