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U.S. Income Tax Return for Cooperative Associations

For calendar year 2020 or tax year beginning _____, 2020, ending _____, 20_____

2020

▶ Go to www.irs.gov/Form1120C for instructions and the latest information.

A Check if:

- (1) Consolidated return (attach Form 851)
- (2) Schedule M-3 (Form 1120) attached
- (3) Form 1120 filed in previous tax year

Please type or print

Name _____

Number, street, and room or suite no. If a P.O. box, see instructions. _____

City or town, state or province, country, and ZIP or foreign postal code _____

B Employer identification number

C Check if:

- (1) Farmers' tax exempt cooperative
- (2) Nonexempt cooperative

D Check if:

- (1) Initial return
- (2) Final return
- (3) Name change
- (4) Address change
- (5) Amended return

	1a Gross receipts or sales	b Less returns and allowances	c Bal ▶	1c	
Income	2 Cost of goods sold (see instructions—attach Form 1125-A)			2	
	3 Gross profit. Subtract line 2 from line 1c			3	
	4 Dividends and inclusions (Schedule C, line 23)			4	
	5 Interest			5	
	6 Gross rents and royalties			6	
	7 Capital gain net income (attach Schedule D (Form 1120))			7	
	8 Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)			8	
	9 Other income (see instructions—attach statement)			9	
	10 Total income. Add lines 3 through 9			10	
	Deductions (See instructions for limitations on deductions.)	11 Compensation of officers (attach Form 1125-E)			11
12 Salaries and wages (less employment credits)				12	
13 Bad debts				13	
14 Rents				14	
15 Taxes and licenses				15	
16 Interest (see instructions)				16	
17 Charitable contributions				17	
18 Depreciation not claimed on Form 1125-A or elsewhere on return (attach Form 4562)				18	
19 Advertising				19	
20 Pension, profit-sharing, etc., plans				20	
21 Employee benefit programs				21	
22 Section 199A(g) deduction (see instructions)				22	
23 Other deductions (attach statement)				23	
24 Total deductions. Add lines 11 through 23				24	
25a Taxable income before adjustments and special deductions. Subtract line 24 from line 10			25a		
b Less: deductions and adjustments from Schedule H, line 5			25b		25c
26 Less: a Net operating loss deduction (see instructions)		26a			
b Special deductions (Schedule C, line 24)		26b		26c	

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer _____ Date _____ Title _____

May the IRS discuss this return with the preparer shown below? See instructions. Yes No

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
Firm's name ▶	Firm's EIN ▶			
Firm's address ▶	Phone no. _____			

Tax, Refundable Credits, and Payments	27	Taxable income. Subtract line 26c from line 25c. See instructions	27	
	28	Total tax (Schedule J, line 9)	28	
	29	2020 net 965 tax liability paid from Form 965-B, Part II, column (k), line 4	29	
	30a	2019 overpayment credited to 2020	30a	
	b	2020 estimated tax payments	30b	
	c	2020 refund applied for on Form 4466	30c	()
		d Bal ▶	30d	
	e	Tax deposited with Form 7004	30e	
	f	Credits: (1) Form 2439 (2) Form 4136	30f	
	g	Reserved for future use	30g	
	h	Section 1383 adjustment (see instructions)	30h	
	i	2020 net 965 tax liability from Form 965-B, Part I, column (d), line 4	30i	
	31	Estimated tax penalty. See instructions. Check if Form 2220 is attached	31	<input type="checkbox"/>
	32	Amount owed. If line 30j is smaller than the total of lines 28, 29, and 31, enter amount owed	32	
33	Overpayment. If line 30j is larger than the total of lines 28, 29, and 31, enter amount overpaid	33		
34	Enter amount of line 33 you want: Credited to 2021 estimated tax ▶ Refunded ▶	34		

