

# U.S. Small Business Corporation Income Tax Return

for calendar year 1981 or

OMB No. 1545-0130

# 1981

# Form 1120S

Department of the Treasury  
Internal Revenue Service

other tax year beginning ....., 1981, ending ....., 19.....

▶ For Paperwork Reduction Act Notice, see page 1 of the instructions.

**A** Date of election as small business corporation

Use IRS label. Otherwise, please print or type.

Name

Number and street

City or town, State, and ZIP code

**C** Employer identification no.

**D** Date incorporated

**E** Enter total assets from Schedule L, line 14, column D (see instructions)

\$

**IMPORTANT**—All applicable lines and schedules must be filled in. If section 465 (deductions limited to amount at risk) applies, see instruction for line 28.

<b>Gross Income</b>	<b>1 a</b> Gross receipts or sales .....	<b>1 b</b> Less returns and allowances .....	Balance ▶	<b>1 c</b>		
	<b>2</b> Cost of goods sold (Schedule A) or operations (attach schedule) . . . . .			<b>2</b>		
	<b>3</b> Gross profit (subtract line 2 from line 1c) . . . . .			<b>3</b>		
	<b>4 a</b> Domestic dividends . . . . .			<b>4 a</b>		
	<b>b</b> Foreign dividends . . . . .			<b>4 b</b>		
	<b>5</b> Interest on obligations of the U.S. and U.S. instrumentalities . . . . .			<b>5</b>		
	<b>6</b> Other interest . . . . .			<b>6</b>		
	<b>7</b> Gross rents . . . . .			<b>7</b>		
	<b>8</b> Gross royalties . . . . .			<b>8</b>		
	<b>9</b> Gains and losses (attach separate Schedule D (Form 1120S)):					
	<b>a</b> Net short-term capital gain reduced by any net long-term capital loss . . . . .			<b>9 a</b>		
<b>b</b> Net capital gain (if more than \$25,000, see instructions for Part IV of Schedule D (Form 1120S)) . . . . .			<b>9 b</b>			
<b>c</b> Ordinary gain or (loss) from Form 4797, Part II, line 11(a) (attach Form 4797) . . . . .			<b>9 c</b>			
<b>10</b> Other income (see instructions—attach schedule) . . . . .			<b>10</b>			
<b>11</b> TOTAL income—Add lines 3 through 10 . . . . .			<b>11</b>			
<b>Deductions</b>	<b>12</b> Compensation of officers (Schedule E) . . . . .			<b>12</b>		
	<b>13 a</b> Salaries and wages .....	<b>13 b</b> Less jobs credit .....	Balance ▶	<b>13 c</b>		
	<b>14</b> Repairs (see instructions) . . . . .			<b>14</b>		
	<b>15</b> Bad debts (Schedule F if reserve method is used) . . . . .			<b>15</b>		
	<b>16</b> Rents . . . . .			<b>16</b>		
	<b>17</b> Taxes . . . . .			<b>17</b>		
	<b>18</b> Interest . . . . .			<b>18</b>		
	<b>19</b> Contributions (not over 5% of line 28 adjusted per instructions) . . . . .			<b>19</b>		
	<b>20</b> Amortization (attach schedule) . . . . .			<b>20</b>		
	<b>21 a</b> Depreciation from Form 4562 (attach Form 4562) .....	<b>21 b</b> Less depreciation claimed in Schedule A and elsewhere on return .....		Balance ▶	<b>21 c</b>	
	<b>22</b> Depletion . . . . .			<b>22</b>		
	<b>23</b> Advertising . . . . .			<b>23</b>		
	<b>24</b> Pension, profit-sharing, etc. plans (see instructions) . . . . .			<b>24</b>		
	<b>25</b> Employee benefit programs (see instructions) . . . . .			<b>25</b>		
<b>26</b> Other deductions (attach schedule) . . . . .			<b>26</b>			
<b>27</b> TOTAL deductions—Add lines 12 through 26 . . . . .			<b>27</b>			
<b>28</b> Taxable income (loss) (subtract line 27 from line 11) (see instructions) . . . . .			<b>28</b>			
<b>Tax</b>	<b>29</b> Total tax (Schedule D (Form 1120S), Part IV) . . . . .			<b>29</b>		
	<b>30</b> Payments: <b>a</b> Tax deposited with Form 7004 . . . . .	<b>30 a</b>		<b>30</b>		
		<b>b</b> Tax deposited with Form 7005 (attach copy) . . . . .	<b>30 b</b>			
		<b>c</b> Federal tax on special fuels and oils (attach Form 4136 or 4136-T) . . . . .	<b>30 c</b>			
	<b>31</b> TAX DUE (subtract line 30 from line 29). See instructions for depositary method of payment . . . . .			<b>31</b>		
<b>32</b> OVERPAYMENT (subtract line 29 from line 30) . . . . .			<b>32</b>			

**Please Sign 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. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

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

**Paid Preparer's Use Only**

Preparer's signature \_\_\_\_\_ Date \_\_\_\_\_ Check if self-employed  Preparer's social security no. \_\_\_\_\_

Firm's name (or yours, if self-employed) and address \_\_\_\_\_ E.I. No. \_\_\_\_\_ ZIP code \_\_\_\_\_



