

ATS Test Scenario 13
Taxpayer: William and Nancy Birch
SSN: 400-00-1313

Test Scenario 13 includes the following forms:

- **Form 1040**
- **Form 1040 Schedule 1**
- **Form 1040 Schedule 1-A**
- **Form 1040 Schedule 2**
- **Form 1040 Schedule 3**
- **Form 1040 Schedule F**
- **Form 1040 Schedule SE**
- **Form 4136**
- **Form 4136 Schedule A [2]**
- **Form 1062**
- **Form 1062 Schedule A**
- **Form W-2**

Form **1040**

Department of the Treasury—Internal Revenue Service
U.S. Individual Income Tax Return

2026

OMB No. 1545-0074

IRS Use Only—Do not write or staple in this space.

For the year Jan. 1–Dec. 31, 2026, or other tax year beginning **01/01**, 2026, ending **12/31**, 20 **26** See separate instructions.

☐ Filed pursuant to section 301.9100-2 ☐ Combat zone ☐ Deceased MM / DD / YYYY Spouse MM / DD / YYYY
☐ Other

Your first name and middle initial **WILLIAM** Last name **BIRCH** Your social security number **4 0 0 0 0 1 3 1 3**

If a joint return, spouse's first name and middle initial **NANCY** Last name **BIRCH** Spouse's social security number **4 0 0 0 0 1 2 3 4**

Home address (number and street). If you have a P.O. box, see instructions. **13 ELM STREET** Apt. no. Check here if your main home, and your spouse's if filing a joint return, was in the U.S. for more than half of 2026. ☐

City, town, or post office. If you have a foreign address, also complete spaces below. **ANYTOWN** State **TX** ZIP code **77013** Presidential Election Campaign Check here if you, or your spouse if filing jointly, want \$3 to go to this fund. Checking a box below will not change your tax or refund. ☐ You ☐ Spouse

Foreign country name Foreign province/state/county Foreign postal code

Filing Status ☐ Single ☐ Head of household (HOH) ☐ Qualifying surviving spouse (QSS)
Check only one box. ☒ Married filing jointly (even if only one had income) If you checked the HOH or QSS box, enter the child's name if the qualifying person is a child but not your dependent:
☐ Married filing separately (MFS). Enter spouse's SSN above and full name here:
☐ If treating a nonresident alien or dual-status alien spouse as a U.S. resident for the entire tax year, check the box and enter their name (see instructions and attach statement if required):

Digital Assets At any time during 2026, did you: (a) receive (as a reward, award, or payment for property or services); or (b) sell, exchange, or otherwise dispose of a digital asset (or a financial interest in a digital asset)? (See instructions.) ☐ Yes ☒ No

Dependents	Dependent 1	Dependent 2	Dependent 3	Dependent 4
(1) First name				
(2) Last name				
(3) SSN				
(4) Relationship				
(5) Check if lived with you more than half of 2026	(a) ☐ Yes (b) ☐ And in the U.S.	(a) ☐ Yes (b) ☐ And in the U.S.	(a) ☐ Yes (b) ☐ And in the U.S.	(a) ☐ Yes (b) ☐ And in the U.S.
(6) Check if	☐ Full-time student ☐ Permanently and totally disabled	☐ Full-time student ☐ Permanently and totally disabled	☐ Full-time student ☐ Permanently and totally disabled	☐ Full-time student ☐ Permanently and totally disabled
(7) Credits	☐ Child tax credit ☐ Credit for other dependents	☐ Child tax credit ☐ Credit for other dependents	☐ Child tax credit ☐ Credit for other dependents	☐ Child tax credit ☐ Credit for other dependents

☐ Check if your filing status is MFS or HOH and you lived apart from your spouse for the last 6 months of 2026, or you are legally separated according to your state law under a written separation agreement or a decree of separate maintenance and you did not live in the same household as your spouse at the end of 2026.

Income	1a Total amount from Form(s) W-2, box 1 (see instructions)	1a 125,000
Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld. If you did not get a Form W-2, see instructions.	1b Household employee wages not reported on Form(s) W-2	1b
	1c Tip income not reported on line 1a (see instructions)	1c
	1d Medicaid waiver payments not reported on Form(s) W-2 (see instructions)	1d
	1e Taxable dependent care benefits from Form 2441, line 26	1e
	1f Employer-provided adoption benefits from Form 8839, line 31	1f
	1g Wages from Form 8919, line 6	1g
	1h Other earned income (see instructions). Enter type and amount:	1h
	1i Nontaxable combat pay election (see instructions)	1i
	1z Add lines 1a through 1h	1z 125,000
Attach Sch. B if required.	2a Tax-exempt interest	2a
	2b Taxable interest	2b
	3a Qualified dividends	3a
	3b Ordinary dividends	3b 1,000
	3c Check if your child's dividends are included in 1 ☐ Line 3a 2 ☐ Line 3b	
	4a IRA distributions	4a
	4b Taxable amount	4b
	4c Check if (see instructions) 1 ☐ Rollover 2 ☐ QCD 3 ☐	
	5a Pensions and annuities	5a
	5b Taxable amount	5b
	5c Check if (see instructions) 1 ☐ Rollover 2 ☐ PSO 3 ☐	
	6a Social security benefits	6a
	6b Taxable amount	6b
	6c If you elect to use the lump-sum election method, check here (see instructions)	
	6d If you are married filing separately and lived apart from your spouse the entire year (see inst.), check here	
	7a Capital gain or (loss). Attach Schedule D if required	7a 500
	7b Check if: ☒ Schedule D not required ☐ Includes child's capital gain or (loss)	
	8 Additional income from Schedule 1, line 10	8 10,000
	9 Add lines 1z, 2b, 3b, 4b, 5b, 6b, 7a, and 8. This is your total income	9 136,500
	10 Adjustments to income from Schedule 1, line 26	10 134
	11a Subtract line 10 from line 9. This is your adjusted gross income	11a 136,366

DRAFT — DO NOT FILE

DRAFT — DO NOT FILE

Tax and Credits

11b	Amount from line 11a (adjusted gross income)	11b	136,366
12a	Someone can claim ☐ You as a dependent ☐ Your spouse as a dependent		
12b	☐ Spouse itemizes on a separate return	12c	☐ You were a dual-status alien
12d	You: ☐ Were born before January 2, 1962 ☐ Are blind		
	Spouse: ☒ Was born before January 2, 1962 ☐ Is blind		
12e	Standard deduction or itemized deductions (from Schedule A)	12e	33,850
12f	Charitable contributions if you take the standard deduction (see instructions)	12f	
13a	Additional deductions from Schedule 1-A, line 44	13a	16,000
13b	Qualified business income deduction from Form 8995 or Form 8995-A	13b	
14	Add lines 12e, 12f, 13a, and 13b	14	49,850
15	Subtract line 14 from line 11b. If zero or less, enter -0-. This is your taxable income	15	86,516
16	Tax (see instructions). Check if any from Form(s): 1 ☐ 8814 2 ☐ 4972 3 ☐	16	9,886
17	Amount from Schedule 2, line 3	17	
18	Add lines 16 and 17	18	9,886
19	Child tax credit or credit for other dependents from Schedule 8812	19	
20	Amount from Schedule 3, line 8	20	
21	Add lines 19 and 20	21	
22	Subtract line 21 from line 18. If zero or less, enter -0-	22	9,886
23	Additional taxes, including self-employment tax, from Schedule 2, line 21	23	268
24a	Add lines 22 and 23. This is your total tax	24a	10,154
24b	Enter amount from Form 1062, line 15	24b	1,763
24c	Add lines 24a and 24b	24c	11,917

Standard deduction for—

- Single or Married filing separately, \$16,100
- Married filing jointly or Qualifying surviving spouse, \$32,200
- Head of household, \$24,150
- If you checked a box on line 12a, 12b, 12c, or 12d, see inst.

Payments and Refundable Credits

25	Federal income tax withheld from:		
25a	Form(s) W-2	25a	20,000
25b	Form(s) 1099	25b	
25c	Other forms (see instructions)	25c	
25d	Add lines 25a through 25c	25d	20,000
26	2026 estimated tax payments and amount applied from 2025 return	26	
	If you made estimated tax payments with your former spouse in 2026, enter their SSN (see inst.):		
27a	Earned income credit (EIC)	27a	
27b	Clergy filing Schedule SE (see instructions)		
27c	If you do not want to claim the EIC, check here		
28	Additional child tax credit (ACTC) from Schedule 8812	28	
29	American opportunity credit from Form 8863, line 8	29	
30	Refundable adoption credit from Form 8839, line 13	30	
31	Amount from Schedule 3, line 15	31	6,295
32a	Add lines 27a, 28, 29, 30, and 31	32a	1,007
32b	Amount from Schedule 3-A, line 8	32b	
32c	Subtract line 32b from line 32a	32c	7,302
33	Add lines 25d, 26, and 32c. These are your total payments	33	27,302

Refund

34	If line 33 is more than line 24c, subtract line 24c from line 33. This is the amount you overpaid	34	15,385
35a	Amount of line 34 you want refunded to you . If Form 8888 is attached, check here ☐	35a	15,385
35b	Routing number X X X X X X X X X X	35c	Type: ☒ Checking ☐ Savings
35d	Account number X		
36	Amount of line 34 you want applied to your 2027 estimated tax	36	

Amount You Owe

37	Subtract line 33 from line 24c. This is the amount you owe (see www.irs.gov/ModernPayments)	37	
38	Estimated tax penalty (see instructions)	38	

Third Party Designee

Do you want to allow another person to discuss this return with the IRS? See instructions.			☐ Yes. Complete below.	☐ No
Designee's name	Phone no.	Personal identification number (PIN)		

Sign Here

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.			
Your signature	Date	Your occupation	If the IRS sent you an Identity Protection PIN, enter it here (see inst.)
Spouse's signature. If a joint return, both must sign.	Date	Spouse's occupation	If the IRS sent your spouse an Identity Protection PIN, enter it here (see inst.)
Phone no.	Email address		

Paid Preparer Use Only

Preparer's name	Preparer's signature	Date	PTIN	Check if: ☐ Self-employed
Firm's name	Phone no.			
Firm's address	Firm's EIN			

SCHEDULE 1
(Form 1040)Department of the Treasury
Internal Revenue Service**Additional Income and Adjustments to Income**

Attach to Form 1040, 1040-SR, or 1040-NR.

Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0074

2026Attachment
Sequence No. **01**

Name(s) shown on Form 1040, 1040-SR, or 1040-NR

WILLIAM BIRCH

Your social security number

400-00-1313

For 2026, enter the amount reported to you on Form(s) 1099-K that was included in error or for personal items sold at a loss

Note: The remaining amounts reported to you on Form(s) 1099-K should be reported elsewhere on your return depending on the nature of the transaction. See www.irs.gov/1099k.**Part I Additional Income**

1	Taxable refunds, credits, or offsets of state and local income taxes	1	
2a	Alimony received	2a	
2b	Date of original divorce or separation agreement (see instructions): _____		
3	Business income or (loss). Attach Schedule C	3	
4	Other gains or (losses). Check if any from Form(s): ☐ 4797 ☐ 4684	4	
5	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	5	
6	Farm income or (loss). Attach Schedule F	6	10,000
7	Unemployment compensation. If you repaid a 2026 overpayment (see instructions), check here ☐ and enter amount repaid: _____	7	
8	Other income:		
8a	Net operating loss	8a	()
8b	Gambling	8b	
8c	Cancellation of debt	8c	
8d	Foreign earned income exclusion from Form 2555	8d	()
8e	Income from Form 8853	8e	
8f	Income from Form 8889	8f	
8g	Alaska Permanent Fund dividends	8g	
8h	Jury duty pay	8h	
8i	Prizes and awards	8i	
8j	Activity not engaged in for profit income	8j	
8k	Stock options	8k	
8l	Income from the rental of personal property if you engaged in the rental for profit but were not in the business of renting such property	8l	
8m	Olympic and Paralympic medals and USOC prize money (see instructions)	8m	
8n	Section 951(a) inclusion (see instructions)	8n	
8o	Section 951A(a) inclusion (see instructions)	8o	
8p	Section 461(l) excess business loss adjustment	8p	
8q	Taxable distributions from an ABLE account (see instructions)	8q	
8r	Scholarship and fellowship grants not reported on Form W-2	8r	
8s	Nontaxable amount of Medicaid waiver payments included on Form 1040, line 1a or 1d	8s	()
8t	Pension or annuity from a nonqualified deferred compensation plan or a nongovernmental section 457 plan	8t	
8u	Wages earned while incarcerated	8u	
8v	Digital assets received as ordinary income not reported elsewhere. See instructions	8v	
8z	Other income. List type and amount: _____ _____	8z	
9	Total other income. Add lines 8a through 8z	9	
10	Combine lines 1 through 7 and 9. This is your additional income . Enter here and on Form 1040, 1040-SR, or 1040-NR, line 8	10	10,000

For Paperwork Reduction Act Notice, see your tax return instructions.

Cat. No. 71479F

Schedule 1 (Form 1040) 2026 Created 4/24/26

DRAFT — DO NOT FILE

DRAFT — DO NOT FILE

Part II Adjustments to Income

11	Educator expenses	11	
12	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106	12	
13	Health savings account deduction. Attach Form 8889	13	
14	Moving expenses for members of the Armed Forces and the intelligence community. Attach Form 3903. If claiming only storage fees (see instructions), check here ☐	14	
15	Deductible part of self-employment tax. Attach Schedule SE	15	134
16	Self-employed SEP, SIMPLE, and qualified plans	16	
17	Self-employed health insurance deduction	17	
18	Penalty on early withdrawal of savings	18	
19a	Alimony paid	19a	
19b	Recipient's SSN		
19c	Date of original divorce or separation agreement (see instructions):		
20	IRA deduction. If you are married filing separately and lived apart from your spouse for the entire year (see instructions), check here ☐	20	
21	Student loan interest deduction	21	
22	Reserved for future use	22	
23	Archer MSA deduction	23	
24	Other adjustments:		
24a	Jury duty pay (see instructions)	24a	
24b	Deductible expenses related to income reported on line 8l from the rental of personal property engaged in for profit	24b	
24c	Nontaxable amount of the value of Olympic and Paralympic medals and USOC prize money reported on line 8m	24c	
24d	Reforestation amortization and expenses	24d	
24e	Repayment of supplemental unemployment benefits under the Trade Act of 1974	24e	
24f	Contributions to section 501(c)(18)(D) pension plans	24f	
24g	Contributions by certain chaplains to section 403(b) plans	24g	
24h	Attorney fees and court costs for actions involving certain unlawful discrimination claims (see instructions)	24h	
24i	Attorney fees and court costs you paid in connection with an award from the IRS for information you provided that helped the IRS detect tax law violations	24i	
24j	Housing deduction from Form 2555	24j	
24k	Excess deductions of section 67(e) expenses from Schedule K-1 (Form 1041)	24k	
24z	Other adjustments. List type and amount:	24z	
25	Total other adjustments. Add lines 24a through 24z	25	
26	Add lines 11 through 23 and 25. These are your adjustments to income . Enter here and on Form 1040, 1040-SR, or 1040-NR, line 10	26	134

SCHEDULE 1-A
(Form 1040)Department of the Treasury
Internal Revenue Service**Additional Deductions**

Attach to Form 1040, 1040-SR, or 1040-NR.

Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0074

2026
Attachment
Sequence No. **1A**

Name(s) shown on Form 1040, 1040-SR, or 1040-NR

WILLIAM BIRCH

Your social security number

400-00-1313

Part I Modified Adjusted Gross Income (MAGI) Amount

1	Enter the amount from Form 1040, 1040-SR, or 1040-NR, line 11b	1	136,366
2a	Enter any income from Puerto Rico that you excluded	2a	
2b	Enter the amount from Form 2555, line 45	2b	
2c	Enter the amount from Form 2555, line 50	2c	
2d	Enter the amount from Form 4563, line 15	2d	
2e	Add lines 2a, 2b, 2c, and 2d	2e	
3	Add lines 1 and 2e	3	136,366

Part II No Tax on Tips

Caution: Fill out Part II only if you received qualified tips. These tips must have been received in an occupation listed at www.irs.gov/TippedOccupations. You and/or your spouse who received qualified tips must have a valid social security number to claim the deduction. If married, you must file jointly to claim this deduction. See instructions.

4 Qualified tips received as an employee.

	(i) Name of employer	(ii) Employer's identification number (EIN) from Form W-2, box (b), or Form 4137, line 1, column (b)	(iii) Qualified tips included in Form W-2, box 12, code "TP" (see instructions)	(iv) Qualified tips included in Form 4137, line 1, column (c). If Form 4137 is not filed, enter -0-	(v) Enter the larger of column (iii) or column (iv).
4a					
4b					
4c					
4d					
4e					

5 Add lines 4a through 4e, column (v)**5****6 Qualified tips received in the course of a trade or business.**

	(i) Business name	(ii) Employer identification number (EIN) from Schedule C, line D; Schedule E, Part II, line 28(d); or Schedule F, line D	(iii) Net profit of business from Schedule C, line 31; the sum of Schedule E, line 28(g) through 28(k); or Schedule F, line 34	(iv) Other allocable deductions	(v) Subtract column (iv) from column (iii).
6a					
6b					
6c					
6d					
6e					

	(vi) Payer's/ Filer's taxpayer identification number (TIN) from first Form 1099-NEC, Form 1099-MISC, or Form 1099-K	(vii) Qualified tip amount included in first Form 1099-NEC, box 1(b); Form 1099-MISC, box 13(a); or Form 1099-K, box 1(c)	(viii) Payer's/ Filer's taxpayer identification number (TIN) from second Form 1099-NEC, Form 1099-MISC, or Form 1099-K	(ix) Qualified tip amount included in second Form 1099-NEC, box 1(b); Form 1099-MISC, box 13(a); or Form 1099-K, box 1(c)	(x) Payer's/ Filer's taxpayer identification number (TIN) from third Form 1099-NEC, Form 1099-MISC, or Form 1099-K	(xi) Qualified tip amount included in third Form 1099-NEC, box 1(b); Form 1099-MISC, box 13(a); or Form 1099-K, box 1(c)	(xii) Total qualified tip amount; add columns (vii), (ix), and (xi).	(xiii) Enter the smaller of column (v) or column (xii).
6a								
6b								
6c								
6d								
6e								

7	Add lines 6a through 6e, column (xiii)	7	
8	Add lines 5 and 7	8	
9	Enter the smaller of the amount on line 8 or \$25,000	9	
10	Enter the amount from line 3	10	
11	Enter \$150,000 (\$300,000 if married filing jointly)	11	
12	Subtract line 11 from line 10. If zero or less, enter the amount from line 9 on line 15	12	
13	Divide line 12 by \$1,000. If the resulting number isn't a whole number, decrease the result to the next lower whole number. (For example, decrease 1.5 to 1, and decrease 0.05 to 0.)	13	
14	Multiply line 13 by \$100	14	
15	Qualified tips deduction. Subtract line 14 from line 9. If zero or less, enter -0-	15	

Part III No Tax on Overtime

Caution: Fill out Part III only if you received qualified overtime compensation. See instructions to learn more about what is qualified overtime compensation. You and/or your spouse who received the qualified overtime compensation must have a valid social security number to claim this deduction. If married, you must file jointly to claim this deduction. See instructions.

