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 D**
- **Form 1040 Schedule F**
- **Form 1040 Schedule SE**
- **Form 4136**
- **Form 4136 Schedule A [2]**
- **Form 1062**
- **Form 1062 Schedule A**
- **Form W-2**
- **Binary Attachment (Section 1062 Covenant)**

TREASURY/IRS AND OMB USE ONLY DRAFT

Form 1040 — U.S. Individual Income Tax Return 2026

Department of the Treasury—Internal Revenue Service | 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	Last name	Your social security number
WILLIAM	BIRCH	4 0 0 0 0 1 3 1 3
If a joint return, spouse's first name and middle initial	Last name	Spouse's social security number
NANCY	BIRCH	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

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

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

Filing Status

Check only one box.

☐ Single ☑ Married filing jointly (even if only one had income) ☐ Married filing separately (MFS). Enter spouse's SSN above and full name here:

☐ Head of household (HOH) ☐ Qualifying surviving spouse (QSS) } If you checked the HOH or QSS box, enter the child's name if the qualifying person is a child but not your dependent:

Other Information

(see instructions)

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 (attach statement if required):

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)? ☐ Yes ☑ No

At the time you file your return, are you, and your spouse if filing jointly, a U.S. citizen, U.S. national, or an alien lawfully authorized to work in the U.S.? (see instructions) **You:** ☐ Yes ☐ No **Spouse:** ☐ Yes ☐ No

Dependents

(see instructions)

If more than four dependents, see instructions and check here ☐

	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

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.

Attach Sch. B if required.

1a	Total amount from Form(s) W-2, box 1 (see instructions)			1a	125,000
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
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	56,516
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	192,516
10	Adjustments to income from Schedule 1, line 26			10	707
11a	Subtract line 10 from line 9. This is your **adjusted gross income**			11a	191,809

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Tax and Credits

11b	Amount from line 11a (adjusted gross income)	11b	191,809
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 contribution deduction for non-itemizers (see instructions)	12f	
13a	Additional deductions from Schedule 1-A, line 44	13a	13,491
13b	Qualified business income deduction from Form 8995 or Form 8995-A	13b	
14	Add lines 12e, 12f, 13a, and 13b	14	47,341
15	Subtract line 14 from line 11b. If zero or less, enter -0-. This is your **taxable income**	15	144,468
16	**Tax** (see instructions). Check if any from Form(s): 1 ☐ 8814 2 ☐ 4972 3 ☐	16	16,896
17	Amount from Schedule 2, line 3	17	
18	Add lines 16 and 17	18	16,896
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	16,896
23	Additional taxes, including self-employment tax, from Schedule 2, line 21	23	1,413
24a	Add lines 22 and 23. This is your **total tax**	24a	18,309
24b	Enter amount from Form 1062, line 15	24b	3,405
24c	Add lines 24a and 24b	24c	21,715

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	Refundable 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	14,628		
32a	Add lines 27a, 28, 29, 30, and 31	32a	14,628		
32b	Amount from Schedule 3-A	32b			
32c	Subtract line 32b from line 32a			32c	14,628
33	Add lines 25d, 26, and 32c. These are your **total payments**			33	34,628

If you have a qualifying child, you may need to attach Sch. EIC.

If you entered an amount on line 27a, 28, 29, or 30, attach Sch. 3-A.

Refund

34	If line 33 is more than line 24c, subtract line 24c from line 33. This is the amount you **overpaid**	34	12,913
35a	Amount of line 34 you want **refunded to you**. If Form 8888 is attached, check here ☐	35a	12,913
35b	Routing number X X X X X X X X X **35c** Type: ☑ Checking ☐ Savings		
35d	Account number X X X X X X X X X X X X X X X X X X		
36	Amount of line 34 you want **applied to your 2027 estimated tax**	36	

Direct deposit? See instructions.

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		

Joint return? See instructions. Keep a copy for your records.

