

Addendum: Preparing S Corporation Returns

Revision 1

Page 213-214

Added Form 1120-S, Pages 3 and 4 to Appendix C, Completed Forms for Case Study

	120-5	Pets & Company, Inc	21-3456789		14	Page
		B Other Information (see instructions) (continued)			Yes	s No
		the tax year, did the corporation have any non-shareholder debt t				
		nodified so as to reduce the principal amount of the debt?				X
		enter the amount of principal reduction	\$\$			
13 D	uring	the tax year, was a qualified subchapter S subsidiary election ter	minated or revoked? If "Yes," see instruction	ns		X
14a D	id the	corporation make any payments that would require it to file Form	n(s) 1099?			_
b If	"Yes,	did or will the corporation file required Form(s) 1099?	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		X	_
		orporation attaching Form 8996 to certify as a Qualified Opportur				X
If	'Yes,	enter the amount from Form 8996, line 15	S			
16 A	t any	time during the tax year, did the corporation: (a) receive (as a rev	ward, award, or payment for property or ser	vices);		1.00
0	(b) s	ell, exchange, or otherwise dispose of a digital asset (or a financi	al interest in a digital asset)? See instruction	ns		X
Schee	lule	K Shareholders' Pro Rata Share Items			Total amount	
	1	Ordinary business income (loss) (page 1, line 22)		1	141,	,49
	2	Net rental real estate income (loss) (attach Form 8825)		2		
	3a	Other gross rental income (loss)	3a			
	b	Expenses from other rental activities (attach statement)	3b	1		
	c	Other net rental income (loss). Subtract line 3b from line 3a		30		
ŝ	4	Interest income		4	1	,00
Income (Loss)	5	Dividends: a Ordinary dividends		5a		
	2.3	b Qualified dividends	5b			
Ē	6	Royalties	Internet Marcal	6		
<u>n</u>	7	Net short-term capital gain (loss) (attach Schedule D (Form 112	(0-S))	7		
	1.25452	Net long-term capital gain (loss) (attach Schedule D (Form 1120		8a		
	100000	Collectibles (28%) gain (loss)	86			
	1.00	Unrecaptured section 1250 gain (attach statement)	8c	-		
		Net section 1231 gain (loss) (attach Form 4797)		9		
	10	Other income (loss) (see instructions) Type:		10		
_	11	Section 179 deduction (attach Form 4562)		11		
40		Cash charitable contributions	Stmt 3	12a	10	,00
E .	10000	Noncash charitable contributions		12a	10	,
nct		Investment interest expense		120		
Deductions	1.			120 12d		
•	1000	Section 59(e)(2) expenditures Type:		120		
		Other deductions (see instructions) Type:		12e		
	1000	Low-income housing credit (section 42(j)(5))				
		Low-income housing credit (other)		13b		
¥	1.000	Qualified rehabilitation expenditures (rental real estate) (attach F	-orm 3468, if applicable)	13c		
Credits	1000	Other rental real estate credits (see instructions) Type:		13d		
0	1000	Other rental credits (see instructions) Type:		13e		
		Biofuel producer credit (attach Form 6478)		13f		
	g	Other credits (see instructions) Type:		13g		
42	100					
Inter- national	14	Attach Schedule K-2 (Form 1120-S), Shareholders' Pro Rata Si	2019년 1월 1919년 1월 19			
	-	check this box to indicate you are reporting items of international	al tax relevance			0.0
Alternative Minimum Tax (AMT) Items	1.1.1.1	Post-1986 depreciation adjustment		15a	2	,07
	b	Adjusted gain or loss		16b		
	c	Depletion (other than oil and gas)		15c		
Min	d	Oil, gas, and geothermal properties - gross income		15d		
€ B	e	Oil, gas, and geothermal properties - deductions		15e		
	f	Other AMT items (attach statement)		15f		
	16a	Tax-exempt interest income		16a		
ler	b	Other tax-exempt income		16b		
ffec is	c	Nondeductible expenses		16c		,30
Bas	d	Distributions (attach statement if required) (see instructions)		16d		,00
Items Affecting Shareholder Basis		Repayment of loans from shareholders		16e	1910	200000
1 00						

17a Investment income 17a b Investment expenses 17b c 0 Other items and amounts (attach statement) See Statement 4 18 Income (loss) reconciliation. Combine the total amounts on lines 11 through 10. From the result, subtract the sum of the amounts on lines 11 through 12d and 16f 18 Schedule L Balance Sheets per Books Beginnico at screen Assets (a) (b) c (c) 1 Cash 2 18 Inventories 4 U.S. government obligations (c) 5 Tax-exempt securities (state) statement) 11,900 10 Buildings and other depreciation 11,900 10 Buildings and other depreciation (13,920) 11 Lass (attach statement) 10,800 10 Labilities and Shareholders' Equity 11 Contrast payable 11 10,800 10 10,800 11 10,800 11 10,800 11 10,800 12 Labilities and Shareholders' Equity 13 10,800 14 10,800 15 Take and real state loans 16 Determethesi (stath statement)	unt	
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17 Mortgages, notes, bonds payable in less than 1 year 190,000 14 18 Other current liabilities (attach statement) 1 19 Loans from shareholders 1 20 Mortgages, notes, bonds payable in 1 year or more 1		
18 Oter current liabilities (atach statement)		
19 Loans from shareholders	48,000	
20 Mortgages, notes, bonds payable in 1 year or more		
	4,000	
	.03,200	
25 Adjustments to shareholders'	59,620	
equity (attach statement)		
	14.820	

Date of revision: 05-23-25