

## Qualified Tip Deduction Worksheet (fillable)

For use by employees with Form W-2

Name \_\_\_\_\_

Use this form if you receive tips in your job, you have a Social Security number valid for employment, and you are not married filing separately. If you have more than one tip job, complete a separate worksheet for each job. Only cash tips (including checks, credit/debit/gift cards, cash transfer apps, etc.) are eligible for the tips deduction. The value of noncash tips (such as goods or services) must be included in taxable income but is not eligible for the tips deduction (see Note 3).

Occupation in which I get tips: \_\_\_\_\_ Code # from page 2: \_\_\_\_\_

| <b>My qualified tips listed below are for employer name:</b> |    |
|--|----|
| (a) W-2 box 7, Social security tips (see Note 1)             | \$ |
| (b) W-2 box 8, Allocated tips (see Note 2)                   | \$ |
| (c) Cash tips not reported to my employer (see Note 3)       | \$ |

**Taxpayers must retain the documentation to support their tips deduction.**

Note 1: Alternate entries for line (a):

- If you have an employer statement or an amount in W-2 box 14 listing your qualified tips for the “No Tax on Tips” deduction, enter that instead. Do not include any service charges or automatic gratuities listed on an employer statement.
- If you earned more than \$176,100 and the total of tips you reported to your employer on Forms 4070 or the equivalent is more than box 7, you may use that total instead.

Note 2: If you can prove that your unreported tips are other than the amount in box 8, leave line (b) blank and enter the correct amount on line (c). Otherwise, just enter the amount from box 8 on line (b).

Note 3: If any tips were not reported because you received less than \$20 in a month; or while working as a government employee not subject to Social Security tax; or you received noncash tips, such as goods, event tickets, meals, services, etc.; then provide those amounts to the Counselor separately.

### For Tax-Aide Use

#### Form W-2 Screen:

- Enter box 7 from the W-2, even if the value on line (a) is different.
- If line (b) is blank, leave box 8 blank. Otherwise, enter box 8 from the W-2.
- Enter line (c) in the *Unreported tips* field.
- If Note 3 applies, see #3 on page H-4 of the NTTC 4012.

#### Additional Deductions>No Tax On Tips>Employer Qualified Tips Entry Screen:

- Enter each Form W-2 with tips separately using the *Add (another) tip employer* button:
  - In the “Qualified tips reported on Form W-2...” field, enter line (a).
  - Leave the “Qualified tips reported on Form 4137...” field blank if lines (b) and (c) are both zero. Otherwise, enter the sum of W-2 box 7 + line (b) + line (c).
- TaxSlayer will choose the larger of the two figures and apply the limit of \$25,000 per return.

## Treasury Tipped Occupation Codes and Titles

See [IRS.gov/TippedOccupations](https://www.irs.gov/TippedOccupations) for a table that includes occupation descriptions and examples.

| <b>Beverage and Food Service</b>      |  |
|---------------------------------------|--|
| 101                                   | Bartenders   |
| 102                                   | Wait Staff   |
| 103                                   | Food Servers, Nonrestaurant                                |
| 104                                   | Dining Room and Cafeteria Attendants and Bartender Helpers |
| 105                                   | Chefs and Cooks  |
| 106                                   | Food Preparation Workers                                   |
| 107                                   | Fast Food and Counter Workers                              |
| 108                                   | Dishwashers  |
| 109                                   | Host Staff, Restaurant, Lounge, and Coffee Shop            |
| 110                                   | Bakers   |
| <b>Entertainment and Events</b>       |  |
| 201                                   | Gambling Dealers   |
| 202                                   | Gambling Change Persons and Booth Cashiers                 |
| 203                                   | Gambling Cage Workers                                      |
| 204                                   | Gambling and Sports Book Writers and Runners               |
| 205                                   | Dancers  |
| 206                                   | Musicians and Singers                                      |
| 207                                   | Disc Jockeys, Except Radio                                 |
| 208                                   | Entertainers and Performers                                |
| 209                                   | Digital Content Creators                                   |
| 210                                   | Ushers, Lobby Attendants, and Ticket Takers                |
| 211                                   | Locker Room, Coatroom, and Dressing Room Attendants        |
| <b>Hospitality and Guest Services</b> |  |
| 301                                   | Baggage Porters and Bellhops                               |
| 302                                   | Concierges   |
| 303                                   | Hotel, Motel, and Resort Desk Clerks                       |
| 304                                   | Maids and Housekeeping Cleaners                            |
| <b>Home Services</b>                  |  |
| 401                                   | Home Maintenance and Repair Workers                        |
| 402                                   | Home Landscaping and Groundskeeping Workers                |
| 403                                   | Home Electricians  |
| 404                                   | Home Plumbers  |
| 405                                   | Home Heating and Air Conditioning Mechanics and Installers |
| 406                                   | Home Appliance Installers and Repairers                    |
| 407                                   | Home Cleaning Service Workers                              |
| 408                                   | Locksmiths   |
| 409                                   | Roadside Assistance Workers                                |

| <b>Personal Services</b>                |   |
|---|---|
| 501                                     | Personal Care and Service Workers                       |
| 502                                     | Private Event Planners                                  |
| 503                                     | Private Event and Portrait Photographers                |
| 504                                     | Private Event Videographers                             |
| 505                                     | Event Officiants  |
| 506                                     | Pet Caretakers  |
| 507                                     | Tutors  |
| 508                                     | Nannies and Babysitters                                 |
| <b>Personal Appearance and Wellness</b> |   |
| 601                                     | Skincare Specialists                                    |
| 602                                     | Massage Therapists                                      |
| 603                                     | Barbers, Hairdressers, Hairstylists, and Cosmetologists |
| 604                                     | Shampooers  |
| 605                                     | Manicurists and Pedicurists                             |
| 606                                     | Eyebrow Threading and Waxing Technicians                |
| 607                                     | Makeup Artists  |
| 608                                     | Exercise Trainers and Group Fitness Instructors         |
| 609                                     | Tattoo Artists and Piercers                             |
| 610                                     | Tailors   |
| 611                                     | Shoe and Leather Workers and Repairers                  |
| <b>Recreation and Instruction</b>       |   |
| 701                                     | Golf Caddies  |
| 702                                     | Self-Enrichment Teachers                                |
| 703                                     | Recreational and Tour Pilots                            |
| 704                                     | Tour Guides   |
| 705                                     | Travel Guides   |
| 706                                     | Sports and Recreation Instructors                       |
| <b>Transportation and Delivery</b>      |   |
| 801                                     | Parking and Valet Attendants                            |
| 802                                     | Taxi and Rideshare Drivers and Chauffeurs               |
| 803                                     | Shuttle Drivers   |
| 804                                     | Goods Delivery People                                   |
| 805                                     | Personal Vehicle and Equipment Cleaners                 |
| 806                                     | Private and Charter Bus Drivers                         |
| 807                                     | Water Taxi Operators and Charter Boat Workers           |
| 808                                     | Rickshaw, Pedicab, and Carriage Drivers                 |
| 809                                     | Home Movers   |