16 Qualified overtime compensation reported on Form W-2.

	(i) Name of employer	(ii) Employer's identification number (EIN) from Form W-2, box (b)	(iii) Qualified overtime compensation included in Form W-2, box 12, code "TT" (see instructions)
16a	OAK SUPPLY CO	00-0000014	5,000
16b			
16c			
16d			
16e			

17	Add lines 16a through 16e, column (iii)	17	5,000
-----------	---	-----------	-------

18 Qualified overtime compensation reported on Form 1099-MISC or 1099-NEC.

	(i) Business name	(ii) Employer identification number (EIN) from Schedule C, line D; Schedule E, Part II, line 28(d); or Schedule F, line D	(iii) Payer's taxpayer identification number (TIN) from Form 1099-NEC or Form 1099-MISC	(iv) Qualified overtime compensation included in Form 1099-NEC, box 1d, or Form 1099-MISC, box 14
18a				
18b				
18c				
18d				
18e				

19	Add lines 18a through 18e, column (iv)	19	
20	Add lines 17 and 19	20	5,000
21	Enter the smaller of the amount on line 20 or \$12,500 (\$25,000 if married filing jointly)	21	5,000
22	Enter the amount from line 3	22	136,366
23	Enter \$150,000 (\$300,000 if married filing jointly)	23	300,000
24	Subtract line 23 from line 22. If zero or less, enter the amount from line 21 on line 27	24	
25	Divide line 24 by \$1,000. If the resulting number isn't a whole number, decrease the result to the next lower whole number. (For example, decrease 1.5 to 1, and decrease 0.05 to 0.)	25	
26	Multiply line 25 by \$100	26	
27	Qualified overtime compensation deduction. Subtract line 26 from line 21. If zero or less, enter -0-	27	5,000

Part IV No Tax on Car Loan Interest

Caution: Fill out Part IV only if you, or your spouse if married filing jointly, paid or accrued qualified passenger vehicle loan interest (QPVLI). Certain vehicle loan interest paid in 2026 should be reported to you on Form 1098-VLI, box 1. Column (iii) is the total QPVLI paid in 2026 less the amounts reported in column (ii). See instructions.

28 Applicable passenger vehicle (see instructions). If more than two VINs, see instructions.

	(i) Vehicle identification number (VIN)	Interest for this loan:	
		(ii) Deducted on Schedule C, Schedule E, or Schedule F	(iii) Schedule 1-A
28a	5 F N Y F 6 H 5 9 T B 0 0 0 0 0 1		5,000

(1) Did the original use of this vehicle start with you, or your spouse if married filing jointly? ☒ Yes ☐ No

(2) Did final assembly of this vehicle occur within the United States? ☒ Yes ☐ No

28b			
------------	--	--	--

(1) Did the original use of this vehicle start with you, or your spouse if married filing jointly? ☐ Yes ☐ No

(2) Did final assembly of this vehicle occur within the United States? ☐ Yes ☐ No

29	Add lines 28a and 28b, column (iii)	29	5,000
30	Enter the smaller of the amount on line 29 or \$10,000	30	5,000
31	Enter the amount from line 3	31	136,366
32	Enter \$100,000 (\$200,000 if married filing jointly)	32	200,000
33	Subtract line 32 from line 31. If zero or less, enter the amount from line 30 on line 36	33	
34	Divide line 33 by \$1,000. If the resulting number isn't a whole number, increase the result to the next higher whole number. (For example, increase 1.5 to 2, and increase 0.05 to 1.)	34	
35	Multiply line 34 by \$200	35	
36	Qualified passenger vehicle loan interest deduction. Subtract line 35 from line 30. If zero or less, enter -0-	36	5,000

Part V Enhanced Deduction for Seniors

Caution: You and/or your spouse must have a valid social security number. If married, you must file jointly to claim this deduction. See instructions.

37	Enter the amount from line 3	37	136,366
38	Enter \$75,000 (\$150,000 if married filing jointly)	38	150,000
39	Subtract line 38 from line 37. If zero or less, enter \$6,000 on line 41	39	
40	Multiply line 39 by 6% (0.06)	40	
41	Subtract line 40 from \$6,000. If zero or less, enter -0-	41	6,000
42a	If you have a valid social security number (see instructions) and were born before January 2, 1962, enter the amount from line 41	42a	
42b	If you are married filing jointly, your spouse has a valid social security number (see instructions), and your spouse was born before January 2, 1962, enter the amount from line 41	42b	6,000
43	Enhanced deduction for seniors. Add lines 42a and 42b	43	6,000

Part VI Total Additional Deductions

44	Add lines 15, 27, 36, and 43. Enter here and on Form 1040, 1040-SR, or 1040-NR, line 13a	44	16,000
-----------	--	-----------	--------

SCHEDULE 2
(Form 1040)Department of the Treasury
Internal Revenue Service**Additional Taxes**

Attach to Form 1040, 1040-SR, or 1040-NR.

Go to www.irs.gov/Form1040 for instructions and the latest information.

OMB No. 1545-0074

2026Attachment
Sequence No. **02**

Name(s) shown on Form 1040, 1040-SR, or 1040-NR

WILLIAM BIRCH

Your social security number

400-00-1313

Part I Tax

1	Additions to tax:		
1a	Excess advance premium tax credit repayment. Attach Form 8962	1a	
1b	Repayment of new clean vehicle credit(s) transferred to a registered dealer from Schedule A (Form 8936), Part II. Attach Form 8936 and Schedule A (Form 8936)	1b	
1c	Repayment of previously owned clean vehicle credit(s) transferred to a registered dealer from Schedule A (Form 8936), Part IV. Attach Form 8936 and Schedule A (Form 8936)	1c	
1d	Recapture of net EPE from Form 4255, line 2a, column (I)	1d	
1e	Excessive payments (EPs) on gross EPE from Form 4255. Check applicable box and enter amount. See instructions. (i) ☐ Line 1a (ii) ☐ Line 1c (iii) ☐ Line 1d (iv) ☐ Line 2a	1e	
1f	20% EP from Form 4255. Check applicable box and enter amount. See instructions. (i) ☐ Line 1a (ii) ☐ Line 1c (iii) ☐ Line 1d (iv) ☐ Line 2a	1f	
1y	Other additions to tax (see instructions): _____	1y	
1z	Add lines 1a through 1y	1z	
2	Alternative minimum tax. Attach Form 6251	2	
3	Add lines 1z and 2. Enter here and on Form 1040, 1040-SR, or 1040-NR, line 17	3	

Part II Additional Taxes**Section A—Additional Income Taxes**

4	Self-employment tax. Attach Schedule SE. Check if any exemption from (see instructions): 1 ☐ 4361 2 ☐ 4029 3 ☐ _____	4	268
5	Additional tax on IRAs or other tax-favored accounts. Attach Form 5329 if required. If not required, check here ☐	5	
6	Net investment income tax. Attach Form 8960	6	
7	Interest on tax due on installment income from the sale of certain residential lots and timeshares	7	
8	Interest on the deferred tax on gain from certain installment sales with a sales price over \$150,000	8	
9	Recapture of low-income housing credit. Attach Form 8611	9	
10	Recapture of net EPE from Form 4255, line 1d, column (I)	10	
11	Additional Medicare Tax on self-employment income. Attach Form 8959	11	
12	Section 965 net tax liability installment from Form 965-A	12	
13	Other additional income taxes:		
13a	Recapture of other credits. List type, form number, and amount:	13a	
13b	Recapture of federal mortgage subsidy. If you sold your home, see instructions	13b	
13c	Additional tax on HSA distributions. Attach Form 8889	13c	
13d	Additional tax on an HSA because you didn't remain an eligible individual. Attach Form 8889	13d	
13e	Additional tax on Archer MSA distributions. Attach Form 8853	13e	
13f	Additional tax on Medicare Advantage MSA distributions. Attach Form 8853	13f	
13g	Recapture of a charitable contribution deduction related to a fractional interest in tangible personal property	13g	
13h	Income you received from a nonqualified deferred compensation plan that fails to meet the requirements of section 409A	13h	
13i	Compensation you received from a nonqualified deferred compensation plan described in section 457A	13i	
13j	Section 72(m)(5) excess benefits tax	13j	
13k	Golden parachute payments	13k	
13l	Tax on accumulation distribution of trusts	13l	

(continued on page 2)

Part II Additional Taxes *(continued)***Section A—Additional Income Taxes** *(continued)*

13m	Excise tax on insider stock compensation from an expatriated corporation	13m		
13n	Look-back interest under section 167(g) or 460(b) from Form 8697 or 8866	13n		
13o	Tax on non-effectively connected income for any part of the year you were a nonresident alien from Form 1040-NR	13o		
13z	Any other taxes. List type and amount: _____	13z		
14	Total additional income taxes. Add lines 13a through 13z	14		
15	Add lines 4 through 11 and line 14	15		268

Section B—Additional Employment and Other Taxes

16	Additional social security and Medicare taxes:			
16a	Social security and Medicare tax on unreported tip income. Attach Form 4137	16a		
16b	Uncollected social security and Medicare tax on wages. Attach Form 8919	16b		
16c	Total additional social security and Medicare tax. Add lines 16a and 16b	16c		
17	Other employment taxes:			
17a	Household employment taxes. Attach Schedule H	17a		
17b	Additional Medicare tax on Medicare wages and RRTA compensation. Attach Form 8959	17b		
17c	Uncollected social security and Medicare or RRTA tax on tips or group-term life insurance from Form W-2, box 12	17c		
17d	Total other employment taxes. Add lines 17a through 17c	17d		
18	Additional tax on excess contributions or accumulations in IRAs or other tax-favored accounts. Attach Form 5329	18		
19a	Any interest from Form 8621, line 16f, relating to distributions from, and dispositions of, stock of a section 1291 fund	19a		
19b	Any interest from Form 8621, line 24	19b		
19c	Add lines 19a and 19b	19c		
20	Total additional employment and other taxes. Add lines 16c, 17d, 18, and 19c	20		

Section C—Total Additional Taxes

21	Add lines 15 and 20. These are your total additional taxes . Enter here and on Form 1040 or 1040-SR, line 23; or Form 1040-NR, line 23b	21		268
-----------	--	-----------	--	-----

**SCHEDULE F
(Form 1040)**Department of the Treasury
Internal Revenue Service**Profit or Loss From Farming**Attach to Form 1040, 1040-SR, 1040-SS, 1040-NR, 1041, or 1065.
Go to www.irs.gov/ScheduleF for instructions and the latest information.

