

**U.S. Small Business Corporation  
Income Tax Return**

**1966**

For the year January 1–December 31, 1966, or other taxable year beginning  
....., 1966, ending ....., 19.....  
**(PLEASE TYPE OR PRINT)**

<b>A</b> Date of election as small business corporation	Name	<b>C</b> Employer Identification No.
	Number and street	<b>D</b> County in which located
<b>B</b> Business Code No. (see page 4 of instructions)	City, town, State, and ZIP code	<b>E</b> Enter total assets from line 14, Schedule L
		\$

**IMPORTANT—All applicable lines and schedules must be filled in. If the lines on the schedules are not sufficient, see instruction M.**

<b>GROSS INCOME</b>	1 Gross receipts or gross sales ..... Less: Returns and allowances .....	
	2 Less: Cost of goods sold (Schedule A) and/or operations (attach schedule) . . . . .	_____
	3 Gross profit . . . . .	_____
	4 (a) Domestic dividends . . . . .	_____
	(b) Foreign dividends . . . . .	_____
	5 Interest on obligations of the United States and U.S. instrumentalities . . . . .	_____
	6 Other interest . . . . .	_____
	7 Rents . . . . .	_____
	8 Royalties . . . . .	_____
	9 Gains and losses (separate Schedule D, Form 1120–S)—	
	(a) Net short-term capital gain reduced by any net long-term capital loss . . . . .	_____
(b) Net long-term capital gain reduced by any net short-term capital loss (if more than \$25,000, see instructions) . . . . .	_____	
(c) Net gain (loss) from sale or exchange of property other than capital assets . . . . .	_____	
10 Other income (attach schedule) . . . . .	_____	
11 Total income, lines 3 through 10 . . . . .	_____	

<b>DEDUCTIONS</b>	12 Compensation of officers (Schedule E) . . . . .	
	13 Salaries and wages (not deducted elsewhere) . . . . .	_____
	14 Repairs (do not include cost of improvements or capital expenditures) . . . . .	_____
	15 Bad debts (Schedule F if reserve method is used) . . . . .	_____
	16 Rents . . . . .	_____
	17 Taxes (attach schedule) . . . . .	_____
	18 Interest . . . . .	_____
	19 Contributions (attach schedule) . . . . .	_____
	20 Losses by fire, storm, shipwreck, other casualty, or theft (attach schedule) . . . . .	_____
	21 Amortization (attach schedule) . . . . .	_____
	22 Depreciation (Schedule G) . . . . .	_____
	23 Depletion (attach schedule) . . . . .	_____
	24 Advertising . . . . .	_____
25 (a) Pension, profit-sharing, stock bonus, annuity plans (see instructions) . . . . .	_____	
(b) Other employee benefit plans (see instructions) . . . . .	_____	
26 Other deductions (attach schedule) . . . . .	_____	
27 Total deductions on lines 12 through 26 . . . . .	_____	
28 Taxable income, line 11 less line 27 . . . . .	_____	

<b>TAX</b>	29 Income tax on capital gains (Schedule J) . . . . .	
	30 Credits: (a) Tax paid with Form 7004 application for extension (attach copy) . . . . .	_____
	(b) Credit for U.S. tax on nonhighway gas. and lub. oil (attach Form 4136) . . . . .	_____
31 If tax (line 29) is larger than credits (line 30), the balance is TAX DUE. Enter balance here →	_____	_____
32 If tax (line 29) is less than credits (line 30) . . . . . Enter the OVERPAYMENT here →	_____	_____

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief it is true, correct, and complete. If prepared by a person other than taxpayer, his declaration is based on all information of which he has any knowledge.



\_\_\_\_\_  
Date Signature of officer Title

\_\_\_\_\_  
Date Individual or firm signature of preparer Address

**Schedule A—COST OF GOODS SOLD** (Where inventories are an income-determining factor) (See instruction 2)

Method of inventory valuation (specify)—

1 Inventory at beginning of year . . . . .	5 Total of lines 1 through 4 . . . . .
2 Merchandise bought for manufacture or sale . . . . .	6 Less inventory at end of year . . . . .
3 Salaries and wages . . . . .	7 Cost of goods sold (enter here and on line 2, page 1) . . . . .
4 Other costs (attach schedule) . . . . .	

