

DRAFT

10/14/2019

MEDICAL DEDUCTION WORKSHEET

1. Medical and Dental Expense from federal Form 1040, Schedule A, Line 4. **1.** _____
2. Amount from Vermont Form IN-111, Line 6 **2.** _____
3. Subtract Line 2 from Line 1. Enter here and on Schedule IN-112, Line 10. **3.** _____

If you pay recurring monthly payments or entrance fees to a retirement community, these amounts may not be deductible. Please see our website at www.tax.vermont.gov for more information.

A medical deduction may be taken on Schedule IN-112, Line 10. The Vermont medical deduction is calculated by taking the federal medical deduction claimed on federal Form 1040, Schedule A, Line 4, and subtracting **1)** the Vermont standard deduction and Vermont personal exemptions taken by the taxpayer; and **2)** any amounts deducted federally that are attributed to payments of entrance fees or recurring monthly payments made to a continuing care retirement community that exceed the deductibility limits for premiums paid during the year for qualified long-term care insurance contracts.

These limits are published annually. For 2019, Rev. Proc 2018-57 provides the follow limits.

<i>Attained Age Before the Close of the Taxable Year</i>	<i>Limitation</i>
40 or less	\$420
More than 40 but not more than 50.	\$790
More than 50 but not more than 60.	\$1,580
More than 60 but not more than 70.	\$4,220
More than 70	\$5,270

Any amounts deducted federally that constitute entrance fees or recurring monthly payments made to a continuing care retirement community regulated by 8 V.S.A. Chapter 151 must be deductible federally and cannot exceed the limit above.