Schedule C Dividends, Inclusions, and Special Deductions (see instructions)		(a) Dividends and inclusions	(b) %	(c) Special deductions ((a) × (b))
1	Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)		50	
2	Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)		65	
3	Dividends on certain debt-financed stock of domestic and foreign corporations		See instructions	
4	Dividends on certain preferred stock of less-than-20%-owned public utilities		23.3	
5	Dividends on certain preferred stock of 20%-or-more-owned public utilities		26.7	
6	Dividends from less-than-20%-owned foreign corporations and certain FSCs		50	
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs		65	
8	Dividends from wholly owned foreign subsidiaries		100	
9	Subtotal. Add lines 1 through 8. See instructions for limitations		See instructions	
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11	Dividends from affiliated group members		100	
12	Dividends from certain FSCs		See instructions	
13	Foreign-source portion of dividends received from a specified 10%-owned foreign corporation (excluding hybrid dividends) (see instructions)		100	
14	Dividends from foreign corporations not included on line 3, 6, 7, 8, 11, 12, or 13 (including any hybrid dividends)			
15	Section 965(a) inclusion		See instructions	
16a	Subpart F inclusions derived from the sale by a controlled foreign corporation (CFC) of the stock of a lower-tier foreign corporation treated as a dividend (attach Form(s) 5471) (see instructions)		100	
b	Subpart F inclusions derived from hybrid dividends of tiered corporations (attach Form(s) 5471) (see instructions)			
c	Other inclusions from CFCs under subpart F not included on line 15, 16a, 16b, or 17 (attach Form(s) 5471) (see instructions)			
17	Global Intangible Low-Taxed Income (GILTI) (attach Form(s) 5471 and Form 8992)			
18	Gross-up for foreign taxes deemed paid (see instructions)			
19	IC-DISC and former DISC dividends not included on line 1, 2, or 3			
20	Other dividends			
21	Deduction for dividends paid on certain preferred stock of public utilities			
22	Section 250 deduction (attach Form 8993)			
23	Total dividends and inclusions. Add column (a), lines 9 through 20. Enter here and on page 1, line 4			
24	Total special deductions. Add column (c), lines 9 through 13, 15, 16, 21, and 22. Enter here and on page 1, line 26b			

Schedule G Allocation of Patronage and Nonpatronage Income and Deductions

Note: Before completing Schedule G, see Schedule K, Question 14.

	(a) Patronage	(b) Nonpatronage
1 Gross receipts or sales	1	
2 Cost of goods sold	2	
3 Gross profit. Subtract line 2 from line 1	3	
4 Other income	4	
5 Total income. Combine lines 3 and 4	5	
6a Section 199A(g) deduction (see instructions)	6a	
b Other deductions	6b	
c Total deductions. Add lines 6a and 6b	6c	
7 Taxable income before section 1382, NOL, and special deductions. Subtract line 6c from line 5	7	
8 Deductions and adjustments under section 1382 from Schedule H, line 5 (see instructions)	8	
9a Net operating loss deduction (attach statement)	9a	
b Special deductions (see instructions)	9b	
10 Taxable income. Subtract the total of lines 8, 9a, and 9b from line 7	10	
11 Combined taxable income. Combine columns (a) and (b) of line 10. See instructions	11	
12 Unused patronage loss (see instructions)	12	
13 Unused nonpatronage loss (see instructions)	13	

Schedule H Deductions and Adjustments Under Section 1382 (see instructions)

1 Dividends paid on capital stock (section 521 cooperatives only)	1	
2 Nonpatronage income allocated to patrons (section 521 cooperatives only)	2	
3 Patronage dividends:		
a Money	3a	
b Qualified written notices of allocation	3b	
c Other property (except nonqualified written notices of allocation)	3c	
d Money or other property (except written notices of allocation) in redemption of nonqualified written notices of allocation	3d	
4 Section 199A(g) deduction allocated to patrons (see instructions)	4	()
5 Total. Combine lines 1 through 4. Enter here and on page 1, line 25b, and Schedule G, line 8	5	

Schedule J Tax Computation (see instructions)

1 Check if the cooperative is a member of a controlled group (attach Schedule O (Form 1120)). See instructions <input type="checkbox"/>		
2 Income tax (see instructions)	2	
3 Base erosion minimum tax amount (attach Form 8991)	3	
4 Add lines 2 and 3	4	
5a Foreign tax credit (attach Form 1118)	5a	
b Credit from Form 8834 (see instructions)	5b	
c General business credit (attach Form 3800)	5c	
d Credit for prior year minimum tax (attach Form 8827)	5d	
e Bond credits from Form 8912 (attach Form 8912)	5e	
6 Total credits. Add lines 5a through 5e	6	
7 Subtract line 6 from line 4	7	
8 Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Other (attach statement) <input type="checkbox"/> Form 8902	8	
9 Total tax. Add lines 7 and 8. Enter here and on page 2, line 28	9	

Schedule K Other Information (see instructions)