**Schedule E—COMPENSATION OF OFFICERS** (See page 3 of instructions)

1. Name, address, and social security number of officer	2. Title	3. Time devoted to business	4. Percent- age of cor- poration stock owned	5. Amount of compensation	6. Expense account allowances
Total compensation of officers (enter here and on line 12, page 1) . . . . .					

**Schedule F—BAD DEBTS—RESERVE METHOD** (See instruction 15)

1. Year	2. Trade notes and accounts re- ceivable outstanding at end of year	3. Sales on account	Amount added to reserve		6. Amount charged against reserve	7. Reserve for bad debts at end of year
			4 Current year's provision	5. Recoveries		
1961 . . . . .						
1962 . . . . .						
1963 . . . . .						
1964 . . . . .						
1965 . . . . .						
1966 . . . . .						

**Schedule G—DEPRECIATION** (See instruction 22)

Taxpayers using Revenue Procedure 62-21: Make no entry in column 2, enter the cost or other basis of assets held at end of year in column 3, and enter the accumulated depreciation at end of year in column 4.

1. Group and guideline class or description of property	2. Date acquired	3. Cost or other basis	4. Depreciation allowed or allowable in prior years	5. Method of computing depreciation	6. Life or rate	7. Depreciation for this year
<b>1 Total additional first-year depreciation</b> (do not include in items below) →						
Buildings . . . . .						
Furniture and fixtures . . . . .						
Transportation equipment . . . . .						
Machinery and other equipment . . . . .						
Other (specify) . . . . .						
<b>2 Totals . . . . .</b>						
<b>3 Less amount of depreciation claimed in Schedule A and elsewhere on return . . . . .</b>						
<b>4 Balance—Enter here and on line 22, page 1 . . . . .</b>						

**Schedule H—SUMMARY OF DEPRECIATION**

	Straight line	Declining balance	Sum of the years-digits	Units of production	Additional first-year (section 179)	Other (specify)	Total
<b>1 Under Rev. Proc. 62-21 . . . . .</b>							
<b>2 Other . . . . .</b>							

**Schedule J—TAX COMPUTATION** (See instructions)

<b>1 Taxable income</b> (line 28, page 1) . . . . .	
<b>2 (a)</b> Enter 48 percent of line 1 . . . . .	
<b>(b)</b> Subtract \$6,500 and enter difference . . . . .	6,500.00
<b>3 Net long-term capital gain reduced by net short-term capital loss</b> (line 9(b), page 1) . . . . .	
<b>4 Subtract \$25,000.</b> (Statutory minimum.) . . . . .	25,000.00
<b>5 Balance</b> (line 3 less line 4) . . . . .	
<b>6 Enter 25 percent of line 5 . . . . .</b>	
<b>7 Income tax</b> (line 2 or line 6, whichever is lesser). Enter here and on line 29, page 1 . . . . .	

Schedule K—SHAREHOLDER'S SHARE OF INCOME (See page 3 of instructions)
Computation of Corporation's Undistributed Taxable Income

Table with 3 rows: 1 Taxable income (line 28, page 1), 2 Less: (a) Money distributed as dividends out of earnings and profits of the taxable year, (b) Tax imposed on certain capital gains (line 7, Schedule J), 3 Corporation's undistributed taxable income

Schedule of Distribution and Income

Table with 4 columns: 1. Name and address of each shareholder, Social security number, 2. Stock ownership (Number of shares, Period held From, To), and rows (a) through (j) with a Totals row.

Continuation of Schedule of Distribution and Income

Table with 10 columns: 3. Percentage of time devoted to business, 4. Compensation, 5. Dividends (Dates, Amounts), 6. Share of undistributed taxable income or net operating loss, 7. Share of net long-term capital gain after tax, 8. Dividends entitled to exclusion, 9. Amount taxable as ordinary income, 10. Nondividend distributions (Date, Amount), and rows (a) through (j) with a Totals row.

F Date incorporated
G Did the corporation at the end of the taxable year own directly or indirectly 50 percent or more of the voting stock of a domestic corporation? Yes No (For rules of attribution, see section 267(c).)

If the answer is "Yes," attach a schedule showing:
(a) name, address, and employer identification number; and
(b) percentage owned.

