

# Table of Contents

<b>Case Study</b> .....	<b>1</b>
<b>Plan of Liquidation</b> .....	<b>6</b>
Form 966.....	6
<b>S Corporation’s Tax Consequences</b> .....	<b>8</b>
Sale of assets .....	8
Asset classification .....	8
Tax treatment .....	10
Form 8594 .....	22
Liquidating distributions .....	25
Installment note .....	25
Form 1099-DIV .....	27
Final Form 1120-S .....	28
<b>Shareholder’s tax consequences</b> .....	<b>49</b>
Liabilities assumed by shareholders.....	54
Liquidating distribution of property subject to liability.....	54
Liquidating distributions over several years .....	55
<b>Appendix</b> .....	<b>59</b>
Closing an S corporation checklist.....	59
<b>Index</b> .....	<b>61</b>