

Combined Disposable Income Worksheet

Income year:	
Are you required to file a federal income tax return?	Yes No
<u>Disposable income</u>	<u>Amount</u>
1. Federal adjusted gross income from Federal Form 1040	
2. Capital gains not reported on your federal income tax return	
3. Losses reported on your federal income tax return	
4. Depreciation reported on your federal income tax return	
5. Wage income: nontaxable and/or not reported on your federal income tax return	
6. Dividend or interest income: nontaxable and/or not reported on your federal income tax return	
7. Pension and annuity income: nontaxable and/or not reported on your federal income tax return	
8. Military pay and benefits: nontaxable and/or not reported on your federal income tax return	
9. Veterans pay and benefits: nontaxable and/or not reported on your federal income tax return	
10. Social security or railroad retirement benefits: nontaxable and/or not reported on your federal income tax return	
11. Business, rental, or farming income not reported on your federal income tax return	
12. Other income not included in amounts on Lines 1-11, provide the source, type and amount	
13. Add lines 1-12 This is your total disposable income:	
<u>Deductions</u>	
14. Nursing home, assisted living or adult family home	
15. Home health care	
16. Prescription drugs	
17. Medicare parts A,B,C, D insurance premiums	
18. Medicare supplemental/Medigap insurance premiums	
19. Durable medical and mobility enhancing equipment and prosthetic devices	
20. Medically prescribed oxygen	
21. Long-term care insurance	
22. Cost-sharing amounts	
23. Nebulizers	
24. Medicines of mineral, animal and botanical origin prescribed, administered, dispensed, by a naturopath licensed under Washington law	
25. Ostomic items	
26. Insulin for human use	
27. Kidney dialysis devices	
28. Disposable devices used to deliver drugs for human use	
29. Adjustments to income	
30. Add lines 14-29 This is your total deductions:	
31. Subtract line 30 from line 13 This is your total combined disposable income:	

Income Example #4

Documentation provided:

Tax return (pg. 1-7) – no additional income documents – so we are proceeding under the assumption that the amounts match

AGI is found on line 11 \$16,738.00

Tax-exempt interest is on line 2a – need to add in \$ 1,296.00

Pension/annuity is found on line 5 – nontaxable portion to add back \$13,781.00

*Gross amount = 16,537

*Taxable amount = 2,756

*Difference = 13,781

SSA is found on line 6 – nontaxable portion to add back \$23,314.00

*Gross amount = 23,314

*Taxable amount = 0

*Difference = 23,314

Line 7: Capital gain or loss <3,000> - need to add back loss \$ 3,000.00

Next step is to look at the Schedule D for more info

Schedule D: \$ 127.00

Look at column (h) for Gains/Losses.

If there were ONLY losses, you do not need to do anything more as you have already added back the \$3,000 loss found on Line 21 on Schedule D.

HOWEVER, there is a gain reported on line 13 for Capital Gain Distributions. Since the overall figure on line 21 is <3,000>, this does not allow the \$127 gain to be included in the CDI. Therefore, we must add the gain back.

Total disposable income \$58,256.00