

Table of Contents

Schedule K-1 (Form 1041)	1
Overview	1
Tax year.....	4
Final K-1.....	4
Amended K-1	4
Part I: Information about the estate or trust	5
Part II: information about the beneficiary.....	6
Part III: beneficiary’s share of current year income, deductions, credits and other items	6
Income	9
Interest	9
Dividends	9
Qualified dividends.....	9
Qualified dividends tax rates.....	10
Capital gains	10
Capital gains tax rates	15
Other portfolio and nonbusiness income	15
Ordinary business income	16
Net rental real estate income	17
Special \$25,000 loss allowance	18
Real estate professionals	20
Other rental income	23
Deductions	27
Directly apportioned deductions	27
Depreciation, depletion and amortization	27

Estate tax deduction.....	28
Final year deductions.....	28
Excess deductions.....	29
Unused capital loss carryover.....	30
Net operating loss carryover—regular tax.....	33
Net operating loss carryover—alternative minimum tax.....	35
Allocation.....	35
Alternative Minimum Tax Adjustments	41
Adjustments.....	41
Exclusion items.....	45
Credits.....	49
Recapture of credits	53
Other Information	57
Tax-exempt interest	57
Foreign taxes paid or accrued.....	58
Net investment income.....	59
Gross farming and fishing income.....	60
Foreign trading gross receipts.....	61
Adjustments for §1411 net investment income or deductions.....	61
Section 199A, computing the QBI deduction for estates and trusts.....	62
Non-grantor trusts and estates	63
Other information.....	63
Items Not Reported on Schedule K-1	67
Basis of property distributed	67
Distributions of property with recapture potential	68
At-risk and passive activity rules	68
Deductions in respect of a decedent	71