

UNITED STATES
INDIVIDUAL INCOME AND DEFENSE TAX RETURN

FOR GROSS INCOMES OF MORE THAN \$5,000 FROM SALARIES, WAGES,
DIVIDENDS, INTEREST, ANNUITIES, AND FOR INCOMES FROM
OTHER SOURCES REGARDLESS OF AMOUNTS

For Calendar Year 1940

or fiscal year beginning _____, 1940, and ended _____, 1941

To be filed with the Collector of Internal Revenue for your district not later than the
15th day of the third month following the close of your taxable year

PRINT NAME AND ADDRESS PLAINLY. (See Instruction C)

(Name) (Use given names of both husband and wife, if this is a joint return)

(Street and number, or rural route)

(Post office)

(County)

(State)

(Do not use these spaces)

File
Code

Serial
No.

District

(Cashier's Stamp)

Cash Check - M. O.
First Payment

\$

Item and Instruction No.	INCOME			
1.	Salaries and other compensation for personal services. (From Schedule A)	\$		
2.	Dividends			
3.	Interest on bank deposits, notes, mortgages, etc.			
4.	Interest on corporation bonds			
5.	Taxable interest on Government obligations, etc. (From Schedule B)			
6.	Income (or loss) from partnerships, syndicates, pools, etc. (other than capital gains or losses). (Furnish names and addresses)			
7.	Income from fiduciaries. (Furnish names and addresses)			
8.	Rents and royalties. (From Schedule C)			
9.	Income (or loss) from business or profession. (From Schedule D)			
10.	(a) Net short-term gain from sale or exchange of capital assets. (From Schedule E)			
	(b) Net long-term gain (or loss) from sale or exchange of capital assets. (From Schedule F)			
	(c) Net gain (or loss) from sale or exchange of property other than capital assets. (From Schedule G)			
11.	Other income (including income from annuities). (State nature)			
12.	Total income in items 1 to 11. (Enter nontaxable income in Schedule I)			\$
DEDUCTIONS				
13.	Contributions paid. (Explain in Schedule H)	\$		
14.	Interest. (Explain in Schedule H)			
15.	Taxes. (Explain in Schedule H)			
16.	Losses from fire, storm, shipwreck, or other casualty, or theft. (Explain in Schedule H)			
17.	Bad debts. (Explain in Schedule H)			
18.	Other deductions authorized by law. (Explain in Schedule H)			
19.	Total deductions in items 13 to 18			
20.	Net income (item 12 minus item 19)			\$

COMPUTATION OF TAX

21.	Net income (item 20 above)	\$			28.	Normal tax (4% of item 27)	\$	
22.	Less: Personal exemption. (Explain in Schedule J-1)	\$			29.	Surtax on item 24. (See Instruction 29)		
23.	Credit for dependents. (Explain in Schedule J-2)				30.	Total (item 28 plus item 29)	\$	
24.	Balance (surtax net income)	\$			31.	Total income tax (item 30, or if you had a net long-term capital gain or loss, enter line 16, Schedule F)	\$	
25.	Less: Interest on Government obligations, etc. (See Instruction 25)	\$			32.	LESS: (Income tax paid at source)	\$	
26.	Earned income credit. (From Schedule K-1 or K-2)				33.	income tax paid to a foreign country or U.S. possession. (Attach Form 1116)		
27.	Balance subject to normal tax	\$			34.	Balance of income tax (item 31 minus items 32 and 33)	\$	
					35.	Defense tax (10% of item 31). (See Instruction 35)		
					36.	Total income and defense taxes due (item 34 plus item 35)	\$	

Schedule A.—INCOME RECEIVED FROM OTHERS CONSISTING OF SALARIES, WAGES, FEES, COMMISSIONS, BONUSES, AND OTHER COMPENSATION FOR PERSONAL SERVICES. (See Instruction 1)

Table with 4 columns: 1. Name and address of employer, 2. Amount, 3. Expense (itemize), 4. Amount. Includes a summary row for total amount.

Schedule B.—INTEREST ON GOVERNMENT OBLIGATIONS, ETC. (See Instruction G)

Table with 5 columns: 1. Obligations or securities, 2. Amount owned at end of year, 3. Interest received or accrued, 4. Amount of principal interest exempt, 5. Interest on amount in excess of exemption. Includes rows for various government securities.