OMB No. 1545-0074

2026
Attachment
Sequence No. **14**Name of proprietor
WILLIAM BIRCHSocial security number (SSN)
400-00-1313**A** Principal crop or activity
FARMING**B** Enter code from Part IV
1 1 1 1 0 0**C** Accounting method:
☒ Cash ☐ Accrual**D** Employer ID number (EIN) (see instr.)
| | | | | | | |**E** Did you "materially participate" in the operation of this business during 2026? If "No," see instructions for limit on passive losses ☒ Yes ☐ No**F** Did you make any payments in 2026 that would require you to file Form(s) 1099? See instructions ☐ Yes ☒ No**G** If "Yes," did you or will you file required Form(s) 1099? ☐ Yes ☐ No**Part I Farm Income—Cash Method.** Complete Parts I and II. (Accrual method. Complete Parts II and III, and Part I, line 9.)

1a	Sales of purchased livestock and other resale items (see instructions)	1a			
1b	Cost or other basis of purchased livestock or other items reported on line 1a	1b			
1c	Subtract line 1b from line 1a	1c			
2	Sales of livestock, produce, grains, and other products you raised	2			450,000
3a	Cooperative distributions (Form(s) 1099-PATR)	3a		3b Taxable amount	3b
4a	Agricultural program payments (see instructions)	4a	30,000	4b Taxable amount	4b 30,000
5a	Commodity Credit Corporation (CCC) loans reported under election	5a		5c Taxable amount	5c
5b	CCC loans forfeited	5b		5c	
6	Crop insurance proceeds and federal crop disaster payments (see instructions):				
6a	Amount received in 2026	6a	25,000	6b Taxable amount	6b 25,000
6c	If election to defer to 2027 is attached, check here ☐	6d	Amount deferred from 2025	6d	
7	Custom hire (machine work) income	7			
8	Other income, including federal and state gasoline or fuel tax credit or refund (see instructions)	8			75,000
9	Gross income. Add amounts in the right column (lines 1c, 2, 3b, 4b, 5a, 5c, 6b, 6d, 7, and 8). If you use the accrual method, enter the amount from Part III, line 50. See instructions	9			580,000

Part II Farm Expenses—Cash and Accrual Method. Do not include personal or living expenses. See instructions.

10	Car and truck expenses (see instructions). Also attach Form 4562	10		22	Labor hired (less employment credits)	22	
11	Chemicals	11	25,000	23	Pension and profit-sharing plans	23	
12	Conservation expenses (see instructions)	12		24	Rent or lease (see instructions):		
13	Custom hire (machine work)	13		24a	Vehicles, machinery, equipment	24a	50,000
14	Depreciation and section 179 expense (see instructions)	14		24b	Other (land, animals, etc.)	24b	130,000
15	Employee benefit programs other than on line 23	15		25	Repairs and maintenance	25	10,000
16	Feed	16		26	Seeds and plants	26	50,000
17	Fertilizers and lime	17	100,000	27	Storage and warehousing	27	20,000
18	Freight and trucking	18	25,000	28	Supplies	28	5,000
19	Gasoline, fuel, and oil	19	5,000	29	Taxes	29	30,000
20	Insurance (other than health)	20	50,000	30	Utilities	30	5,000
21	Interest (see instructions):			31	Veterinary, breeding, and medicine	31	
21a	Mortgage (paid to banks, etc.)	21a	30,000	32	Other expenses (specify):		
21b	Vehicle loan	21b		32a	FEES	32a	15,000
21c	Other	21c		32b	EXPENSES	32b	20,000
				32c		32c	
				32d		32d	
				32e		32e	
				32f		32f	
33	Total expenses. Add lines 10 through 32f. If line 32f is negative, see instructions	33					570,000
34	Net farm profit or (loss). Subtract line 33 from line 9	34					10,000

If a profit, stop here and see instructions for where to report. If a loss, complete line 36.

35 Reserved for future use.**36** Check the box that describes your investment in this activity and see instructions for where to report your loss:**36a** ☐ All investment is at risk. **36b** ☐ Some investment is not at risk.

For Paperwork Reduction Act Notice, see the separate instructions.

Cat. No. 11346H

Schedule F (Form 1040) 2026 Created 4/24/26

DRAFT — DO NOT FILE

DRAFT — DO NOT FILE

Part III Farm Income—Accrual Method (see instructions)

37	Sales of livestock, produce, grains, and other products (see instructions)		37
38a	Cooperative distributions (Form(s) 1099-PATR)	38a	38b Taxable amount
39a	Agricultural program payments	39a	39b Taxable amount
40	Commodity Credit Corporation (CCC) loans:		
40a	CCC loans reported under election		40a
40b	CCC loans forfeited	40b	40c Taxable amount
41	Crop insurance proceeds		41
42	Custom hire (machine work) income		42
43	Other income (see instructions)		43
44	Add amounts in the right column for lines 37 through 43 (lines 37, 38b, 39b, 40a, 40c, 41, 42, and 43)		44
45	Inventory of livestock, produce, grains, and other products at beginning of the year. Do not include sales reported on Form 4797	45	
46	Cost of livestock, produce, grains, and other products purchased during the year	46	
47	Add lines 45 and 46	47	
48	Inventory of livestock, produce, grains, and other products at end of year	48	
49	Cost of livestock, produce, grains, and other products sold. Subtract line 48 from line 47*		49
50	Gross income. Subtract line 49 from line 44. Enter the result here and on Part I, line 9		50

*If you use the unit-livestock-price method or the farm-price method of valuing inventory and the amount on line 48 is larger than the amount on line 47, subtract line 47 from line 48. Enter the result on line 49. Add lines 44 and 49. Enter the total on line 50 and on Part I, line 9.

Part IV Principal Agricultural Activity Codes

Do not file Schedule F (Form 1040) to report the following.

- Income from providing agricultural services such as soil preparation, veterinary, farm labor, horticultural services if your principal source of income is from providing such services. Instead, see the Instructions for Schedule C (Form 1040).
- Income from breeding, raising, or caring for dogs, cats, or other pet animals. Instead, see the Instructions for Schedule C (Form 1040).
- Income from managing a farm for a fee or on a contract basis. Instead, see the Instructions for Schedule C (Form 1040).
- Sales of livestock held for draft, breeding, sport, or dairy purposes. Instead, see the Instructions for Form 4797.

These codes for the Principal Agricultural Activity classify farms by their primary activity to facilitate the administration of the Internal Revenue Code. These six-digit codes are based on the North American Industry Classification System (NAICS).

Select the code that best identifies your primary farming activity and enter the six-digit number on line B.

Crop Production

- 111100 Oilseed and grain farming
- 111210 Vegetable and melon farming

- 111300 Fruit and tree nut farming
- 111400 Greenhouse, nursery, and floriculture production
- 111900 Other crop farming

Animal Production

- 112111 Beef cattle ranching and farming
- 112112 Cattle feedlots
- 112120 Dairy cattle and milk production
- 112210 Hog and pig farming
- 112300 Poultry and egg production
- 112400 Sheep and goat farming
- 112510 Aquaculture
- 112900 Other animal production

Forestry and Logging

- 113000 Forestry and logging (including forest nurseries and timber tracts)
- 113110 Timber tract operations
- 113210 Forest nurseries and gathering of forest products
- 113310 Logging

SCHEDULE SE
(Form 1040)Department of the Treasury
Internal Revenue Service**Self-Employment Tax**Attach to Form 1040, 1040-SR, 1040-SS, or 1040-NR.
Go to www.irs.gov/ScheduleSE for instructions and the latest information.

OMB No. 1545-0074

2026
Attachment
Sequence No. **17**

Name of person with self-employment income (as shown on Form 1040, 1040-SR, 1040-SS, or 1040-NR)

Social security number of person
with **self-employment** income

WILLIAM BIRCH

400-00-1313

Part I Self-Employment Tax**Note:** If your only income subject to self-employment tax is **church employee income**, see instructions for how to report your income and the definition of church employee income.

- 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 I
- ☐

Skip lines 1a and 1b if you use the farm optional method in Part II. See instructions.

1a Net farm profit or (loss) from Schedule F, line 34; and farm partnerships, Schedule K-1 (Form 1065), box 14, code A **1a** 10,000**1b** If you received social security retirement or disability benefits, enter the amount of Conservation Reserve Program payments included on Schedule F, line 4b, or listed on Schedule K-1 (Form 1065), box 20, code AQ **1b** ()

Skip line 2 if you use the nonfarm optional method in Part II. See instructions.

