Schedule H: Expenses and Fiduciary Compensation
Massachusetts Department of Revenue **1996**

For common trust fund income, see instructions for adjustments.

Name(s) as shown on page 1 of return | Federal identification number

Part 1: Expense Deduction Computation: 12% Income

1a Amount paid this year for rentals of safe deposit boxes . . . **1a**

1b Amount paid this year for premiums on surety bonds . . . **1b**

1 Total expenses. *Add lines 1a and 1b.* . . . **1**

2 Total taxable 12% income from Form 2, line 27 . . . **2**

3 Total taxable and nontaxable 12% income. *Add Schedule B, lines 4, 11, 12, 13 and Form 2, line 26. Then subtract Schedule B, line 6. If common trust fund interest and dividends are not included in Schedule B, line 4, add in the amount from Form 2, line 25* . . . **3**

4 *Divide line 2 by line 3 and enter percentage* . . . **4** %

5 *Multiply line 4 by line 1 and enter the result here and on Form 2, line 28a.* This is the maximum expense deduction allowed against 12% income . . . **5**

Part 2: Fiduciary Compensation Deduction Computation: 12% Income

6a Enter fiduciary compensation paid from income . . . **6a**

6b Enter fiduciary compensation paid from principal . . . **6b**

6 Total fiduciary compensation paid. *Add lines 6a and 6b* . . . **6**

7 Total taxable 5.95% income from Form 2, line 18 . . . **7**

8 Total 12% income. *Add Schedule B, lines 4, 11, 12, 13 and Form 2, line 26. Then subtract Schedule B, line 6. If common trust fund interest and dividends are not included in Schedule B, line 4, add in the amount from Form 2, line 25* . . . **8**

9 Enter the amount from Schedule D, line 1, less Schedule D, line 8 . . . **9**

10 *Add lines 7, 8 and 9* . . . **10**

11 *Divide line 8 by line 10 and enter percentage* . . . **11** %

12 *Multiply line 11 by line 6a and enter the result here.* This is the amount of fiduciary compensation actually paid on 12% income . . . **12**

13 Enter the amount from Form 2, line 27 . . . **13**

14 Total taxable and nontaxable 12% income. Enter the amount from line 8 above . . . **14**

15 *Divide line 13 by line 14 and enter percentage* . . . **15** %

16 *Multiply line 15 by line 12 and enter the result here* . . . **16**

17 Enter 7% of Form 2, line 27 . . . **17**

18 Enter here and on Form 2, line 28b, the amount from line 16 or 17, whichever is smaller. This is the maximum fiduciary compensation deduction allowed against 12% income . . . **18**