		Yes	No			Yes	No
1 Check accounting method: a <input type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶ _____ 2 See the instructions and enter the: a Business activity code no. ▶ _____ b Business activity ▶ _____ c Product or service ▶ _____ d Date of incorporation ▶ _____ 3 Check the accounting method used to compute distributable patronage: a <input type="checkbox"/> Book b <input type="checkbox"/> Tax c <input type="checkbox"/> Other (specify) ▶ _____ 4 At the end of the tax year, did the cooperative 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 statement showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year. 5 Is the cooperative a subsidiary in an affiliated group or a parent-subsidiary controlled group? If "Yes," enter name and EIN of the parent corporation ▶ _____ _____ 6 At the end of the tax year, did any individual, partnership, corporation, estate, or trust own, directly or indirectly, 50% or more of the cooperative's voting stock? (For rules of attribution, see section 267(c).) If "Yes," attach a statement showing name and identifying number. Do not include any information already entered in 5 above. Enter percentage owned ▶ _____ 7 Enter the cooperative's total assets. See instructions ▶ \$ _____ 8 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of stock of the cooperative entitled to vote, or (b) the total value of all classes of stock of the cooperative? If "Yes," enter: (a) Percentage owned ▶ _____ and (b) Owner's country ▶ _____ c The cooperative may have to file Form 5472 , Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter number of Forms 5472 attached ▶ _____ 9 Check this box if the cooperative issued publicly offered debt instruments with original issue discount ▶ <input type="checkbox"/>				If checked, the cooperative may have to file Form 8281 , Information Return for Publicly Offered Original Issue Discount Instruments. 10 Enter the amount of tax-exempt income received or accrued during the tax year (for example, interest or extraterritorial income) ▶ \$ _____ 11a Enter the number of foreign patrons at the end of the tax year ▶ _____ b Enter the total amount of patronage distributions described in (or deducted under) IRC 1382(b) paid or allocated to foreign patrons ▶ _____ 12 If the cooperative has an NOL for the tax year and is electing to forego the carryback period, check here. See instructions ▶ <input type="checkbox"/> If filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election will not be valid. 13 Enter the available NOL carryover from prior tax years. Do not reduce it by any deduction on page 1, line 26a. Patronage ▶ \$ _____ Nonpatronage ▶ \$ _____ 14 Are the cooperative's total receipts (page 1, line 1a plus lines 4 through 9) for the tax year and its total assets at the end of the tax year less than \$250,000? If "Yes," the cooperative is not required to complete Schedule G, L, M-1, or M-2. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. ▶ \$ _____ 15 Enter the amount of outstanding nonqualified notices of allocation (attach statement) ▶ _____ 16 Does the cooperative have gross receipts of at least \$500 million in any of the 3 preceding tax years? (see section 59A(e)(2) and (3)) If "Yes," complete and attach Form 8991. 17 Did the cooperative have an election under section 163(j) for any real property trade or business or any farming business in effect during the tax year? (see instructions) 18 Does the cooperative satisfy one or more of the following? See instructions a The cooperative owns a pass-through entity with current, or prior year carryover, excess business interest expense. b The cooperative's aggregate average annual gross receipts (determined under section 448(c)) for the 3 tax years preceding the current tax year are more than \$26 million and the cooperative has business interest expense. c The cooperative is a tax shelter and the cooperative has business interest expense. If "Yes" to any, complete and attach Form 8990.			

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash				
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts	()		()	
3	Inventories				
4	Other current assets (attach statement)				
5	Investments (see instructions)				
6	Loans to shareholders				
7	Mortgage and real estate loans				
8a	Buildings and other depreciable assets				
b	Less accumulated depreciation	()		()	
9a	Depletable assets				
b	Less accumulated depletion	()		()	
10	Land (net of amortization)				
11a	Intangible assets (amortizable only)				
b	Less accumulated amortization	()		()	
12	Other assets (attach statement)				
13	Total assets				
Liabilities and Capital					
14	Accounts payable				
15	Mortgages, notes, bonds payable in less than 1 year				
16	Other current liabilities (attach statement)				
17	Loans from shareholders				
18	Mortgages, notes, bonds payable in 1 year or more				
19	Other liabilities (attach statement)				
20	Capital stock: a Preferred stock				
	b Common stock				
21	Additional paid-in capital				
22	Patronage dividends allocated in noncash form				
23	Per-unit retains allocated in noncash form				
24	Retained earnings—Appropriated (attach statement)				
25	Retained earnings—Unappropriated				
26	Adjustments to shareholders' equity (attach statement)				
27	Less cost of treasury stock		()		()
28	Total liabilities and capital				

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return				
Note: The cooperative may be required to file Schedule M-3. See instructions.				
1	Net income (loss) per books		7	Income recorded on books this year not included in this tax return (itemize):
2	Federal income tax per books			Tax-exempt interest \$ _____
3	Excess of capital losses over capital gains			_____
4	Income subject to tax not recorded on books this year (itemize): _____			_____
5	Expenses recorded on books this year not deducted in this return (itemize):		8	Deductions in this tax return not charged against book income this year (itemize):
a	Depreciation \$ _____		a	Depreciation \$ _____
b	Charitable contributions \$ _____		b	Charitable contributions \$ _____
c	Travel and entertainment \$ _____			_____
6	Add lines 1 through 5		9	Add lines 7 and 8
			10	Income (page 1, line 25a)—line 6 less line 9

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Schedule L, Line 25)				
1	Balance at beginning of year		5	Distributions: a Cash
2	Net income (loss) per books			b Stock
3	Other increases (itemize): _____			c Property
	_____		6	Other decreases (itemize): _____
	_____		7	Add lines 5 and 6
4	Add lines 1, 2, and 3		8	Balance at end of year (line 4 less line 7)