Form **1120S**
Department of the Treasury
Internal Revenue Service

U.S. Income Tax Return for an S Corporation

For calendar 1985 or tax year beginning _____, 1985, ending _____, 19 _____

▶ For Paperwork Reduction Act Notice, see page 1 of the instructions.

OMB No. 1545-0130

1985

A Date of election as an S corporation

B Business Code No. (see Specific Instructions)

Use IRS label. Otherwise, please print or type.

Name

Number and street

City or town, state, and ZIP code

C Employer identification number

D Date incorporated

E Total assets (see Specific Instructions) $ Dollars Cents

F. Check box if there has been a change in address from the previous year ▶ ☐

Income	1 a Gross receipts or sales _____ b Less returns and allowances _____ Balance ▶	1c	
	2 Cost of goods sold and/or operations (Schedule A, line 7)	2	
	3 Gross profit (subtract line 2 from line 1c)	3	
	4 Taxable interest and nonqualifying dividends	4	
	5 Gross rents	5	
	6 Gross royalties	6	
	7 Net gain or (loss) from Form 4797, line 17, Part II	7	
	8 Other income (see instructions—attach schedule)	8	
	9 TOTAL income (loss)—Combine lines 3 through 8 and enter here ▶	9	
	10 Compensation of officers	10	
	11 a Salaries and wages _____ b Less jobs credit _____ Balance ▶	11c	
	12 Repairs	12	
	13 Bad debts (see instructions)	13	
	14 Rents	14	
	15 Taxes	15	

Schedule A Cost of Goods Sold and/or Operations (See instructions for Schedule A)

1	Inventory at beginning of year	1	
2	Purchases	2	
3	Cost of labor	3	
4	Other costs (attach schedule)	4	
5	Total—Add lines 1 through 4	5	
6	Inventory at end of year	6	
7	Cost of goods sold and/or operations—Subtract line 6 from line 5. Enter here and on line 2, page 1	7	

8 a Check all methods used for valuing closing inventory:

(i) ☐ Cost

(ii) ☐ Lower of cost or market as described in Regulations section 1.471–4 (see instructions)

(iii) ☐ Writedown of "subnormal" goods as described in Regulations section 1.471–2(c) (see instructions)

(iv) ☐ Other (Specify method used and attach explanation) ▶

b Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ☐

c If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO | 8c |

d If you are engaged in manufacturing, did you value your inventory using the full absorption method (Regulations section 1.471–11)? ☐ Yes ☐ No

e Was there any change in determining quantities, cost, or valuations between opening and closing inventory? ☐ Yes ☐ No
If "Yes," attach explanation.

Additional Information Required

		Yes	No
G	Did you at the end of the tax year own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).)		
	If "Yes," attach a schedule showing:		
	(1) Name, address, and employer identification number;		
	(2) Percentage owned;		
	(3) Highest amount owed by you to such corporation during the year; and		
	(4) Highest amount owed to you by such corporation during the year.		
	(Note: *For purposes of G(3) and G(4), "highest amount owed" includes loans and accounts receivable/payable.)*		
H	Refer to the listing of Business Activity Codes and state your principal: Business activity ▶ ; Product or service ▶		
I	Were you a member of a controlled group subject to the provisions of section 1561?		
J	Did you claim a deduction for expenses connected with:		
	(1) Entertainment facilities (boat, resort, ranch, etc.)?		
	(2) Living accommodations (except for employees on business)?		
	(3) Employees attending conventions or meetings outside the North American area? (See section 274(h).)		
	(4) Employees' families at conventions or meetings?		
	If "Yes," were any of these conventions or meetings outside the North American area? (See section 274(h).)		
	(5) Employee or family vacations not reported on Form W-2?		
K	At any time during the tax year, did you have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? (See instructions for exceptions and filing requirements for form TD F 90-22.1.)		
	If "Yes," write the name of the foreign country ▶		
L	Were you the grantor of, or transferor to, a foreign trust which existed during the current tax year, whether or not you have any beneficial interest in it? If "Yes," you may have to file Forms 3520, 3520-A, or 926		
M	During this tax year did you maintain any part of your accounting/tax records on a computerized system?		
N	Check method of accounting: (1) ☐ Cash (2) ☐ Accrual (3) ☐ Other (specify) ▶		
O	Check this box if the S corporation has filed or is required to file Form 8264, Application for Registration of a Tax Shelter ☐		

Schedule K Shareholders' Share of Income, Credits, Deductions, etc. (See Instructions.)

