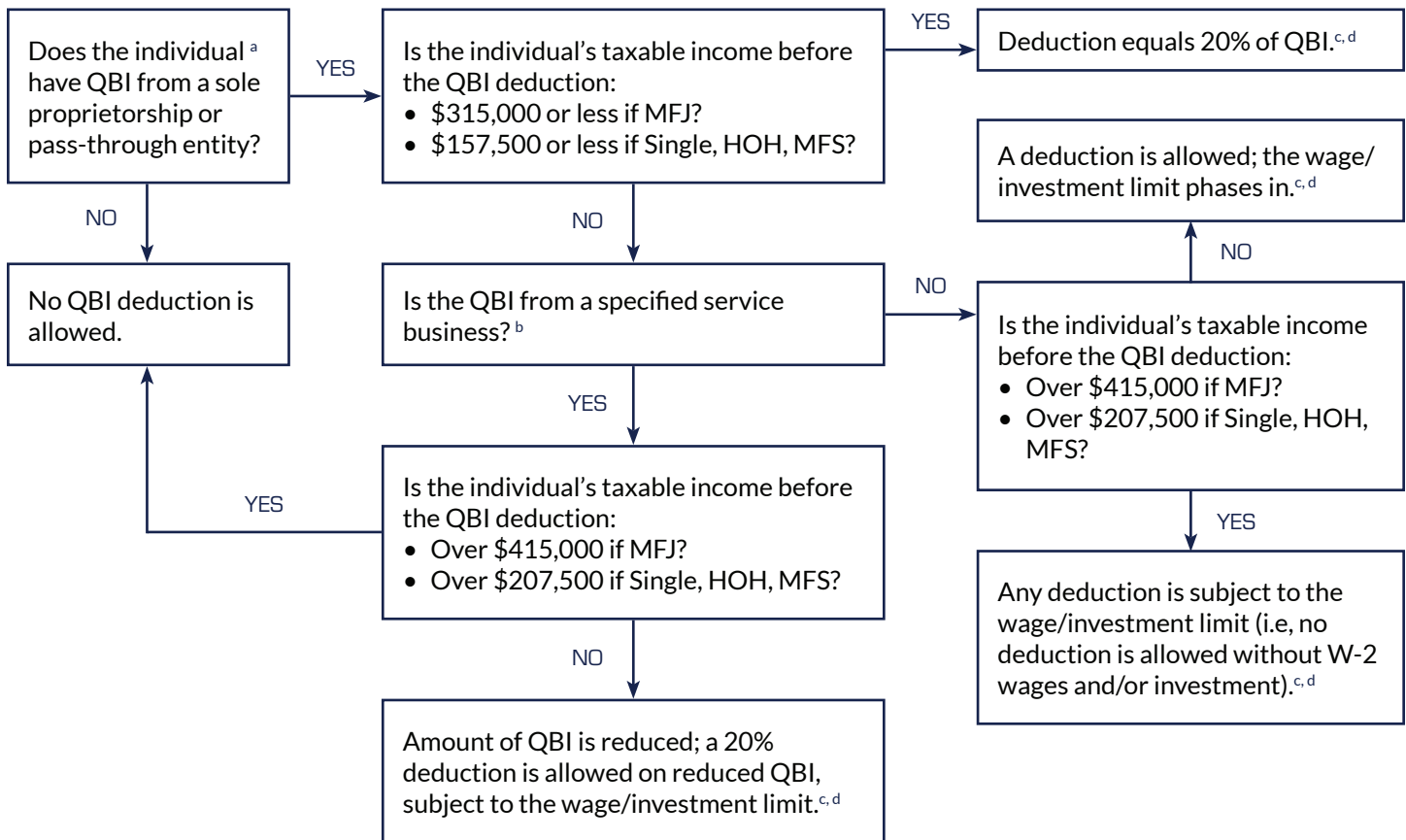


Section 199A Qualified Business Income (QBI) Deduction Flowchart



Notes:

- a Also applies to trusts and estates.
- b A specified service business is a business that involves the performance of services in the fields of: (1) health; (2) law; (3) accounting; (4) actuarial science; (5) performing arts; (6) consulting; (6) athletics; (7) financial services; (8) brokerage services; (9) investing and investment management trading; (10) dealing in securities, partnership interests or commodities, or (11) any business whose principal asset is the reputation or skill of one of its owners or employees.^t
- c Deduction is limited to 20% of taxable income before QBI deduction, if less.
- d If any of the gross sales included in QBI are from sales to a cooperative, a reduction to the QBI deduction may be necessary.