

SIMPLE TRUST EXAMPLE

Item		FAI		DNI		Adjusted Inc
Dividends	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	
LTCG	\$ 11,000				\$ 11,000	
T/E Interest	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500		
Expenses	\$ (4,000)	\$ (2,000)	\$ (4,000)	\$ (4,000)	\$ (4,000)	
Total	\$ 15,500	\$ 6,500	\$ 4,500	\$ 12,000		

Sch B Ln 8 or 9

Sch B Ln 7

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How much does the income beneficiary receive?

How much income do they pay tax on?

How much does the Trust pay tax on?