

FARM EXPENSES FOR TAXABLE YEAR (See Instructions)

(Do not include personal or living expenses or expenses not attributable to production of farm income, such as taxes, insurance, repairs, etc. on your dwelling)

1. Items	2. Amount	3. Items (Continued)	4. Amount (Continued)
Labor hired.....	\$.....	Insurance on property (except your dwelling)....	\$.....
Feed purchased.....	Interest on farm notes and mortgages.....
Seed and plants purchased.....	Water rent, electricity, and telephone.....
Machine hire.....	Rent of farm, part of farm, or pasturage.....
Supplies purchased.....	Freight, yardage, express, and trucking.....
Cost of repairs and maintenance.....	Automobile upkeep (farm share).....
Breeding fees.....	Amortization of grain storage facilities (attach statement).....
Fertilizers and lime.....	Soil and water conservation expenses (attach statement showing computation).....
Veterinary and medicine for livestock.....	Other farm expenses (specify):
Gasoline, other fuel and oil for farm business.....		
Storage and warehousing.....		
Taxes.....		
Total of Columns 2 and 4 (enter on line 6 of summary on page 1 (cash method) or line 6, below (accrual method)) . . .			\$.....

FARM INVENTORY FOR INCOME COMPUTED ON AN ACCRUAL METHOD

(Do not include certain livestock held for draft, breeding, or dairy purposes. See instructions on Schedule D (Form 1040))

Description (Kind of livestock, crops, or other products)	On Hand at Beginning of Year		Purchased During Year		Raised During Year		Consumed or Lost During Year		Sold During Year		On Hand at End of Year	
	Quan- tity	Inventory value	Quan- tity	Amount paid	Quan- tity	Inventory value	Quan- tity	Inventory value	Quan- tity	Amount received	Quan- tity	Inventory value
		\$.....		\$.....		\$.....		\$.....		\$.....		\$.....
Totals.....		\$..... (Enter on line 3)		\$..... (Enter on line 4)		\$.....		\$.....		\$..... (Enter on line 1(b))		\$..... (Enter on line 1(a))

SUMMARY OF INCOME AND DEDUCTIONS COMPUTED ON AN ACCRUAL METHOD

<p>1(a). Inventory of livestock, crops, and products at end of year. \$.....</p> <p>(b). Sales of livestock, crops, and products during year.....</p> <p>(c). Other farm income (specify):</p> <p>.....</p> <p>.....</p> <p>.....</p> <p>2. Total..... \$.....</p> <p>3. Inventory of livestock, crops, and products at beginning of year..... \$.....</p> <p>4. Cost of livestock and products purchased during year.....</p> <p>5. Gross profits (line 2 minus the sum of lines 3 and 4)*..... \$.....</p>	<p>6. Expenses (from above)..... \$.....</p> <p>7. Depreciation (from page 3).....</p> <p>8. Other deductions (specify):</p> <p>.....</p> <p>.....</p> <p>.....</p> <p>.....</p> <p>9. Total Deductions..... \$.....</p>
<p>10. Net farm profit (or loss) (line 5 minus line 9) to be reported on line 9, page 1, Form 1040..... \$.....</p>	

*Use this amount for optional method of computing net earnings from self-employment. (See line 13, page 4.)

COMPUTATION OF INDIVIDUAL'S NET EARNINGS FROM FARM SELF-EMPLOYMENT (For social security)

- ▶ Each self-employed person must file a separate schedule. See instructions, page 3, for joint returns and partnerships.
- ▶ If you had wages of \$4,200 or more which were subject to the deduction for social security, do not fill in this page.
- ▶ If you had net earnings from self-employment from both farm and nonfarm sources, fill in only lines 11 and 12 (line 13, if applicable), and use separate Schedule C to compute your self-employment tax. Net earnings from farm self-employment should be entered on line 28(d) of separate Schedule C (Form 1040).

NAME OF SELF-EMPLOYED PERSON (as shown on social security card)

CHOICE OF METHODS.—A farmer must report his net farm earnings for self-employment tax purposes. Net earnings may be computed under the optional method (line 13, below) by a farmer whose GROSS profits are \$1,800 or less, or whose GROSS profits are more than \$1,800 and NET earnings are less than \$1,200. If your GROSS profits from farming are not more than \$1,800 and you elect to use the optional method, you need not complete lines 11 and 12.

11. Net farm profit (or loss) from:		
(a) Line 10, page 1 (cash method), or line 10, page 2 (accrual method)	\$	-----
(b) Farm partnerships		-----
12. Net earnings from self-employment from farming. Total of line 11 (a) and (b)	\$	-----
Computation Under Optional Method		
13. If gross profits from farming (see note below) are:		
(a) Not more than \$1,800, enter two-thirds of the gross profits	}	\$
(b) More than \$1,800 and the amount on line 12 above is less than \$1,200, enter \$1,200		
<small>NOTE.—Gross profits from farming are the total of the gross profits on line 5, page 1 (cash method), or line 5, page 2 (accrual method), plus the distributive share of gross profit from farm partnerships as explained on page 3.</small>		
If line 12 (or line 13, if used) is under \$400, do not fill in rest of page.		

Computation of Self-Employment Tax (For social security)

14. Maximum amount subject to self-employment tax	\$	4,200	00
15. Less: Total wages, subject to deduction for social security, paid to you during the taxable year. (For wages reported on Form W-2, see "F. I. C. A. Wages" box.)			
16. Balance (line 14 less line 15)	\$		
17. Self-employment income. Enter here your choice of: EITHER (1) the smaller of line 12 or 16 OR (2) the smaller of line 13 or 16	\$		
18. Self-employment tax—3% of amount on line 17. Enter here and on line 15, page 1, Form 1040	\$		

IMPORTANT—FILL IN ITEMS BELOW COMPLETELY BUT DO NOT DETACH

SCHEDULE SE (Form 1040)
U. S. Treasury Department
Internal Revenue Service

U. S. REPORT OF SELF-EMPLOYMENT INCOME
For Crediting to Your Social Security Account

1956

1.	CHECK ONE	CALENDAR YEAR 1956 <input type="checkbox"/>	OTHER TAXABLE YEAR <input type="checkbox"/>	Beginning -----, 1956 and Ending -----, 195-----
2.	FARM ACTIVITIES SUBJECT TO SELF-EMPLOYMENT TAX (Raising livestock, custom harvesting, etc.)			
3.	FARM ADDRESS (Rural Route, Post Office, State)			
4.	SOCIAL SECURITY ACCOUNT NUMBER OF PERSON NAMED IN ITEM 5 BELOW 			
5.	PRINT OR TYPE NAME OF SELF-EMPLOYED PERSON AS SHOWN ON SOCIAL SECURITY CARD			
	PRINT OR TYPE HOME ADDRESS (Number and Street, or Rural Route)			
	(City or Town, Postal Zone Number, State)			

PLEASE DO NOT WRITE IN THIS SPACE

ENTER AMOUNTS, IF ANY, SHOWN ON	
6.	LINE 12 ABOVE . . \$
	LINE 13 ABOVE . . \$
7.	ENTER WAGES, IF ANY, SHOWN ON LINE 15 ABOVE . . \$
8.	ENTER AMOUNT SHOWN ON LINE 17 ABOVE . . \$