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	

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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

2026

Attachment 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 nonqualifed 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

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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	707
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	707

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TREASURY/IRS AND OMB USE ONLY DRAFT

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**	191,809
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**	191,809

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**	0
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**	0

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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	191,809
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

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TREASURY/IRS AND OMB USE ONLY DRAFT

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	Interest for this loan: (iii) Schedule 1-A
28a	5FNYF6H59TB000001		5,000

(1) Did the original use of this vehicle start with you, or your spouse if married filing jointly (a used vehicle does not qualify)? ☑ **Yes** ☐ **No**

(2) Did final assembly of this vehicle occur within the United States (see instructions for information on how to determine final assembly)? ☑ **Yes** ☐ **No**

28b			

(1) Did the original use of this vehicle start with you, or your spouse if married filing jointly (a used vehicle does not qualify)? ☐ **Yes** ☐ **No**

(2) Did final assembly of this vehicle occur within the United States (see instructions for information on how to determine final assembly)? ☐ **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**	191,809
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**	191,809
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**	41,809
40	Multiply line 39 by 6% (0.06)	**40**	2,509
41	Subtract line 40 from $6,000. If zero or less, enter -0-	**41**	3,491
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**	3,491
43	**Enhanced deduction for seniors.** Add lines 42a and 42b	**43**	3,491

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**	13,491

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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
2026
Attachment 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 (l)	**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**	1,413
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 (l)		**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)

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TREASURY/IRS AND OMB USE ONLY DRAFT

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**	1,413

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**	1,413

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TREASURY/IRS AND OMB USE ONLY DRAFT

SCHEDULE 3
(Form 1040)

Department of the Treasury
Internal Revenue Service

Additional Credits and Payments

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. **03**

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

Your social security number: 400-00-1313

Part I Nonrefundable Credits

1	Foreign tax credit. Attach Form 1116 if required			**1**	
2	Credit for child and dependent care expenses from Form 2441, line 11. Attach Form 2441			**2**	
3	Education credits from Form 8863, line 19			**3**	
4	Retirement savings contributions credit. Attach Form 8880			**4**	
5a	Residential clean energy credit from Form 5695, line 3			**5a**	
5b	Reserved for future use			**5b**	
6	Other nonrefundable credits:				
6a	General business credit. Attach Form 3800	**6a**			
6b	Credit for prior year minimum tax. Attach Form 8801	**6b**			
6c	Adoption credit. Attach Form 8839	**6c**			
6d	Credit for the elderly or disabled. Attach Schedule R	**6d**			
6e	Reserved for future use	**6e**			
6f	Clean vehicle credit. Attach Form 8936	**6f**			
6g	Mortgage interest credit. Attach Form 8396	**6g**			
6h	District of Columbia first-time homebuyer credit. Attach Form 8859	**6h**			
6i	Qualified electric vehicle credit. Attach Form 8834	**6i**			
6j	Alternative fuel vehicle refueling property credit. Attach Form 8911	**6j**			
6k	Credit to holders of tax credit bonds. Attach Form 8912	**6k**			
6l	Amount on Form 8978, line 14. See instructions	**6l**			
6m	Credit for previously owned clean vehicles. Attach Form 8936	**6m**			
6z	Other nonrefundable credits. List type and amount:	**6z**			
7	Total other nonrefundable credits. Add lines 6a through 6z			**7**	
8	Add lines 1 through 4, 5a, and 7. Enter here and on Form 1040, 1040-SR, or 1040-NR, line 20			**8**	

Part II Other Payments and Refundable Credits

9	Net premium tax credit. Attach Form 8962			**9**	
10	Amount paid with request for extension to file (see instructions)			**10**	
11	Excess social security and tier 1 RRTA tax withheld			**11**	
12	Credit for federal tax on fuels. Attach Form 4136			**12**	1,007
13	Other payments or refundable credits:				
13a	Form 2439	**13a**			
13b	Section 1341 credit for repayment of amounts included in income from earlier years	**13b**			
13c	Net elective payment election amount from Form 3800, Part III, line 6, column (j)	**13c**			
13d	Deferred amount of net 965 tax liability (see instructions)	**13d**			
13e	Total section 1062 applicable net tax liability. Enter amount from Form 1062, line 14	**13e**	13,621		
13z	Other refundable credits (see instructions):	**13z**			
14	Total other payments or refundable credits. Add lines 13a through 13z			**14**	13,621
15	Add lines 9 through 12 and 14. Enter here and on Form 1040, 1040-SR, or 1040-NR, line 31			**15**	14,628

