

Before you begin: ✓ Complete Form 8990 before beginning this worksheet.

✓ This worksheet provides space for up to three partners. If there are more than three partners, use more than one worksheet. The total column should reconcile to amounts for all partners.

	Partner 1	Partner 2	Partner 3	Total
Step 1: Partnership-level calculation required by section 163(j)(4)(A).				
1. Partnership's Adjusted Taxable Income (ATI) (Form 8990, line 22)				
2. Partnership's business interest income (Form 8990, line 25)				
3. Partnership's business interest expense (Form 8990, subtract line 4 from line 5)				
4. Partnership's deductible business interest expense (Form 8990, subtract line 4 from line 30)				
5. Partnership's excess business interest expense (Form 8990, line 32)				
6. Partnership's excess taxable income (Form 8990, line 36)				
7. Partnership's excess business interest income (Form 8990, line 37)				
Step 2: Determine each partner's section 163(j) items.				
8. Partner's allocable ATI. See instructions				
9. Partner's allocable business interest income. See instructions				
10. Partner's allocable business interest expense. See instructions				
Step 3: Partner-level comparison of business interest income and business interest expense.				
11. Subtract line 10 from line 9. (If zero or less, enter -0-)				
12. Subtract line 9 from line 10. (If zero or less, enter -0-)				
Step 4: Matching partnership and aggregate partner excess business interest income.				
13. Divide line 11 by the line 11 total column amount. (If the total column equals zero, enter -0-)	%	%	%	%
14. Multiply line 13 by the line 12 total column amount				
15. Subtract line 14 from line 11. (If zero or less, enter -0-)				
Step 5: Remaining business interest expense determination.				
16. Divide line 12 by the line 12 total column amount. (If the total column equals zero, enter -0-)	%	%	%	%
17. Multiply line 16 by the line 11 total column amount				
18. Subtract line 17 from line 12. (If zero or less, enter -0-)				
Step 6: Determination of final allocable ATI.				
19. If line 8 is greater than or equal to \$0, enter the amount from line 8. Otherwise, enter -0-				
20. If line 8 is less than \$0, enter the absolute value of line 8. Otherwise, enter -0-				
21. Divide line 19 by the line 19 total column amount. (If the total column equals zero, enter -0-)	%	%	%	%
22. Multiply line 21 by the line 20 total column amount				
23. Subtract line 22 from line 19. (If zero or less, enter -0-)				
Step 7: Partner-level comparison of the applicable percentage of ATI and remaining business interest expense.				
24. Multiply line 23 by the applicable percentage (defined earlier)				
25. Subtract line 18 from line 24. (If zero or less, enter -0-)				
26. Subtract line 24 from line 18. (If zero or less, enter -0-)				