

**Part IV Profit or Loss From Business (Sole Proprietorship)**—See the instructions for Schedule C (Form 1040)

Name of proprietor

Social security number

**Note.** If you are filing a joint return and both you and your spouse had a profit or loss from a business, you must **each** complete and attach a **separate** Part IV (see *Joint returns* and *Husband-Wife Business* beginning on page SS-3).

**Section A—Income**

<b>1</b>	Gross receipts \$ .....	Less returns and allowances \$ .....	Balance ▶	<b>1</b>	
<b>2a</b>	Inventory at beginning of year				
<b>b</b>	Purchases less cost of items withdrawn for personal use				
<b>c</b>	Cost of labor. Do not include any amounts paid to yourself				
<b>d</b>	Materials and supplies				
<b>e</b>	Other costs (attach statement)				
<b>f</b>	Add lines 2a through 2e				
<b>g</b>	Inventory at end of year				
<b>h</b>	Cost of goods sold. Subtract line 2g from line 2f			<b>2h</b>	
<b>3</b>	<b>Gross profit.</b> Subtract line 2h from line 1			<b>3</b>	
<b>4</b>	Other income			<b>4</b>	
<b>5</b>	<b>Gross income.</b> Add lines 3 and 4		▶	<b>5</b>	

**Section B—Expenses**

<b>6</b>	Advertising	<b>6</b>		<b>18</b>	Rent or lease:	
<b>7</b>	Car and truck expenses (attach <b>Form 4562</b> )	<b>7</b>		<b>a</b>	Vehicles, machinery, and equipment	<b>18a</b>
<b>8</b>	Commissions and fees	<b>8</b>		<b>b</b>	Other business property	<b>18b</b>
<b>9</b>	Contract labor	<b>9</b>		<b>19</b>	Repairs and maintenance	<b>19</b>
<b>10</b>	Depletion	<b>10</b>		<b>20</b>	Supplies (not included in Section A)	<b>20</b>
<b>11</b>	Depreciation and section 179 expense deduction (not included in Section A). (Attach <b>Form 4562</b> if required.)	<b>11</b>		<b>21</b>	Taxes and licenses	<b>21</b>
<b>12</b>	Employee benefit programs (other than on line 17)	<b>12</b>		<b>22</b>	Travel, meals, and entertainment:	
<b>13</b>	Insurance (other than health)	<b>13</b>		<b>a</b>	Travel	<b>22a</b>
<b>14</b>	Interest on business indebtedness	<b>14</b>		<b>b</b>	Deductible meals and entertainment	<b>22b</b>
<b>15</b>	Legal and professional services	<b>15</b>		<b>23</b>	Utilities	<b>23</b>
<b>16</b>	Office expense	<b>16</b>		<b>24</b>	Wages not included on line 2c	<b>24</b>
<b>17</b>	Pension and profit-sharing plans	<b>17</b>		<b>25a</b>	Other expenses (list type and amount):	
					.....	
					.....	
					.....	
				<b>25b</b>	Total other expenses	<b>25b</b>
<b>26</b>	<b>Total expenses.</b> Add lines 6 through 25b		▶	<b>26</b>		
<b>27</b>	<b>Net profit or (loss).</b> Subtract line 26 from line 5. Enter the result here and in Part V, line 2			<b>27</b>		

**Part V Self-Employment Tax**—If you had **church employee income**, see pages SS-2 and SS-3 before you begin.

Name of person with <b>self-employment</b> income	Social security number of person with <b>self-employment</b> income ▶
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**Note.** If you are filing a joint return and both you and your spouse had self-employment income, you must **each** complete a **separate** Part V.

**A** If you are a minister, member of a religious order, or Christian Science practitioner **and** you filed Form 4361, but you had \$400 or more of **other** net earnings from self-employment, check here and continue with Part V

<b>1</b> Net farm profit or (loss) from Part III, line 36, and your distributive share from farm partnerships. <b>Note.</b> Skip this line if you use the farm optional method (see page SS-7) . . . . .	<b>1</b>		
<b>2</b> Net nonfarm profit or (loss) from Part IV, line 27, and your distributive share from nonfarm partnerships. Ministers and members of religious orders, see page SS-3 for amounts to report on this line. See pages SS-6 and SS-7 for other income to report. <b>Note.</b> Skip this line if you use the nonfarm optional method (see page SS-7) . . . . .	<b>2</b>		
<b>3</b> Combine lines 1 and 2 . . . . .	<b>3</b>		
<b>4a</b> If line 3 is more than zero, multiply line 3 by 92.35% (.9235). Otherwise, enter amount from line 3 . . . . .	<b>4a</b>		
<b>b</b> If you elect one or both of the optional methods, enter the total of lines 2 and 4 of Part VI here	<b>4b</b>		
<b>c</b> Combine lines 4a and 4b. If less than \$400, <b>stop</b> ; you do not owe self-employment tax. <b>Exception.</b> If less than \$400 and you had <b>church employee income</b> , enter -0- and continue ▶	<b>4c</b>		
<b>5a</b> Enter your <b>church employee income</b> from Form(s) W-2, W-2AS, W-2CM, W-2GU, W-2VI, or 499R-2/W-2PR. See page SS-2 for definition of church employee income . . . . .	<b>5a</b>		
<b>b</b> Multiply line 5a by 92.35% (.9235). If less than \$100, enter -0- . . . . .	<b>5b</b>		
<b>6</b> <b>Net earnings from self-employment.</b> Add lines 4c and 5b . . . . . ▶	<b>6</b>		
<b>7</b> Maximum amount of combined wages and self-employment earnings subject to social security tax for 2008 . . . . .	<b>7</b>	102,000	00
<b>8a</b> Total social security wages and tips from Form(s) W-2, W-2AS, W-2CM, W-2GU, W-2VI, or 499R-2/W-2PR. If \$102,000 or more, skip lines 8b through 10, and go to line 11 . . . . .	<b>8a</b>		
<b>b</b> Unreported tips subject to social security tax from Form 4137, line 10 (see page SS-7) . . . . .	<b>8b</b>		
<b>c</b> Wages subject to social security tax from Form 8919, line 10 (see page SS-7) . . . . .	<b>8c</b>		
<b>d</b> Add lines 8a, 8b, and 8c . . . . .	<b>8d</b>		
<b>9</b> Subtract line 8d from line 7. If zero or less, enter -0- here and on line 10 and go to line 11 . ▶	<b>9</b>		
<b>10</b> Multiply the <b>smaller</b> of line 6 or line 9 by 12.4% (.124) . . . . .	<b>10</b>		
<b>11</b> Multiply line 6 by 2.9% (.029) . . . . .	<b>11</b>		
<b>12</b> <b>Self-employment tax.</b> Add lines 10 and 11. Enter here and in Part I, line 3 . . . . .	<b>12</b>		