2 Net profit or (loss) from Schedule C, line 31; and Schedule K-1 (Form 1065), box 14, code A (other than farming). See instructions for other income to report or if you are a minister or member of a religious order **2****3** Combine lines 1a, 1b, and 2 **3** 10,000**4a** If line 3 is more than zero, multiply line 3 by 92.35% (0.9235). Otherwise, enter amount from line 3 **4a** 9,235**Note:** If line 4a is less than \$400 due to Conservation Reserve Program payments on line 1b, see instructions.**4b** If you elect one or both of the optional methods, enter the total of lines 15 and 17 here **4b****4c** Combine lines 4a and 4b. If less than \$400, **stop**; you don't owe self-employment tax. **Exception:** If less than \$400 and you had **church employee income**, enter -0- and continue **4c** 9,235**5a** Enter your **church employee income** from Form W-2. See instructions for definition of church employee income **5a****5b** Multiply line 5a by 92.35% (0.9235). If less than \$100, enter -0- **5b****6** Add lines 4c and 5b **6** 9,235**7** Maximum amount of combined wages and self-employment earnings subject to social security tax or the 6.2% portion of the 7.65% railroad retirement (tier 1) tax for 2026 **7** \$184,500**8a** Total social security wages and tips (total of boxes 3 and 7 on Form(s) W-2) and railroad retirement (tier 1) compensation. If \$184,500 or more, skip lines 8b through 10, and go to line 11 **8a** 125,000**8b** Unreported tips subject to social security tax from Form 4137, line 10 **8b****8c** Wages subject to social security tax from Form 8919, line 10 **8c****8d** Add lines 8a, 8b, and 8c **8d** 125,000**9** Subtract line 8d from line 7. If zero or less, enter -0- here and on line 10 and go to line 11 **9** 59,500**10** Multiply the **smaller** of line 6 or line 9 by 12.4% (0.124) **10** 1,145**11** Multiply line 6 by 2.9% (0.029) **11****12 Self-employment tax.** Add lines 10 and 11. Enter here and on **Schedule 2 (Form 1040), line 4, or Form 1040-SS, Part I, line 3** **12** 268**13 Deduction for one-half of self-employment tax.**
Multiply line 12 by 50% (0.50). Enter here and on **Schedule 1 (Form 1040), line 15** **13** 134

For Paperwork Reduction Act Notice, see your tax return instructions.

Cat. No. 11358Z

Schedule SE (Form 1040) 2026 Created 4/27/26

DRAFT — DO NOT FILE

DRAFT — DO NOT FILE

Part II **Optional Methods To Figure Net Earnings** (see instructions)

Farm optional method. You may use this method **only** if (a) your gross farm income¹ wasn't more than \$11,340, **or** (b) your net farm profits² were less than \$8,186.

14	Maximum income for optional methods	14	\$7,560
15	Enter the smaller of: two-thirds ($\frac{2}{3}$) of gross farm income ¹ (not less than zero) or \$7,560. Also, include this amount on line 4b above	15	

Nonfarm optional method. You may use this method **only** if (a) your net nonfarm profits³ were less than \$8,186 and also less than 72.189% of your gross nonfarm income,⁴ **and** (b) you had net earnings from self-employment of at least \$400 in 2 of the prior 3 years. **Caution:** You may use this method no more than five times.

16	Subtract line 15 from line 14	16	
17	Enter the smaller of: two-thirds ($\frac{2}{3}$) of gross nonfarm income ⁴ (not less than zero) or the amount on line 16. Also, include this amount on line 4b above	17	

¹ From Sch. F, line 9; and Sch. K-1 (Form 1065), box 14, code B.

³ From Sch. C, line 31; and Sch. K-1 (Form 1065), box 14, code A.

² From Sch. F, line 34; and Sch. K-1 (Form 1065), box 14, code A—minus the amount you would have entered on line 1b had you not used the optional method.

⁴ From Sch. C, line 7; and Sch. K-1 (Form 1065), box 14, code C.

Form **4136**Department of the Treasury
Internal Revenue Service**Credit for Federal Tax Paid on Fuels**Go to www.irs.gov/Form4136 for instructions and the latest information.

OMB No. 1545-0074

2026Attachment
Sequence No. **79**

Name (as shown on your income tax return)

WILLIAM BIRCH

Taxpayer identification number

400-00-1313**Caution:**

You must have owned or operated a business and conducted a qualifying business activity with qualifying use of qualifying fuels, and meet other requirements to have qualified gallons that are eligible for the credit for federal tax paid on fuels (fuel tax credit) (see instructions for exemption).

The person(s) signing the return with which this form is filed are declaring, under penalty of perjury, that the return and accompanying schedules, statements, and any other attachments are true, correct, and complete to the best of the signer's knowledge and belief. That declaration includes all amounts reported and all credits claimed on this form. It also includes certifying that all the statements for certain lines below are true as well.

You have the name and address of the person who sold the fuel to you and the dates of purchase. For claims on lines 1c and 2b (type of use 13 or 14), 3d, 4c, and 5, you haven't waived the right to make the claim. For claims on lines 1c and 2b (type of use 13 or 14), a certificate hasn't been provided to the credit card issuer. For type of use 2, the equipment or vehicle used wasn't a highway vehicle, which generally means that it wasn't registered or required to be registered for use on public highways.

Part I Information About Your Business

(A) Do you have a qualifying business or business activity with qualifying usage of qualifying fuels eligible for the fuel tax credit?

☒ Yes ☐ No If "No," **don't** file this form (see instructions for exemption).(B) If "Yes," how many different business activities do you have that qualify for this credit? 2

If you have more than one qualifying business activity, complete and file a separate Schedule A (Form 4136) for each business activity, enter the totals from all Schedules A (Form 4136) on Form 4136, and enter information about the business activity generating the most credit below.

(C) Business name (if applicable) BUSINESS A (D) EIN (if applicable) _____(E) Principal Business Activity Code 114110

(F) Enter the information for the equipment for which most of the fuel was used for this business. See instructions.

(i) Make CAT (ii) Model TRUCKA1(iii) Type of equipment TRUCK**Part II Credits****1 Nontaxable Use of Gasoline****Note:** CRN is the credit reference number.

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
1a Off-highway business use	2	\$.183	3,000	\$ 40,000	\$ 1,007	362
1b Use on a farm for farming purposes	1	.183	2,500			
1c Other nontaxable use (see Caution above line 1)		.183				
1d Exported	3	.184				411

2 Nontaxable Use of Aviation Gasoline

2a Use in commercial aviation (other than foreign trade)		\$.15		\$		354
2b Other nontaxable use (see Caution above line 1)		.193				324
2c Exported	3	.194				412
2d LUST tax on aviation fuels used in foreign trade	9	.001				433

3 Nontaxable Use of Undyed Diesel Fuel**You certify the following.** The diesel fuel did not contain visible evidence of dye.**Exception.** If any of the diesel fuel included in this claim **did** contain visible evidence of dye, attach an explanation and check here ☐

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
3a Nontaxable use		\$.243		\$	\$	360
3b Use on a farm for farming purposes	1	.243				
3c Use in trains		.243				
3d Use in certain intercity and local buses (see Caution above line 1)		.17				350
3e Exported	3	.244				413

For Paperwork Reduction Act Notice, see the separate instructions.

Cat. No. 12625R

Form **4136** (2026) Created 5/28/26

DRAFT — DO NOT FILE

DRAFT — DO NOT FILE

Part II Credits (continued)**4 Nontaxable Use of Undyed Kerosene (Other Than Kerosene Used in Aviation)**

You certify the following. The kerosene did not contain visible evidence of dye.

Exception. If any of the kerosene included in this claim **did** contain visible evidence of dye, attach an explanation and check here ☐

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
4a	Nontaxable use taxed at \$.244	\$.243	}	\$	\$	346
4b	Use on a farm for farming purposes	.243				
4c	Use in certain intercity and local buses (see Caution above line 1)	.17				347
4d	Exported	.244				414
4e	Nontaxable use taxed at \$.044	.043				377
4f	Nontaxable use taxed at \$.219	.218				369

5 Kerosene Used in Aviation

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
5a	Kerosene used in commercial aviation (other than foreign trade) taxed at \$.244	\$.200		\$	\$	417
5b	Kerosene used in commercial aviation (other than foreign trade) taxed at \$.219	.175				355
5c	Nontaxable use (other than use by state or local government) taxed at \$.244	.243				346
5d	Nontaxable use (other than use by state or local government) taxed at \$.219	.218				369
5e	LUST tax on aviation fuels used in foreign trade	.001				433

6 Sales by Registered Ultimate Vendors of Undyed Diesel Fuel

Registration No. _____

If you don't have the registration number, **STOP**; you're not eligible to make Form 4136 claims if you haven't yet filed Form 637 and received your registration number and placed it on this line.

You certify the following. You sold the diesel fuel at a tax-excluded price, repaid the amount of tax to the buyer, or have obtained the written consent of the buyer to make the claim, and that the diesel fuel didn't contain visible evidence of dye.

Exception. If any of the diesel fuel included in this claim **did** contain visible evidence of dye, attach an explanation and check here ☐

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
6a	Use by a state or local government	\$.243	\$	\$	360
6b	Use in certain intercity and local buses	.17			350

7 Sales by Registered Ultimate Vendors of Undyed Kerosene (Other Than Kerosene for Use in Aviation)

Registration No. _____

If you don't have the registration number, **STOP**; you're not eligible to make Form 4136 claims if you haven't yet filed Form 637 and received your registration number and placed it on this line.

You certify the following. You sold the kerosene at a tax-excluded price, repaid the amount of tax to the buyer, or have obtained the written consent of the buyer to make the claim, and that the kerosene didn't contain visible evidence of dye.