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TREASURY/IRS AND OMB USE ONLY DRAFT

SCHEDULE D (Form 1040)

Department of the Treasury
Internal Revenue Service

Capital Gains and Losses

Attach to Form 1040, 1040-SR, or 1040-NR.
Use Form 8949 to list your transactions for lines 1b, 2, 3, 8b, 9, and 10.
Go to *www.irs.gov/ScheduleD* for instructions and the latest information.

OMB No. 1545-0074

2026

Attachment Sequence No. **12**

Name(s) shown on return: WILLIAM BIRCH

Your social security number: 400-00-1313

Did you dispose of any investment(s) in a qualified opportunity fund during the tax year? . . . . . ☐ **Yes** ☑ **No**
If "Yes," attach Form 8949 and see its instructions for additional requirements for reporting your gain or loss.

Part I Short-Term Capital Gains and Losses—Generally Assets Held One Year or Less (see instructions)

See instructions for how to figure the amounts to enter on the lines below. This form may be easier to complete if you round off cents to whole dollars.	(d) Proceeds (sales price)	(e) Cost (or other basis)	(g) Adjustments to gain or loss from Form(s) 8949, Part I, line 2, column (g)	(h) Gain or (loss) Subtract column (e) from column (d) and combine the result with column (g)
1a Totals for all short-term transactions reported on Form 1099-B or Form 1099-DA for which basis was reported to the IRS and for which you have no adjustments (see instructions). However, if you choose to report all these transactions on Form 8949, leave this line blank and go to line 1b				
1b Totals for all transactions reported on Form(s) 8949 with **Box A** or **Box G** checked				
2 Totals for all transactions reported on Form(s) 8949 with **Box B** or **Box H** checked				
3 Totals for all transactions reported on Form(s) 8949 with **Box C** or **Box I** checked				

4	Short-term gain from Form 6252 and short-term gain or (loss) from Forms 4684, 6781, and 8824 . .	**4**	
5	Net short-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1	**5**	
6	Short-term capital loss carryover. Enter the amount, if any, from line 8 of your **Capital Loss Carryover Worksheet** in the instructions	**6**	( )
7	**Net short-term capital gain or (loss).** Combine lines 1a through 6 in column (h). If you have any long-term capital gains or losses, go to Part II below. Otherwise, go to Part III on the back	**7**	

Part II Long-Term Capital Gains and Losses—Generally Assets Held More Than One Year (see instructions)

See instructions for how to figure the amounts to enter on the lines below. This form may be easier to complete if you round off cents to whole dollars.	(d) Proceeds (sales price)	(e) Cost (or other basis)	(g) Adjustments to gain or loss from Form(s) 8949, Part II, line 2, column (g)	(h) Gain or (loss) Subtract column (e) from column (d) and combine the result with column (g)
8a Totals for all long-term transactions reported on Form 1099-B or Form 1099-DA for which basis was reported to the IRS and for which you have no adjustments (see instructions). However, if you choose to report all these transactions on Form 8949, leave this line blank and go to line 8b				
8b Totals for all transactions reported on Form(s) 8949 with **Box D** or **Box J** checked				
9 Totals for all transactions reported on Form(s) 8949 with **Box E** or **Box K** checked				
10 Totals for all transactions reported on Form(s) 8949 with **Box F** or **Box L** checked				

