

# Combined Disposable Income Worksheet

Income year: 2023	
Are you required to file a federal income tax return?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
<b><u>Disposable income</u></b>	<b><u>Amount</u></b>
1. Federal adjusted gross income from Federal Form 1040	2.012.00
2. Capital gains not reported on your federal income tax return	148.54
3. Losses reported on your federal income tax return	3.000.00
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	163.00
7. Pension and annuity income: nontaxable and/or not reported on your federal income tax return	43.375.00
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	29.746.00
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 <b>This is your total disposable income:</b>	78.444.54
<b><u>Deductions</u></b>	
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	3.837.60
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 <b>This is your total deductions:</b>	3.837.60
31. Subtract line 30 from line 13 <b>This is your total combined disposable income:</b>	74.606.94

## Income Example #16

Documentation provided: Tax return & income documents

**AGI** is found on line 11 - \$2,012.00

**Tax Exempt Interest** is found on line 2a – this needs to be added back \$ 163.00

**Pension/Annuity** is found line 5a \$43,375.00

\*Pension gross amount = 45,429

\*Pension taxable amount = 2,054

\*Difference = 43,375

Make sure to review the 1099-R's for distribution codes

**SSA** is on line 6a \$29,746.00

\*SSA gross amount = 29,746

\*SSA taxable amount = 0

\*Difference = 29,746

Line 7 – Schedule D: Capital gain or (loss) <3,000>

\*Let's look at Schedule D – looking at column (h) for gains/losses we can see there are both positive and negative numbers. Line 15 shows the net long-term capital gain or (loss). We are not provided with page 2 of the Schedule D (which is where we would find line 21 for the overall total to report on line 7 of the IRS1040.) However, since line 7 on the IRS1040 shows <3,000> this is our total overall loss.

Let's add this back now. \$ 3,000.00

Now we need to add back the positives (gains) on this Schedule D.

\*Line 13: 142 Let's add this gain back now \$ 142.00

This gain was excluded from the CDI because of the total overall loss of <3,000>, which is why we are adding them back in now.

NOTE – we aren't done! The amounts on line 1a and 8a are totals and we need to look at either the Form 8949 (which wasn't provided) or the actual 1099-B for the individual transactions to see if there were any positives (gains) that were excluded from the CDI.

Total for Line 1a: <17> (Short Term)

Page 27 shows the short-term gains and losses – the net total is <17>. So, we look in the gain or loss column to see if there are any positives (gains). There are not. Therefore, we have no gains to add back. We don't add back the <17> because it was already included in the overall <3,000> loss.

Total for Line 8a: <1,563> (Long Term)

Page 13 shows long term gains and losses – there is only one transaction <1,386.25>. No gains to add back.

Pages 28-29 show long term gains and losses – and there are multiple transactions and an overall total of <176.73>. As we look in the gain or loss column, we see there is one positive (gain) for 6.54.

This 6.54 gain needs to be added back	\$ 6.54
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Total disposable income	\$78,444.54
Let's not forget to allow for the SSA Medicare premiums	<3,837.60>
*Part B = 1978.80	
*Part B = 1858.80	
Total 3,837.60	
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Total combined disposable income	\$74,606.94