Exception. If any of the kerosene included in this claim **did** contain visible evidence of dye, attach an explanation and check here ☐

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
7a	Use by a state or local government	\$.243	\$	\$	346
7b	Sales from a blocked pump	.243			
7c	Use in certain intercity and local buses	.17			347

Part II Credits (continued)**8 Sales by Registered Ultimate Vendors of Kerosene for Use in Aviation** Registration No. _____

If you don't have the registration number, **STOP**; you're not eligible to make Form 4136 claims if you haven't yet filed Form 637 and received your registration number and placed it on this line.

You certify the following. You sold the kerosene for use in aviation at a tax-excluded price and you haven't collected the amount of tax from the buyer, repaid the amount of tax to the buyer, or you've obtained the written consent of the buyer to make the claim. See the instructions for additional information to be submitted.

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records		(e) Amount of credit		(f) CRN
8a	Use in commercial aviation (other than foreign trade) taxed at \$.219	\$.175		\$		\$		355
8b	Use in commercial aviation (other than foreign trade) taxed at \$.244	.200						417
8c	Nonexempt use in noncommercial aviation	.025						418
8d	Other nontaxable uses taxed at \$.244	.243						346
8e	Other nontaxable uses taxed at \$.219	.218						369
8f	LUST tax on aviation fuels used in foreign trade	.001						433

9 Reserved for future use**10 Reserved for future use**

	(b) Rate	(c) Number of gallons sold or used	(d) Actual fuel cost from your records		(e) Amount of credit		(f) CRN
10a	Reserved for future use		\$		\$		
10b	Reserved for future use						
10c	Reserved for future use						
10d	Reserved for future use						

11 Nontaxable Use of Alternative Fuel

Caution: There is a reduced credit rate for use in certain intercity and local buses (type of use 5). See instructions.

	(a) Type of use	(b) Rate	(c) Gallons, or gasoline or diesel gallon equivalents	(d) Actual fuel cost from your records		(e) Amount of credit		(f) CRN
11a	Liquefied petroleum gas (LPG) (see instructions)	\$.183		\$		\$		419
11b	"P Series" fuels	.183						420
11c	Compressed natural gas (CNG) (see instructions)	.183						421
11d	Liquefied hydrogen	.183						422
11e	Fischer-Tropsch process liquid fuel from coal (including peat)	.243						423
11f	Liquid fuel derived from biomass	.243						424
11g	Liquefied natural gas (LNG) (see instructions)	.243						425
11h	Liquefied gas derived from biomass	.183						435

Part II Credits (continued)**12 Reserved for future use**

	(b) Rate	(c) Gallons, or gasoline or diesel gallon equivalents	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
12a Reserved for future use			\$	\$	
12b Reserved for future use					
12c Reserved for future use					
12d Reserved for future use					
12e Reserved for future use					
12f Reserved for future use					
12g Reserved for future use					
12h Reserved for future use					
12i Reserved for future use					

13 Registered Credit Card Issuers

Registration No. _____

If you don't have the registration number, **STOP**; you're not eligible to make Form 4136 claims if you haven't yet filed Form 637 and received your registration number and placed it on this line.

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
13a Diesel fuel sold for the exclusive use of a state or local government	\$.243		\$	\$	360
13b Kerosene sold for the exclusive use of a state or local government	.243				346
13c Kerosene for use in aviation sold for the exclusive use of a state or local government taxed at \$.219	.218				369

14 Nontaxable Use of a Diesel-Water Fuel Emulsion

Caution: There is a reduced credit rate for use in certain intercity and local buses (type of use 5). See instructions.

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
14a Nontaxable use		\$.197		\$		309
14b Exported	3	.198				306

15 Diesel-Water Fuel Emulsion Blending

Registration No. _____

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
15a Blender credit	\$.046		\$	\$	310

16 Exported Dyed Fuels and Exported Gasoline Blendstocks

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
16a Exported dyed diesel fuel and exported gasoline blendstocks taxed at \$.001	\$.001		\$	\$	415
16b Exported dyed kerosene	.001				416

17 Total income tax credit claimed. Add lines 1 through 16, column (e). Enter here and on Schedule 3 (Form 1040), line 12; Form 1120, Schedule J, line 20b; Form 1120-S, line 24c; Form 1041, Schedule G, line 17; or the proper line of other returns

17 \$ **1,007**

**SCHEDULE A
(Form 4136)**

(December 2025)

Department of the Treasury
Internal Revenue Service**Business Activity Report for Credit
for Federal Tax Paid on Fuels****Attach to your Form 4136.**

OMB No. 1545-0074

Name (as shown on your income tax return)

WILLIAM BIRCH**Taxpayer identification number**400-00-1313Business name (if applicable) Business A

EIN (if applicable)

Principal Business Activity Code

114110

Enter the information for the equipment for which most of the fuel was used for this business. See instructions.

(i) Make CAT(ii) Model TRUCKA1(iii) Type of equipment Truck**Caution:**

The person(s) signing the return with which this form is filed are declaring, under penalty of perjury, that the return and accompanying schedules, statements, and any other attachments are true, correct, and complete to the best of the signer's knowledge and belief. That declaration includes all amounts reported and all credits claimed on this form. It also includes certifying that all the statements for certain lines below are true as well.

You have the name and address of the person who sold the fuel to you and the dates of purchase. For claims on lines 1c and 2b (type of use 13 or 14), 3d, 4c, and 5, you haven't waived the right to make the claim. For claims on lines 1c and 2b (type of use 13 or 14), a certificate hasn't been provided to the credit card issuer. For type of use 2, the equipment or vehicle used wasn't a highway vehicle, which generally means that it wasn't registered or required to be registered for use on public highways.

1 Nontaxable Use of Gasoline**Note:** CRN is the credit reference number.

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Off-highway business use	2	\$.183	3,000	\$ 15,000	\$ 549	362
b Use on a farm for farming purposes		.183				
c Other nontaxable use (see Caution above line 1)		.183				
d Exported		.184				411

2 Nontaxable Use of Aviation Gasoline

a Use in commercial aviation (other than foreign trade)		\$.15		\$		354
b Other nontaxable use (see Caution above line 1)		.193				324
c Exported	3	.194				412
d LUST tax on aviation fuels used in foreign trade	9	.001				433

3 Nontaxable Use of Undyed Diesel Fuel**You certify the following.** The diesel fuel did not contain visible evidence of dye.**Exception.** If any of the diesel fuel included in this claim **did** contain visible evidence of dye, attach an explanation and check here ☐

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Nontaxable use		\$.243		\$	\$	360
b Use on a farm for farming purposes	1	.243				
c Use in trains		.243				353
d Use in certain intercity and local buses (see Caution above line 1)		.17				350
e Exported	3	.244				413

4 Nontaxable Use of Undyed Kerosene (Other Than Kerosene Used in Aviation)**You certify the following.** The kerosene did not contain visible evidence of dye.**Exception.** If any of the kerosene included in this claim **did** contain visible evidence of dye, attach an explanation and check here ☐

	(a) Type of use	(b) Rate	(c) Gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Nontaxable use taxed at \$.244		\$.243		\$	\$	346
b Use on a farm for farming purposes	1	.243				
c Use in certain intercity and local buses (see Caution above line 1)		.17				347
d Exported	3	.244				414
e Nontaxable use taxed at \$.044		.043				377
f Nontaxable use taxed at \$.219		.218				369

5 Kerosene Used in Aviation

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a	Kerosene used in commercial aviation (other than foreign trade) taxed at \$.244	\$.200		\$	\$	417
b	Kerosene used in commercial aviation (other than foreign trade) taxed at \$.219	.175				355
c	Nontaxable use (other than use by state or local government) taxed at \$.244	.243				346
d	Nontaxable use (other than use by state or local government) taxed at \$.219	.218				369
e	LUST tax on aviation fuels used in foreign trade	9	.001			433

6 Sales by Registered Ultimate Vendors of Undyed Diesel Fuel

Registration No. _____

If you don't have the registration number, **STOP**; you're not eligible to make Form 4136 claims if you haven't yet filed Form 637 and received your registration number and placed it on this line.

You certify the following. You sold the diesel fuel at a tax-excluded price, repaid the amount of tax to the buyer, or have obtained the written consent of the buyer to make the claim, and that the diesel fuel didn't contain visible evidence of dye.

Exception. If any of the diesel fuel included in this claim **did** contain visible evidence of dye, attach an explanation and check here ☐

	(b) Rate	(c) Gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a	Use by a state or local government	\$.243	\$	\$	360
b	Use in certain intercity and local buses	.17			350

7 Sales by Registered Ultimate Vendors of Undyed Kerosene (Other Than Kerosene for Use in Aviation)

Registration No. _____

If you don't have the registration number, **STOP**; you're not eligible to make Form 4136 claims if you haven't yet filed Form 637 and received your registration number and placed it on this line.

You certify the following. You sold the kerosene at a tax-excluded price, repaid the amount of tax to the buyer, or have obtained the written consent of the buyer to make the claim, and that the kerosene didn't contain visible evidence of dye.

Exception. If any of the kerosene included in this claim **did** contain visible evidence of dye, attach an explanation and check here ☐

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a	Use by a state or local government	\$.243	\$	\$	346
b	Sales from a blocked pump	.243			
c	Use in certain intercity and local buses	.17			
					347

8 Sales by Registered Ultimate Vendors of Kerosene for Use in Aviation

Registration No. _____

If you don't have the registration number, **STOP**; you're not eligible to make Form 4136 claims if you haven't yet filed Form 637 and received your registration number and placed it on this line.

You certify the following. You sold the kerosene for use in aviation at a tax-excluded price and you haven't collected the amount of tax from the buyer, repaid the amount of tax to the buyer, or you've obtained the written consent of the buyer to make the claim. See the instructions for additional information to be submitted.