11	Gain from Form 4797, Part I; long-term gain from Forms 2439 and 6252; and long-term gain or (loss) from Forms 4684, 6781, and 8824	**11**	
12	Net long-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1	**12**	56,516
13	Capital gain distributions. See the instructions	**13**	
14	Long-term capital loss carryover. Enter the amount, if any, from line 13 of your **Capital Loss Carryover Worksheet** in the instructions	**14**	( )
15	**Net long-term capital gain or (loss).** Combine lines 8a through 14 in column (h). Then, go to Part III on the back	**15**	56,516

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Part III Summary

16 Combine lines 7 and 15 and enter the result **16** 56,516

- If line 16 is a **gain**, enter the amount from line 16 on Form 1040, 1040-SR, or 1040-NR, line 7a. Then, go to line 17 below.
- If line 16 is a **loss**, skip lines 17 through 20 below. Then, go to line 21. Also be sure to complete line 22.
- If line 16 is **zero**, skip lines 17 through 21 below and enter -0- on Form 1040, 1040-SR, or 1040-NR, line 7a. Then, go to line 22.

17 Are lines 15 and 16 **both** gains?

☑ **Yes.** Go to line 18.

☐ **No.** Skip lines 18 through 21, and go to line 22.

18 If you are required to complete the **28% Rate Gain Worksheet** (see instructions), enter the amount, if any, from line 7 of that worksheet **18**

19 If you are required to complete the **Unrecaptured Section 1250 Gain Worksheet** (see instructions), enter the amount, if any, from line 18 of that worksheet **19**

20 Are lines 18 and 19 both zero or blank and you are not filing Form 4952?

☑ **Yes.** Complete the **Qualified Dividends and Capital Gain Tax Worksheet** in the instructions for Form 1040, line 16. **Don't** complete lines 21 and 22 below.

☐ **No.** Complete the **Schedule D Tax Worksheet** in the instructions. **Don't** complete lines 21 and 22 below.

21 If line 16 is a loss, enter here and on Form 1040, 1040-SR, or 1040-NR, line 7a, the **smaller** of:

- The loss on line 16; or
- ($3,000), or if married filing separately, ($1,500)

. . . . . **21** ( )

Note: When figuring which amount is smaller, treat both amounts as positive numbers.

22 Do you have qualified dividends on Form 1040, 1040-SR, or 1040-NR, line 3a?

☐ **Yes.** Complete the **Qualified Dividends and Capital Gain Tax Worksheet** in the instructions for Form 1040, line 16.

☐ **No.** Complete the rest of Form 1040, 1040-SR, or 1040-NR.

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TREASURY/IRS AND OMB USE ONLY DRAFT

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	Social security number (SSN)
WILLIAM BIRCH	400-00-1313

A Principal crop or activity	B Enter code from Part IV	C Accounting method:	D Employer ID number (EIN) (see instr.)
FARMING	1 1 1 1 0 0	☑ Cash ☐ Accrual	

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	
5b	CCC loans forfeited	5b		5c	Taxable amount		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.

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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	38b	
39a	Agricultural program payments	39a		39b	Taxable amount	39b	
40	Commodity Credit Corporation (CCC) loans:						
40a	CCC loans reported under election					40a	
40b	CCC loans forfeited	40b		40c	Taxable amount	40c	
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

CAUTION

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

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TREASURY/IRS AND OMB USE ONLY DRAFT

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)
WILLIAM BIRCH

Social security number of person with **self-employment** income
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 **Note:** If line 4a is less than $400 due to Conservation Reserve Program payments on line 1b, see instructions.	**4a**	9,235
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**	268
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**	1,413
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** 707		

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

Farm optional method. You may use this method **only** if (**a**) your gross farm income[1] wasn't more than $11,340, **or** (**b**) your net farm profits[2] were less than $8,186.

14	Maximum income for optional methods	**14**	$7,560
15	Enter the **smaller** of: two-thirds (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 profits[3] 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 (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.

[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.

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

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

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TREASURY/IRS AND OMB USE ONLY DRAFT

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

2026

Attachment 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.