	Yes	No
<b>K 1</b> Did you claim a deduction for expenses connected with:		
<b>a</b> Entertainment facilities (boat, resort, ranch, etc.)?		
<b>b</b> Living accommodations (except for employees on business)?		
<b>c</b> Employees attending conventions or meetings outside the North American area? (See section 274(h).)		
<b>d</b> Employees' families at conventions or meetings?		
If "Yes," were any of these conventions or meetings outside the North American area? (See section 274(h).)		
<b>e</b> Employee or family vacations not reported on Form W-2?		
<b>L</b> At any time during the tax year, did you have an interest in or a signature or other authority over a bank account, securities account, or other financial account in a foreign country (see instructions)?		
<b>M</b> Were you the grantor of, or transferor to, a foreign trust which existed during the current tax year, whether or not you have any beneficial interest in it? If "Yes," you may have to file Forms 3520, 3520-A or 926.		
<b>N</b> During this tax year was any part of your tax accounting records maintained on a computerized system?		
<b>O</b> Number of shareholders in the corporation at the end of the tax year ▶		

**Schedule K Computation of Undistributed Taxable Income and Summary of Distributions and Other Items**

**Computation of Corporation's Undistributed Taxable Income**

<b>1</b> Taxable income (line 28, page 1)	
<b>2 Less:</b> <b>a</b> Money distributed as dividends out of earnings and profits for the tax year	
<b>b</b> Tax imposed on certain capital gains (line 29, page 1)	
<b>3</b> Corporation's undistributed taxable income (subtract line 2 from line 1)	
<b>4</b> Actual dividend distributions taxable as ordinary income. (Do not include amounts shown on line 6.)	
<b>5</b> Actual dividend distributions taxable as long-term capital gains (after tax)	
<b>6</b> Actual dividend distributions taxable as ordinary income and qualifying for dividend exclusion	
<b>7</b> Nondividend distributions	
<b>8</b> Undistributed taxable income—taxable as ordinary income or (loss) (see instructions)	
<b>9a</b> Undistributed taxable income—taxable as long-term capital gain (after tax) (see instructions)	
<b>b</b> Portion of line 9a attributable to transactions after 6-9-81 (after tax) (see instructions)	
<b>10</b> Investment credit property—Attach Form 3468 and Schedule B (Form 3468) (See Instructions)	
<b>11</b> Interest on investment indebtedness:	
<b>a 1</b> Interest on investment indebtedness incurred before 12-17-69	
<b>2</b> Interest on investment indebtedness incurred before 9-11-75, but after 12-16-69	
<b>3</b> Interest on investment indebtedness incurred after 9-10-75	
<b>b</b> Net investment income or (loss)	
<b>c</b> Excess expenses from "net lease property"	
<b>d</b> Net capital gain attributable to investment property	
<b>12</b> Items of tax preference (see instructions):	
<b>a</b> Accelerated depreciation on real property:	
<b>1</b> Low-income rental housing (section 167(k))	
<b>2</b> Other real property that is nonrecovery property or 15-year real property	
<b>b</b> Accelerated depreciation on leased property that is personal property or recovery property other than 15-year real property	
<b>c</b> Amortization on:	
<b>1</b> Certified pollution control facilities	
<b>2</b> Railroad rolling stock	
<b>3</b> On-the-job training facilities	
<b>4</b> Child care facilities	
<b>d</b> Reserve for losses on bad debts of financial institutions	
<b>e</b> Depletion	
<b>f</b> Intangible drilling costs	
<b>g</b> Net capital gain (after tax)	
<b>13</b> Jobs credit	

**Schedule L Balance Sheets**

Assets	Beginning of tax year		End of tax year	
	A	B	C	D
1 Cash . . . . .				
2 Trade notes and accounts receivable . . . . .				
a Less allowances for bad debts . . . . .				
3 Inventories . . . . .				
4 Gov't obligations: a U.S. and instrumentalities . . . . .				
b State, subdivisions thereof, etc. . . . .				
5 Other current assets (attach schedule) . . . . .				
6 Loans to shareholders . . . . .				
7 Mortgage and real estate loans . . . . .				
8 Other investments (attach schedule) . . . . .				
9 Buildings and other 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 Total assets . . . . .				
<b>Liabilities and Shareholders' Equity</b>				
15 Accounts payable . . . . .				
16 Mtges., notes, bonds payable in less than 1 year . . . . .				
17 Other current liabilities (attach schedule) . . . . .				
18 Loans from shareholders . . . . .				
19 Mtges., notes, bonds payable in 1 year 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 previously taxed . . . . .				
26 Less cost of treasury stock . . . . .		( )		( )
27 Total liabilities and shareholders' equity . . . . .				

**Schedule M-1 Reconciliation of Income on Books With Income on Return**

1 Net income on books . . . . .		7 Income recorded on books this year not included in this return (itemize)	
2 Federal income tax . . . . .		a Tax-exempt interest \$.....	
3 Excess of capital losses over capital gains . . . . .		8 Deductions in this tax return not charged against book income this year (itemize)	
4 Income subject to tax not recorded on books this year (itemize) \$.....		a Depreciation . . . . \$.....	
5 Expenses recorded on books this year not deducted in this return (itemize)		b Contributions carryover \$.....	
a Depreciation . . . . \$.....		9 Total of lines 7 and 8 . . . . .	
b Contributions carryover \$.....		10 Income (line 28, page 1)—line 6 less line 9 . . . . .	
6 Total of lines 1 through 5 . . . . .			

**Schedule M-2 Analysis of Unappropriated Retained Earnings on Books (line 24 above)**

1 Balance at beginning of year . . . . .		5 Distributions out of current or accumulated earnings and profits: a Cash . . . . .	
2 Net income on books . . . . .		b Stock . . . . .	
3 Other increases (itemize).....		c Property . . . . .	
		6 Current year's undistributed taxable income or net operating loss (total of lines 8 and 9a, Schedule K) . . . . .	
		7 Other decreases (itemize).....	
		8 Total of lines 5, 6, and 7 . . . . .	
4 Total of lines 1, 2, and 3 . . . . .		9 Balance at end of year (line 4 less line 8) . . . . .	