H Did the corporation derive more than 80% of its gross receipts from sources outside the United States? Yes No

Did the corporation derive more than 20% of its gross receipts from royalties, rents, dividends, interest, annuities, and sales or exchanges of stock or securities (gross receipts from sales or exchanges being taken into account for purposes of this question only to the extent of gains therefrom)? Yes No

I Did the corporation during the taxable year have any contracts or subcontracts subject to the Renegotiation Act of 1951? Yes No

If "Yes," enter the aggregate gross dollar amount billed during the year \$
J Amount of taxable income (or loss) for: 1963 \$; 1964 \$; 1965 \$

K Refer to page 4 of instructions and state the:
Principal business activity
Principal product or service

L Were you a member of a controlled group subject to the provisions of sections 1561 or 1562? Yes No

M Did you claim a deduction for expenses connected with: (If answer to any question is "Yes," check applicable boxes within that question.)

- (1) A hunting lodge, working ranch or farm, fishing camp, resort property, pleasure boat or yacht, or other similar facility?
(2) The leasing, renting, or ownership of a hotel room or suite, apartment, or other dwelling, which was used by customers or employees or members of their families?
(3) The attendance of your employees' families at conventions or business meetings?
(4) Vacations for employees or members of their families?
Yes No

N Were you liable for filing Forms 1096 and 1099 or 1087 for the calendar year 1966? Yes No

If "Yes," where were they filed?

O Was there any substantial change in the manner of determining quantities, costs, or valuations between opening and closing inventory? Yes No
If "Yes," attach explanation.

**Schedule L—BALANCE SHEETS (See instructions)**

ASSETS	Beginning of taxable year		End of taxable year	
	(A) Amount	(B) Total	(C) Amount	(D) Total
1 Cash . . . . .				
2 Trade notes and accounts receivable . . . . .				
(a) Less allowance for bad debts . . . . .				
3 Inventories . . . . .				
4 Investments in Government obligations:				
(a) United States and instrumentalities . . . . .				
(b) State, subdivisions thereof, etc. . . . .				
5 Mortgage and real estate loans . . . . .				
6 Other investments (attach schedule) . . . . .				
7 Loans to shareholders . . . . .				
8 Other current assets (attach schedule) . . . . .				
9 Buildings and other fixed depreciable assets . . . . .				
(a) Less accumulated depreciation . . . . .				
10 Depletable assets . . . . .				
(a) Less accumulated depletion . . . . .				
11 Land (net of any amortization) . . . . .				
12 Intangible assets (amortizable only) . . . . .				
(a) Less accumulated amortization . . . . .				
13 Other assets (attach schedule) . . . . .				
14 <b>Total assets</b> . . . . .				
<b>LIABILITIES AND CAPITAL</b>				
15 Accounts payable . . . . .				
16 Mtges., notes, bonds payable in less than 1 yr. . . . .				
17 Other current liabilities (attach schedule) . . . . .				
18 Loans from shareholders . . . . .				
19 Mtges., notes, bonds payable in 1 yr. or more . . . . .				
20 Other liabilities (attach schedule) . . . . .				
21 Capital stock . . . . .				
22 Paid-in or capital surplus . . . . .				
23 Retained earnings—Appropriated (attach schedule) . . . . .				
24 Retained earnings—Unappropriated . . . . .				
25 Shareholders' undistributed taxable income . . . . .				
26 Less cost of treasury stock . . . . .		( )		( )
27 <b>Total liabilities and capital</b> . . . . .				

**Schedule M—RECONCILIATION OF TAXABLE INCOME**

1 Net income per books . . . . .		10 Income recorded on books this year not included in this return (itemize)	
2 Contributions in excess of 5% limitation . . . . .		(a) Nontaxable interest . \$ . . . . .	
3 Insurance premiums paid on the life of any officer or employee where the corporation is directly or indirectly a beneficiary . . . . .			
4 Unallowable interest expense . . . . .			
5 Excess of capital losses over capital gains . . . . .			
6 Federal income tax . . . . .			
7 Taxable income not recorded on books this year (itemize) . . . . .			
		11 Deductions in this tax return not charged against book income this year (itemize)	
		(a) Depreciation . . . \$ . . . . .	
		(b) Depletion . . . \$ . . . . .	
8 Other expenses recorded on books this year not deducted in this return (itemize)			
(a) Depreciation . . . \$ . . . . .			
(b) Depletion . . . \$ . . . . .			
		12 Total of lines 10 and 11 . . . . .	
9 <b>Total of lines 1 through 8</b> . . . . .		13 <b>Taxable income (line 9 less line 12)</b> . . . . .	