(a) Distributive share items		(b) Total amount
Income (Losses) and Deductions		
1 Ordinary income (loss) (page 1, line 24) *	1	
2 Dividends qualifying for the exclusion	2	
3 Net short-term capital gain (loss) (Schedule D (Form 1120S))	3	
4 Net long-term capital gain (loss) (Schedule D (Form 1120S))	4	
5 Net gain (loss) under section 1231 (other than due to casualty or theft)	5	
6 Other income (loss) (attach schedule)	6	
7 Charitable contributions	7	
8 Expense deduction for recovery property (section 179 expense) *	8	
9 Other deductions (attach schedule)	9	
Credits		
10 Jobs credit *	10	
11 Other credits (see instructions) *	11	
Tax Preference Items		
12 a Accelerated depreciation on nonrecovery real property or 15-year or 18-year real property	12a	
b Accelerated depreciation on leased personal property or leased recovery property other than 15 (or 18)-year real property	12b	
c Depletion (other than oil and gas)	12c	
d (1) Gross income from oil, gas, or geothermal properties	12d(1)	
(2) Gross deductions allocable to oil, gas, or geothermal properties	12d(2)	
e (1) Qualified Investment income included on page 1, Form 1120S	12e(1)	
(2) Qualified Investment expenses included on page 1, Form 1120S	12e(2)	
f Other items (attach schedule)	12f	
Investment Interest		
13 a (1) Investment debts incurred before 12-17-69	13a(1)	
(2) Investment debts incurred before 9-11-75 but after 12-16-69	13a(2)	
(3) Investment debts incurred after 9-10-75	13a(3)	
b (1) Investment income included on page 1, Form 1120S	13b(1)	
(2) Investment expenses included on page 1, Form 1120S	13b(2)	
c (1) Income from "net lease property"	13c(1)	
(2) Expenses from "net lease property"	13c(2)	
d Excess of net long-term capital gain over net short-term capital loss from investment property	13d	
Foreign Taxes		
14 a Type of income		
b Name of foreign country or U.S. possession		
c Total gross income from sources outside the U.S. (attach schedule)	14c	
d Total applicable deductions and losses (attach schedule)	14d	
e Total foreign taxes (check one): ▶ ☐ Paid ☐ Accrued	14e	
f Reduction in taxes available for credit (attach schedule)	14f	
g Other (attach schedule)	14g	
Other Items		
15 Total dividend distributions paid from accumulated earnings and profits contained in retained earnings (lines 23 and 24 of Schedule L)	15	
16 Total property distributions (including cash) other than dividend distributions reported on line 15	16	
17 Other items and amounts not included in lines 1 through 16 that are required to be reported separately to shareholders (attach schedule).		

* You are not required to complete lines 1, 8, 10, and 11. Completion of these lines is optional because the amounts which would appear in column (b) appear elsewhere on Form 1120S or on other IRS forms or schedules which are attached to Form 1120S.

Schedule L Balance Sheets

	Beginning of tax year		End of tax year	
Assets	(a)	(b)	(c)	(d)
1 Cash				
2 Trade notes and accounts receivable				
a Less allowance for bad debts				
3 Inventories				
4 Federal and State government obligations				
5 Other current assets (attach schedule)				
6 Loans to shareholders				
7 Mortgage and real estate loans				
8 Other investments (attach schedule)				
9 Buildings and other depreciable assets				
a Less accumulated depreciation				
10 Depletable assets				
a Less accumulated depletion				
11 Land (net of any amortization)				
12 Intangible assets (amortizable only)				
a Less accumulated amortization				
13 Other assets (attach schedule)				
14 Total assets				
Liabilities and Shareholders' Equity				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule)				
18 Loans from shareholders				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities (attach schedule)				
21 Capital stock				
22 Paid-in or capital surplus				
23 Retained earnings—Appropriated (attach schedule)				
24 Retained earnings—Unappropriated (see instructions)				
25 Shareholders' undistributed taxable income previously taxed				
26 Accumulated adjustments account				
27 Other adjustments account				
28 Less cost of treasury stock		( )		( )
29 Total liabilities and shareholders' equity				

Schedule M Analysis of Shareholders' Undistributed Taxable Income Previously Taxed, Accumulated Adjustments Account, and Other Adjustments Account (If Schedule L, column (d), amounts for lines 25, 26, or 27 are not the same as corresponding amounts on line 9 of Schedule M, attach a schedule explaining any differences. See instructions.)

	Shareholders' undistributed taxable income previously taxed	Accumulated adjustments account	Other adjustments account
1 Balance at beginning of year			
2 Ordinary income from page 1, line 24			
3 Other additions			
4 Total of lines 1, 2, and 3			
5 Distributions other than dividend distributions			
6 Loss from page 1, line 24			
7 Other reductions			
8 Add lines 5, 6, and 7			
9 Balance at end of tax year—Subtract line 8 from line 4			