

Part III Activities and Operational Information (Continued)

6 If the association issues any nonvoting preferred stock, explain whether the owners, upon dissolution or liquidation, may participate in the profits of the association beyond fixed dividends.

7a Does state law require the accumulation and maintenance of reserves? Yes No

b If "Yes," state the names and purposes of the reserves and enter the amount of each:

.....
.....

Amount

8a Does the association maintain or plan to maintain any reserve or reserves other than those required by state law? Yes No

b If "Yes," state the names and purposes of the reserves and enter the amount of each:

.....
.....

Amount

9 Does the association deal or plan to deal with both members and nonmembers? Yes No

10a Does the association pay or plan to pay patronage dividends? Yes No

b If "Yes," are they paid or will they be paid to all patrons, both member and nonmember, on the same basis? . Yes No

11a Is the allocation of patronage dividends based on an obligation in existence before the cooperative received the amounts allocated? Yes No

b If "Yes," is this obligation in:

- Organizing document (specify) ►
- Bylaws

12 Explain below all of the activities in which the association is or will be engaged.

13 Explain below how distribution is or will be made of the proceeds of products marketed for members and nonmembers. Also, if the organization operates on a basis of allocated units (i.e., functional, departmental, etc.), explain how losses are or will be treated.

14 Explain below how the association charges for supplies and equipment bought for members and nonmembers.

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15 Explain the requirements for membership in the association.

16 Federated cooperatives only:

- a** Are all of the association's member cooperatives exempt under section 521? **Yes** **No**
- b** If "**No**" to 16a, do the nonexempt member cooperatives have the same annual accounting period as the association's? **Yes** **No**

c If "**No**" to 16b, check the method below that the association used, or will use, to provide a common or comparable unit of time for analyzing and evaluating its operations and those of its members.

Note: *Methods listed below do not apply to the filing of returns or the manner in which operating results are reported by a federated cooperative and its members.*

- (i) **Method 1**—The association uses the operations of members for those months that correspond to the months that make up its tax year.
- (ii) **Method 2**—The association uses the tax years of members that end within its tax year.
- (iii) **Method other than 1 or 2 above (explain)** ▶

17 Value of agricultural products marketed or handled for: (see instructions.)	Current tax year	3 prior tax years		
	(a) From to	(b) 19	(c) 19	(d) 19
*a Members—				
(i) Actually produced by members				
(ii) Not actually produced by members but marketed by them through the association				
b Nonmembers—				
(i) Actually produced by nonmembers				
(ii) Not actually produced by nonmembers but marketed by them through the association				
c Nonproducers (purchased from nonproducers for marketing by the association).				
18 Value of supplies and equipment purchased for or sold to: (See instructions.)				
*a Members who were producers				
b Nonmembers who were producers				
c Members and nonmembers who were not producers				
19 Amount of business done with the United States Government or any of its agencies				

20 Does the association plan to do business with the United States Government or any of its agencies in the future? **Yes** **No**

21a Were all of the net earnings (after payment of dividends, if any, on capital stock) for the years shown on lines 17–19 distributed as patronage dividends? (See instructions.) **Yes** **No**

b If "**No**," were undistributed net earnings apportioned on the records to all patrons on a patronage basis? **Yes** **No**

22a Has the organization operated in a manner consistent with the information given since the date formed? **Yes** **No**

b If "**No**," state the changes that have occurred and dates of the changes.

* If it is necessary to own one or more shares of stock in order to become a member, include on lines 17a and 18a only the amount of business transacted with persons actually owning the required number of shares.

Part IV Financial Data (see instructions.)

Complete a statement for the current year and for each of the three immediately preceding years that the organization was in existence.

Statement of Receipts and Expenditures, for period ending _____, 19 _____.

(If you prepare a statement of receipts and expenditures that is more descriptive and detailed than the statement below, you may submit that statement instead of this one.)

Receipts					
	1	Gross dues and assessments from members			1
	2	Gross dues and assessments from affiliated organizations			2
	3a	Gross amount derived from activities related to organization's exempt purpose (attach schedule)	3a		
	b	Less cost of goods sold	3b ()	3c	
	4a	Gross amount from other business activities (attach schedule)	4a		
	b	Less cost of goods sold	4b ()	4c	
	5a	Gross amount received from sale of assets, excluding inventory items (attach schedule)	5a		
	b	Less cost or other basis and sales expense of assets sold (attach schedule)	5b ()	5c	
	6	Interest, dividends, rents and royalties			6
	7	Other receipts (attach schedule)			7
	8	Total receipts —Add lines 1 through 7 in far right column			8
Expenditures	9	Compensation of officers, directors, and trustees (attach schedule)			9
	10	Other salaries and wages			10
	11	Interest			11
	12	Rent			12
	13	Depreciation and depletion			13
	14	Dues and assessments to affiliated organizations			14
	15	Other expenditures (see instructions—attach schedule)			15
	16	Patronage dividends (see instructions—attach schedule)			16
	17	Total expenditures —Add lines 9 through 16			17
	18	Excess of receipts over expenditures (line 8 less line 17)			18
Balance Sheets		Enter dates ►		Beginning date	Ending date
Assets	19	Cash	19		
	20	Trade notes and accounts receivable (less allowance for bad debts)	20		
	21	Inventories	21		
	22	Investments (attach schedule)	22		
	23	Other current assets (attach schedule)	23		
	24	Depreciable and depletable assets (less accumulated depreciation/depletion)	24		
	25	Land (net of any amortization)	25		
	26	Other assets (attach schedule)	26		
	27	Total assets	27		
Liabilities and Capital	28	Accounts payable	28		
	29	Mortgages, notes, bonds payable in less than one year	29		
	30	Other current liabilities (attach schedule)	30		
	31	Mortgages, notes, bonds payable in one year or more	31		
	32	Other liabilities (attach schedule)	32		
	33	Patronage dividends allocated in noncash form, other than capital stock and interest-bearing obligations	33		
	34	Per-unit retains allocated in noncash form	34		
	35	Capital stock (enter numbers at end of year):	Number of shares		
		Number of shareholders	Issued for money	Issued as patronage benefits	
	a	Voting preferred stock	35a		
	b	Nonvoting preferred stock	35b		
	c	Voting common stock	35c		
	d	Nonvoting common stock	35d		
	36	Paid-in or capital surplus		36	
	37	Retained earnings (attach schedule)		37	
	38	Less cost of treasury stock		38 () ()	
	39	Total liabilities and capital		39	