

Self-Employed Health Insurance Deduction



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Self Employed Health Insurance Deduction

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Belongs To:

Taxpayer

Spouse

Enter total payments made during the year for health insurance coverage established under your business for you, your spouse, or your dependents.

- Do NOT enter any amounts you have already entered as an expense on either Schedule C or Schedule F.
- Do not include payments for any month you were eligible to participate in a health plan subsidized by your employer or your spouse's employer

\$

Enter your net profit and any other earned income from the trade or business under which the insurance plan is established.
If the business is an S corporation, enter wages from S Corp *

\$

Enter total amount of premiums paid here for health insurance

Enter the net profit from Schedule C in the field below the insurance payment amounts (the adjustment amount cannot be greater than the net profit from the business). TaxSlayer will automatically subtract the adjustment for 1/2 of SE tax.

Note: For most returns (just one Schedule C) enter the qualifying health insurance and LTC insurance premiums (limit based on age) on the Schedule C - Expenses screen, under health insurance in the software (see Tab D, Income, Schedule C - General Expenses). TaxSlayer will automatically take any excess to Schedule A.



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Complete the remainder of this form if any of the following apply to you:

- You have more than one source of income subject to SE tax
- You are filing form 2555
- You are using amount paid for qualified long-term care insurance to figure your deduction.

Enter the amount of qualified long-term care premiums

\$

Enter the total of all net profits from: Schedule C, Schedule C-EZ, Schedule F, Schedule K-1 (Form 1065) and any other income allocable to profitable businesses. Do not include any net losses.

\$

Enter the amount, if any, from Schedule 1 (Form 1040), Line 28, self employed attributed to SEP plan, the same trade or business in which the insurance plan is established.

\$

Enter your wages from an S corporation in which you are more than 2% shareholder and in which the insurance plan is established.

\$

Enter the amount from Form 2555 attributable to profits from business income with a plan established or wages from and S corporation.

\$

LTC premiums limited by age for 2021:

- Age 40 or under - \$450;
- Age 41 to 50 - \$850;
- Age 51 to 60 - \$1,690;
- Age 61 to 70 - \$4,520;
- Age 71 and over - \$5,640.

Note: Calculations with Premium Tax Credit are Out of Scope with respect to the self-employed health insurance deduction.

Note: For taxpayers who are itemizing deductions, test to see if claiming the health insurance on Schedule A yields a better result.