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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			
1b	Use on a farm for farming purposes	1	.183	2,500			362
1c	Other nontaxable use (see **Caution** above line 1)		.183		$ 40,000	$ 1,007	
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				
3b	Use on a farm for farming purposes	1	.243		$	$	360
3c	Use in trains		.243				353
3d	Use in certain intercity and local buses (see **Caution** above line 1)		.17				350
3e	Exported	3	.244				413

TREASURY/IRS AND OMB USE ONLY DRAFT

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				
4b	Use on a farm for farming purposes	1	.243		$	$	346
4c	Use in certain intercity and local buses (see **Caution** above line 1)		.17				347
4d	Exported	3	.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	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) 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				
7b	Sales from a blocked pump	.243		$	$	346
7c	Use in certain intercity and local buses	.17				347

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TREASURY/IRS AND OMB USE ONLY DRAFT

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	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
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

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TREASURY/IRS AND OMB USE ONLY DRAFT

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

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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 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			
b	Use on a farm for farming purposes		.183				362
c	Other nontaxable use (see **Caution** above line 1)		.183		$ 15,000	$ 549	
d	Exported		.184				411

2 Nontaxable Use of Aviation Gasoline

		(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)		$.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				
b	Use on a farm for farming purposes	1	.243		$	$	360
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				
b	Use on a farm for farming purposes	1	.243		$	$	346
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				
b	Sales from a blocked pump	.243		$	$	346
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				
b	Use on a farm for farming purposes		.183	2,500			362
c	Other nontaxable use (see **Caution** above line 1)		.183		$ 25,000	$ 458	
d	Exported		.184				411

2 Nontaxable Use of Aviation Gasoline

		(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)		$.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				
b	Use on a farm for farming purposes	1	.243		$	$	360
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				
b	Use on a farm for farming purposes	1	.243		$	$	346
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				
b	Sales from a blocked pump	.243		$	$	346
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

TREASURY/IRS AND OMB USE ONLY DRAFT

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	16,896
2	Additions to regular tax (see instructions)	2	1,413
3	Regular tax liability. Add lines 1 and 2	3	18,309
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	18,309

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	144,468
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	87,952
9	Refigure your income tax on line 1 using line 8 as your taxable income	9	3,275
10	Refigure any additions to tax on line 2 using line 8 as your taxable income	10	1,413
11	Redetermined regular tax liability. Add lines 9 and 10	11	4,688
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	4,688

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	13,621
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	3,405

DRAFT — DO NOT FILE
DRAFT — DO NOT FILE

TREASURY/IRS AND OMB USE ONLY DRAFT

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	Identifying number
WILLIAM BIRCH	400001313

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 12-3456789 **(2)** name FARMLAND PARTNERSHIP

Part I Qualified Farmland Property Information

1 Description of the qualified farmland property: **1** QUALIFIED FARMLAND PROPERTY DESCRIPTION

2 Check if the property was a(n): **2a** ☐ Exchange, **2b** ☐ Installment sale, or **2c** ☑ Sale

		Yes	No
3	Enter the date of the qualified sale or exchange of the property **3** M10/01/2026Y		
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**	
10	Net sales price of the sale or exchange	**10**	
11	Unadjusted basis of the qualified farmland property	**11**	
12	Adjusted basis of the property	**12**	
13	Recognized (taxable) gain on the qualified sale or exchange of this qualified farmland property	**13**	56,516

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.

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** IRS e-file — 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
d Control number		**9**	**10** Dependent care benefits
		11 Nonqualified plans	
e Employee's first name and initial: WILLIAM — Last name: BIRCH — Suff.		**13** Statutory employee ☐ Retirement plan ☐ Third-party sick pay ☐	**12a** See instructions for box 12 Code TT — 5,000
		14a Other	**12b** Code
			12c Code
13 ELM STREET ANYTOWN TX 77013			**12d** Code
f Employee's address and ZIP code		**14b** Treasury Tipped Occupation Code(s)	

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.