

Name _____ SSN _____

Part I—Personal Use Property Casualty and Theft Calculation

Use a separate IA 4684 worksheet lines 1 through 3 for each personal use property casualty or theft event reported on Section A of 2018 federal form 4684.

1. Enter the amount from 2018 federal form 4684, line 10 related to the casualty or theft event..... 1. _____
2. Loss limitation..... 2. \$100
3. Subtract line 2 from line 1. If zero or less, enter 0. 3. _____

Part II—Summary of Gains and Losses

Complete only one IA 4684, Part II.

4. Add the amounts from all 2018 federal forms 4684, line 4..... 4. _____
5. Add the amounts from all IA 4684 worksheets, line 3..... 5. _____
6. Casualty Gain or loss
 - If line 4 is more than line 5, you have a gain, enter the difference here, and skip lines 7 through 9. Continue to Part III.
 - If line 4 is equal to line 5, enter 0 here, and skip lines 7 through 9. Continue to Part III.
 - If line 4 is less than line 5, enter 0 here and go to line 7..... 6. _____
7. Subtract line 4 from line 5, enter here..... 7. _____
8. Enter 10% of your adjusted gross income from federal form 1040, line 7. Estates and trusts, and taxpayers with Iowa bonus depreciation/section 179 adjustments or other Iowa net income nonconformity adjustments, see instructions..... 8. _____
9. Subtract line 8 from line 7. If less than zero, enter 0. Also enter the result on IA 1040 Schedule A, line 18. Estates and trusts enter the result on IA 1041, line 15..... 9. _____

Part III—Nonconformity Adjustment—Reconciliation of Federal Casualty or Theft Gains

Complete only one IA 4684, Part III.

10. Enter the amount reported on Part II, line 6 of this worksheet..... 10. _____
11. Enter the amount of gain reported on federal form 4684, line 15 and on federal form 1040, Schedule D, if any. If none reported, enter 0 here. 11. _____
12. Subtract line 11 from line 10. Enter the positive or negative amount here, and on IA 1040, line 14. Estates and trusts, enter on IA 1041, line 8..... 12. _____

Purpose of Worksheet

The federal Tax Cuts and Jobs Act of 2017 generally suspended the deduction for personal casualty losses unless such loss is attributable to a federally declared disaster. Federal law enacted after 2015 also provides special deduction relief related to personal casualty losses attributable to certain qualified disasters. However, Iowa has not conformed to this federal deduction limitation or special deduction relief for tax year 2018. Use IA 4684 to calculate your 2018 gains and losses for Iowa tax purposes from casualties and thefts of property not used in a trade or business or for income-producing purposes.

If you calculate a loss or nonconformity adjustment on line 9 or 12 of this worksheet, respectively, include federal form 4684 with the IA 1040 and keep this worksheet for your records.

Part I—Personal Use Property Casualty and Theft Calculation

Lines 1 through 3: Use a separate IA 4684 worksheet line 1 through 3 for each personal use property casualty or theft event reported on Section A of 2018 federal form 4684.

Example: Taxpayer is claiming two casualty events in 2018. One event is due to a fire in July which destroyed the taxpayer's home and boat. The other event is due to a tornado in October which destroyed the taxpayer's automobile. The loss from each event is calculated by the taxpayer on line 10 of two separate 2018 federal forms 4684. Taxpayer should complete one IA 4684 lines 1 through 3 for the home and boat destroyed in the fire and a separate IA 4684 lines 1 through 3 for the automobile destroyed in the tornado.

Part II—Summary of Gains and Losses

Line 8: Estates and trusts calculate federal adjusted gross income (AGI) in the same manner as individuals, except that the costs of administration are allowed in calculating AGI. The federal AGI of an estate or trust is the same amount of federal AGI used by the estate or trust to calculate the income limitation on line 17 of the 2018 federal form 4684, modified by any Iowa net income nonconformity adjustments, described below.

Iowa Nonconformity Adjustments. The federal AGI of an individual, estate, or trust that is used to calculate the income limitation on line 8 of this worksheet is the taxpayer's federal AGI plus any bonus depreciation and section 179 adjustments from line 14 of the IA 1040 and all other Iowa net income nonconformity adjustments.

Part III—Nonconformity Adjustment-Reconciliation of Federal Casualty Gains

Lines 10 through 12: Use lines 10 through 12 to reconcile the difference, if any, between the amount of personal casualty or theft gain calculated for Iowa tax purposes on line 6, and the amount of personal casualty or theft gain reported on the taxpayer's 2018 federal form 4684, line 15, and on 2018 federal Schedule D. If the amount of gain calculated for Iowa tax purposes exceeds the amount reported for federal purposes, the taxpayer must report the difference as an addition to income. If the amount of gain calculated for Iowa purposes is less than the amount reported for federal purposes, the taxpayer must report the difference as a reduction from income.