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a	Use in commercial aviation (other than foreign trade) taxed at \$.219	\$.175		\$	\$	355
b	Use in commercial aviation (other than foreign trade) taxed at \$.244	.200				417
c	Nonexempt use in noncommercial aviation	.025				418
d	Other nontaxable uses taxed at \$.244	.243				346
e	Other nontaxable uses taxed at \$.219	.218				369
f	LUST tax on aviation fuels used in foreign trade	9	.001			433

9 Reserved for future use**10 Reserved for future use**

	(b) Rate	(c) Number of gallons sold or used	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Reserved for future use			\$	\$	
b Reserved for future use					
c Reserved for future use					
d Reserved for future use					

11 Nontaxable Use of Alternative Fuel

Caution: There is a reduced credit rate for use in certain intercity and local buses (type of use 5). See instructions.

	(a) Type of use	(b) Rate	(c) Gallons, or gasoline or diesel gallon equivalents	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Liquefied petroleum gas (LPG) (see instructions)		\$.183		\$	\$	419
b "P Series" fuels		.183				420
c Compressed natural gas (CNG) (see instructions)		.183				421
d Liquefied hydrogen		.183				422
e Fischer-Tropsch process liquid fuel from coal (including peat)		.243				423
f Liquid fuel derived from biomass		.243				424
g Liquefied natural gas (LNG) (see instructions)		.243				425
h Liquefied gas derived from biomass		.183				435

12 Reserved for future use

	(b) Rate	(c) Gallons, or gasoline or diesel gallon equivalents	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Reserved for future use			\$	\$	
b Reserved for future use					
c Reserved for future use					
d Reserved for future use					
e Reserved for future use					
f Reserved for future use					
g Reserved for future use					
h Reserved for future use					
i Reserved for future use					

13 Registered Credit Card Issuers

Registration No. _____

If you don't have the registration number, **STOP**; you're not eligible to make Form 4136 claims if you haven't yet filed Form 637 and received your registration number and placed it on this line.

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Diesel fuel sold for the exclusive use of a state or local government	\$.243		\$	\$	360
b Kerosene sold for the exclusive use of a state or local government	.243				346
c Kerosene for use in aviation sold for the exclusive use of a state or local government taxed at \$.219	.218				369

14 Nontaxable Use of a Diesel-Water Fuel Emulsion**Caution:** There is a reduced credit rate for use in certain intercity and local buses (type of use 5). See instructions.

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Nontaxable use		\$.197		\$	\$	309
b Exported	3	.198				306

15 Diesel-Water Fuel Emulsion Blending

Registration No. _____

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Blender credit	\$.046		\$	\$	310

16 Exported Dyed Fuels and Exported Gasoline Blendstocks

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Exported dyed diesel fuel and exported gasoline blendstocks taxed at \$.001	\$.001		\$	\$	415
b Exported dyed kerosene	.001				416

17 Total income tax credit claimed. Add lines 1 through 16, column (e)**17**

\$

549

00

**SCHEDULE A
(Form 4136)**

(December 2025)

Department of the Treasury
Internal Revenue Service**Business Activity Report for Credit
for Federal Tax Paid on Fuels****Attach to your Form 4136.**

OMB No. 1545-0074

Name (as shown on your income tax return)

WILLIAM BIRCH

Taxpayer identification number

400-00-1313

Business name (if applicable) Business B

EIN (if applicable)

Principal Business Activity Code

Enter the information for the equipment for which most of the fuel was used for this business. See instructions.

(i) Make CAT

(ii) Model DIGB1

(iii) Type of equipment DIGGER

Caution:

The person(s) signing the return with which this form is filed are declaring, under penalty of perjury, that the return and accompanying schedules, statements, and any other attachments are true, correct, and complete to the best of the signer's knowledge and belief. That declaration includes all amounts reported and all credits claimed on this form. It also includes certifying that all the statements for certain lines below are true as well.

You have the name and address of the person who sold the fuel to you and the dates of purchase. For claims on lines 1c and 2b (type of use 13 or 14), 3d, 4c, and 5, you haven't waived the right to make the claim. For claims on lines 1c and 2b (type of use 13 or 14), a certificate hasn't been provided to the credit card issuer. For type of use 2, the equipment or vehicle used wasn't a highway vehicle, which generally means that it wasn't registered or required to be registered for use on public highways.

1 Nontaxable Use of Gasoline**Note:** CRN is the credit reference number.

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Off-highway business use	2	\$.183	2,500	\$ 25,000	\$ 458	362
b Use on a farm for farming purposes		.183				
c Other nontaxable use (see Caution above line 1)		.183				
d Exported		.184				411

2 Nontaxable Use of Aviation Gasoline

a Use in commercial aviation (other than foreign trade)		\$.15		\$		354
b Other nontaxable use (see Caution above line 1)		.193				324
c Exported	3	.194				412
d LUST tax on aviation fuels used in foreign trade	9	.001				433

3 Nontaxable Use of Undyed Diesel Fuel**You certify the following.** The diesel fuel did not contain visible evidence of dye.**Exception.** If any of the diesel fuel included in this claim **did** contain visible evidence of dye, attach an explanation and check here ☐

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Nontaxable use		\$.243		\$	\$	360
b Use on a farm for farming purposes	1	.243				
c Use in trains		.243				
d Use in certain intercity and local buses (see Caution above line 1)		.17				350
e Exported	3	.244				413

4 Nontaxable Use of Undyed Kerosene (Other Than Kerosene Used in Aviation)**You certify the following.** The kerosene did not contain visible evidence of dye.**Exception.** If any of the kerosene included in this claim **did** contain visible evidence of dye, attach an explanation and check here ☐

	(a) Type of use	(b) Rate	(c) Gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Nontaxable use taxed at \$.244		\$.243		\$	\$	346
b Use on a farm for farming purposes	1	.243				
c Use in certain intercity and local buses (see Caution above line 1)		.17				
d Exported	3	.244				414
e Nontaxable use taxed at \$.044		.043				377
f Nontaxable use taxed at \$.219		.218				369

5 Kerosene Used in Aviation

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records		(e) Amount of credit		(f) CRN
a	Kerosene used in commercial aviation (other than foreign trade) taxed at \$.244	\$.200		\$		\$		417
b	Kerosene used in commercial aviation (other than foreign trade) taxed at \$.219	.175						355
c	Nontaxable use (other than use by state or local government) taxed at \$.244	.243						346
d	Nontaxable use (other than use by state or local government) taxed at \$.219	.218						369
e	LUST tax on aviation fuels used in foreign trade	9	.001					433

6 Sales by Registered Ultimate Vendors of Undyed Diesel Fuel

Registration No. _____

If you don't have the registration number, **STOP**; you're not eligible to make Form 4136 claims if you haven't yet filed Form 637 and received your registration number and placed it on this line.

You certify the following. You sold the diesel fuel at a tax-excluded price, repaid the amount of tax to the buyer, or have obtained the written consent of the buyer to make the claim, and that the diesel fuel didn't contain visible evidence of dye.

Exception. If any of the diesel fuel included in this claim **did** contain visible evidence of dye, attach an explanation and check here ☐

	(b) Rate	(c) Gallons	(d) Actual fuel cost from your records		(e) Amount of credit		(f) CRN
a	Use by a state or local government	\$.243	\$		\$		360
b	Use in certain intercity and local buses	.17					350

7 Sales by Registered Ultimate Vendors of Undyed Kerosene (Other Than Kerosene for Use in Aviation)

Registration No. _____

If you don't have the registration number, **STOP**; you're not eligible to make Form 4136 claims if you haven't yet filed Form 637 and received your registration number and placed it on this line.

You certify the following. You sold the kerosene at a tax-excluded price, repaid the amount of tax to the buyer, or have obtained the written consent of the buyer to make the claim, and that the kerosene didn't contain visible evidence of dye.

Exception. If any of the kerosene included in this claim **did** contain visible evidence of dye, attach an explanation and check here ☐

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records		(e) Amount of credit		(f) CRN
a	Use by a state or local government	\$.243	}	\$	\$		346
b	Sales from a blocked pump	.243					
c	Use in certain intercity and local buses	.17					347

8 Sales by Registered Ultimate Vendors of Kerosene for Use in Aviation

Registration No. _____

If you don't have the registration number, **STOP**; you're not eligible to make Form 4136 claims if you haven't yet filed Form 637 and received your registration number and placed it on this line.

You certify the following. You sold the kerosene for use in aviation at a tax-excluded price and you haven't collected the amount of tax from the buyer, repaid the amount of tax to the buyer, or you've obtained the written consent of the buyer to make the claim. See the instructions for additional information to be submitted.

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records		(e) Amount of credit		(f) CRN
a	Use in commercial aviation (other than foreign trade) taxed at \$.219	\$.175		\$		\$		355
b	Use in commercial aviation (other than foreign trade) taxed at \$.244	.200						417
c	Nonexempt use in noncommercial aviation	.025						418
d	Other nontaxable uses taxed at \$.244	.243						346
e	Other nontaxable uses taxed at \$.219	.218						369
f	LUST tax on aviation fuels used in foreign trade	9	.001					433

9 Reserved for future use**10 Reserved for future use**

	(b) Rate	(c) Number of gallons sold or used	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Reserved for future use			\$	\$	
b Reserved for future use					
c Reserved for future use					
d Reserved for future use					

11 Nontaxable Use of Alternative Fuel

Caution: There is a reduced credit rate for use in certain intercity and local buses (type of use 5). See instructions.

