Note: *The draft you are looking for begins on the next page.*

Caution: *DRAFT—NOT FOR FILING*

This is an early release draft of an IRS tax form, instructions, or publication, which the IRS is providing for your information. **Do not file draft forms** and do **not** rely on draft forms, instructions, and pubs for filing. We incorporate all significant changes to forms posted with this coversheet. However, unexpected issues occasionally arise, or legislation is passed—in this case, we will post a new draft of the form to alert users that changes were made to the previously posted draft. Thus, there are never any changes to the last posted draft of a form and the final revision of the form. Forms and instructions are subject to OMB approval before they can be officially released, so we post drafts of them until they are approved. Drafts of instructions and pubs usually have some additional changes before their final release. Early release drafts are at IRS.gov/DraftForms and remain there after the final release is posted at IRS.gov/LatestForms. Also see IRS.gov/Forms.

Most forms and publications have a page on IRS.gov: IRS.gov/Form1040 for Form 1040; IRS.gov/Pub501 for Pub. 501; IRS.gov/W4 for Form W-4; and IRS.gov/ScheduleA for Schedule A (Form 1040), for example, and similarly for other forms, pubs, and schedules for Form 1040. When typing in a link, type it into the address bar of your browser, not a Search box on IRS.gov.

If you wish, you can submit comments to the IRS about draft or final forms, instructions, or pubs at IRS.gov/FormsComments. Include "NTF" followed by the form or pub number (for example, "NTF1040", "NTFW4", "NTF501, etc.) in the body of the message to route your message properly. We cannot respond to all comments due to the high volume we receive and may not be able to consider many suggestions until the subsequent revision of the product, but we will review each "NTF" message. If you have comments on reducing paperwork and respondent (filer) burden, with respect to draft or final forms, please respond to the relevant information collection through the Federal Register process; for more info, click here.

Form **461**

Department of the Treasury
Internal Revenue Service

Limitation on Business Losses

Attach to your tax return.

Go to *www.irs.gov/Form461* **for instructions and the latest information.**

OMB No. 1545-2283

2024

Attachment
Sequence No. **64**

Name(s) shown on return

Identifying number

Part I	Total Income/Loss Items		
	See instructions if you are filing a tax return other than Form 1040 or 1040-SR.		
1	Reserved for future use	**1**	
2	Enter amount from Schedule 1 (Form 1040), line 3	**2**	
3	Enter amount from Form 1040 or 1040-SR, line 7. See instructions	**3**	
4	Enter amount from Schedule 1 (Form 1040), line 4	**4**	
5	Enter amount from Schedule 1 (Form 1040), line 5	**5**	
6	Enter amount from Schedule 1 (Form 1040), line 6	**6**	
7	Reserved for future use	**7**	
8	Enter other income, gain, or losses from a trade or business not reported on lines 1 through 7	**8**	
9	Combine lines 1 through 8	**9**	

Part II	Adjustment for Amounts Not Attributable to Trade or Business		
	See instructions if you are filing a tax return other than Form 1040 or 1040-SR.		
10	Enter any income or gain reported on lines 1 through 8 that is not attributable to a trade or business	**10**	
11	Enter any losses or deductions reported on lines 1 through 8 that are not attributable to a trade or business. See instructions	**11**	
12	Subtract line 11 from line 10	**12**	

Part III	Limitation on Losses		
13	If line 12 is a negative number, enter it here as a positive number. If line 12 is a positive number, enter it here as a negative number	**13**	
14	Add lines 9 and 13	**14**	
15	Enter $305,000 (or $610,000 if married filing jointly)	**15**	
16	Add lines 14 and 15. If less than zero, enter the amount from line 16 as a positive number on Schedule 1 (Form 1040), line 8p. See instructions if you are filing a tax return other than a Form 1040 or 1040-SR. If zero or greater, do not attach this form to your tax return	**16**	

For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions.

Cat. No. 16654I

Form **461** (2024)