	(a) Type of use	(b) Rate	(c) Gallons, or gasoline or diesel gallon equivalents	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Liquefied petroleum gas (LPG) (see instructions)		\$.183		\$	\$	419
b "P Series" fuels		.183				420
c Compressed natural gas (CNG) (see instructions)		.183				421
d Liquefied hydrogen		.183				422
e Fischer-Tropsch process liquid fuel from coal (including peat)		.243				423
f Liquid fuel derived from biomass		.243				424
g Liquefied natural gas (LNG) (see instructions)		.243				425
h Liquefied gas derived from biomass		.183				435

12 Reserved for future use

	(b) Rate	(c) Gallons, or gasoline or diesel gallon equivalents	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Reserved for future use			\$	\$	
b Reserved for future use					
c Reserved for future use					
d Reserved for future use					
e Reserved for future use					
f Reserved for future use					
g Reserved for future use					
h Reserved for future use					
i Reserved for future use					

13 Registered Credit Card Issuers

Registration No. _____

If you don't have the registration number, **STOP**; you're not eligible to make Form 4136 claims if you haven't yet filed Form 637 and received your registration number and placed it on this line.

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Diesel fuel sold for the exclusive use of a state or local government	\$.243		\$	\$	360
b Kerosene sold for the exclusive use of a state or local government	.243				346
c Kerosene for use in aviation sold for the exclusive use of a state or local government taxed at \$.219	.218				369

14 Nontaxable Use of a Diesel-Water Fuel Emulsion**Caution:** There is a reduced credit rate for use in certain intercity and local buses (type of use 5). See instructions.

	(a) Type of use	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Nontaxable use		\$.197		\$	\$	309
b Exported	3	.198				306

15 Diesel-Water Fuel Emulsion Blending

Registration No. _____

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Blender credit	\$.046		\$	\$	310

16 Exported Dyed Fuels and Exported Gasoline Blendstocks

	(b) Rate	(c) Qualified gallons	(d) Actual fuel cost from your records	(e) Amount of credit	(f) CRN
a Exported dyed diesel fuel and exported gasoline blendstocks taxed at \$.001	\$.001		\$	\$	415
b Exported dyed kerosene	.001				416

17 Total income tax credit claimed. Add lines 1 through 16, column (e)**17**

\$

458

Form **1062**
(Rev. December 2026)
Department of the Treasury
Internal Revenue Service

Deferral of Payment of Tax on Gain From the Sale or Exchange of Qualified Farmland Property to Qualified Farmers

File with your tax return.

Go to www.irs.gov/Form1062 for instructions and the latest information.

OMB No. 1545-0074

Attachment
Sequence No. **106**

Name **WILLIAM BIRCH** Identifying number **400-00-1313**

File this form with your return to elect under section 1062 to defer payment of net income tax attributable to the gain on the sale or exchange of qualified farmland property during the tax year. File a separate Schedule A (Form 1062) for each qualified sale or exchange of qualified farmland that you want to take into account for purposes of this election.

Enter the total number of Schedules A (Form 1062) you are filing **1**

Part I Net Income Tax (Determined Including Section 1062 Gain Recognized From the Sale or Exchange of Qualified Farmland Property)

1	Regular income tax (Form 1120, Schedule J, line 1a, or the applicable line of your return)	1	9,886
2	Additions to regular tax (see instructions)	2	268
3	Regular tax liability. Add lines 1 and 2	3	10,154
4a	Foreign tax credit	4a	
4b	Nonrefundable personal credits	4b	
4c	General business credits	4c	
4d	Other credits (see instructions)	4d	
4z	Total applicable credits. Add lines 4a through 4d	4z	
5	Net income tax. Subtract line 4z from line 3	5	10,154

Part II Net Income Tax Redetermined Without Regard to Section 1062 Gain Recognized From the Sale or Exchange of Qualified Farmland Property to Qualified Farmers

6	Taxable income (Form 1120, line 30, or the applicable line of your return)	6	86,516
7	Total elected section 1062 gain from the sale or exchange of qualified farmland property to a qualified farmer (see instructions)	7	56,516
8	Taxable income excluding section 1062 gain on line 7. Subtract line 7 from line 6. If zero or less, enter -0-	8	30,000
9	Refigure your income tax on line 1 using line 8 as your taxable income	9	3,104
10	Refigure any additions to tax on line 2 using line 8 as your taxable income	10	
11	Redetermined regular tax liability. Add lines 9 and 10	11	3,104
12	Refigure the credits on lines 4a through 4d using line 11 instead of line 3 as your regular tax liability.		
12a	Foreign tax credit	12a	
12b	Nonrefundable personal credits	12b	
12c	General business credits	12c	
12d	Other credits (see instructions)	12d	
12z	Total applicable credits. Add lines 12a through 12d. Do not enter more than line 11	12z	
13	Redetermined net income tax. Subtract line 12z from line 11	13	3,104

Part III Total Section 1062 Applicable Net Tax Liability and First Installment Due

14	Total section 1062 applicable net tax liability. Subtract line 13 from line 5. Enter here and on Form 1120, Schedule J, line 22b, or the applicable line of your return. See instructions	14	7,050
15	First installment due. Enter 25% (0.25) of line 14 here and on Form 1120, line 32, or the applicable line of your return. See instructions	15	1,763

For Paperwork Reduction Act Notice, see separate instructions.

Cat. No. 95880Q

Form **1062** (Rev. 12-2026) Created 7/16/26

DRAFT — DO NOT FILE

DRAFT — DO NOT FILE

**SCHEDULE A
(Form 1062)**(Rev. December 2026)
Department of the Treasury
Internal Revenue Service**Section 1062 Gain From the Sale or Exchange of Qualified
Farmland Property to a Qualified Farmer**

File with Form 1062.

Go to www.irs.gov/Form1062 for instructions and the latest information.

OMB No. 1545-0074

Attachment
Sequence No. **106A**

Name WILLIAM BIRCH	Identifying number 400-00-131
------------------------------	---

- A** Check if you are reporting section 1062 gain from a Schedule K-1 from a: **a** ☐ Form 1120-S, **b** ☐ Form 1065,
c ☐ Form 8865, or **d** ☐ Form 1041

B If a box on line A is checked, enter the entity's **(1)** EIN _____ **(2)** name _____

Part I Qualified Farmland Property Information

1	Description of the qualified farmland property: 1 <u>QUALIFIED FARMLAND PROPERTY DESCRIPTION</u>		
2	Check if the property was a(n): 2a ☐ Exchange, 2b ☐ Installment sale, or 2c ☒ Sale		
3	Enter the date of the qualified sale or exchange of the property 3 <u>M10/01/2026Y</u>	Yes	No
4	Had you used the property as a farm for farming purposes, or leased the property to a qualified farmer for farming purposes, during substantially all of the 10-year period ending on the date on line 3?	☒	☐
5	Is the property described on line 1 real property located in the United States?	☒	☐
6	Did you make the sale or exchange to a qualified farmer—an individual who is actively engaged in farming?	☒	☐
7	Is the property subject to a covenant or other legally enforceable restriction that prohibits the use of the property other than as a farm for farming purposes for any period before the date that is 10 years after the date on line 3?	☒	☐
8	Are you including with this return a copy of the covenant or other legally enforceable restriction described on line 7?	☒	☐

Next: If the answers to the questions on lines 4 through 8 are "Yes," go to Part II. If not, stop here; the disposition of this property does not qualify for the section 1062 deferral of payment of tax.

Part II Recognized Gain on Qualified Farmland Property

9	Gross sales price of the sale or exchange	9	<u>500,000</u>
10	Net sales price of the sale or exchange	10	<u>500,000</u>
11	Unadjusted basis of the qualified farmland property	11	<u>443,484</u>
12	Adjusted basis of the property	12	<u>443,484</u>
13	Recognized (taxable) gain on the qualified sale or exchange of this qualified farmland property	13	<u>56,516</u>

Note: For purposes of lines 4 through 8, property used or leased by a partnership, S corporation, decedent's estate, or trust is treated as used or leased by each person who holds a direct or indirect interest in the entity.

For Paperwork Reduction Act Notice, see separate instructions.

Cat. No. 95881B

Schedule A (Form 1062) (Rev. 12-2026) Created 7/21/26

DRAFT — DO NOT FILE

DRAFT — DO NOT FILE

		a Employee's social security number 400-00-1313		OMB No. 1545-0029		Safe, accurate, FAST! Use				Visit the IRS website at www.irs.gov/efile	
b Employer identification number (EIN) 00-0000014				1 Wages, tips, other compensation 125,000		2 Federal income tax withheld 20,000					
c Employer's name, address, and ZIP code OAK SUPPLY CO 201 ELM DRIVE ANYTOWN, TX 77013				3 Social security wages 125,000		4 Social security tax withheld 7,738					
				5 Medicare wages and tips 125,000		6 Medicare tax withheld 1,810					
				7 Social security tips		8 Allocated tips					
				9		10 Dependent care benefits					
d Control number				11 Nonqualified plans		12a See instructions for box 12 C o d e T T 5,000					
				13 Statutory employee ☐ Retirement plan ☐ Third-party sick pay ☐							
				14a Other							
				14b Treasury Tipped Occupation Code(s)							
				12b							
e Employee's first name and initial Last name Suff. WILLIAM BIRCH				12c							
				12d							
				12e							
f Employee's address and ZIP code 13 ELM STREET ANYTOWN TX 77013				12f							
15 State Employer's state ID number		16 State wages, tips, etc.		17 State income tax		18 Local wages, tips, etc.		19 Local income tax		20 Locality name	

Form **W-2** Wage and Tax Statement

2026

Department of the Treasury—Internal Revenue Service

Copy B—To Be Filed With Employee's FEDERAL Tax Return.
 This information is being furnished to the Internal Revenue Service.