Schedule C.—INCOME FROM RENTALS AND ACTIVITIES. (See Instruction 8)

Table with 6 columns: 1. Kind of property, 2. Amount, 3. Depreciation, 4. Repairs, 5. Other expenses, 6. Net profit. Includes a section for explanation of deductions.

Schedule D.—PROFIT (OR LOSS) FROM BUSINESS OR PROFESSION. (See Instruction 9)

Table for business profit/loss with sections for COST OF GOODS SOLD and OTHER BUSINESS DEDUCTIONS. Includes lines for inventory, labor, materials, and various expenses.

If the production, manufacture, purchase and sale of merchandise is an income-producing factor, inventories are required. Enter "C," "C" or "K" on lines 2 and 8 to indicate whether inventories are valued at cost, or cost or market whichever is lower. Explanation of deductions claimed in lines 6, 14, and 17.

Schedule E.—EXPLANATION OF DEDUCTION FOR DEPRECIATION CLAIMED IN SCHEDULES C, F, AND G

Table with 9 columns: 1. Kind of property, 2. Date acquired, 3. Cost or other basis, 4. Assets fully depreciated, 5. Depreciation allowed, 6. Remaining cost, 7. Estimated life used, 8. Estimated remaining life, 9. Depreciation allowable this year.

Schedule F.—GAINS AND LOSSES FROM SALES OR EXCHANGES OF CAPITAL ASSETS. (See Instruction 10)

1. Kind of property (if necessary attach statement of descriptive details not shown below)	2. Date acquired <i>Mo. Day Year</i>	3. Date sold <i>Mo. Day Year</i>	4. Gross sales price (contract price)	5. Cost or other basis	6. Expense of sale and cost of improvements subsequent to acquisition on March 1, 1913	7. Depreciation allowed for allowable since acquisition on March 1, 1913 (explain in Schedule F)	8. Gain or loss (column 4 plus column 7 minus the sum of columns 2 and 6)	9. Gain or loss to be taken into account	
								9. Percentage	10. Amount

SHORT-TERM CAPITAL GAINS AND LOSSES—ASSETS HELD NOT MORE THAN 18 MONTHS

			\$	\$	\$	\$	\$		100	\$
									100	
									100	
									100	
Total net short-term capital gain or loss (enter in line 1, column 3, of summary below)										\$

LONG-TERM CAPITAL GAINS AND LOSSES—ASSETS HELD FOR MORE THAN 18 MONTHS BUT NOT FOR MORE THAN 24 MONTHS

			\$	\$	\$	\$	\$		66 2/3	\$
									66 2/3	
									66 2/3	
									66 2/3	

LONG-TERM CAPITAL GAINS AND LOSSES—ASSETS HELD FOR MORE THAN 24 MONTHS

			\$	\$	\$	\$	\$		50	\$
									50	
									50	
									50	
Total net long-term capital gain or loss (enter in line 2, column 3, of summary below)										\$

SUMMARY OF CAPITAL NET GAINS OR LOSSES

1. Classification	2. Net short-term capital loss of preceding taxable year (not in excess of net income for such year)	3. Net gain or loss to be taken into account from column 3, above		4. Net gain or loss to be taken into account from partnerships and "common trust funds"		5. Total net gain or loss to be taken into account in columns 2, 3, and 4 of this summary	
		Gain	Loss	Gain	Loss	Gain	Loss
1. Total net short-term capital gain or loss (enter as item 10 (a), page 1, amount of gain shown in column 5)	\$	\$	\$	\$	\$	\$	No net loss allowable (see Instruction 10)
2. Total net long-term capital gain or loss (enter as item 10 (b), page 1, amount of gain or loss shown in column 5)	\$	\$	\$	\$	\$	\$	

COMPUTATION OF ALTERNATIVE TAX

Use only (1) if you had a net long-term capital gain, and item 24, page 1, exceeds \$22,000

(2) if you had a net long-term capital loss, and such loss plus item 24, page 1, exceeds \$22,000

1. Net income (item 20, page 1). (See Instruction 10)	\$			10. Normal tax (4% of line 9)	\$	
2. (a) Net long-term capital gain (item 10 (b), page 1)				11. Surtax on line 6. (See Instruction 29)		
(b) Net long-term capital loss (item 10 (b), page 1)				12. Partial tax (line 10 plus line 11)	\$	
3. Ordinary net income (line 1 minus line 2 (a) or line 1 plus line 2 (b)). (See Instruction 10)	\$			13. (a) 30% of net long-term capital gain (30% of line 2 (a))		
4. Less: Personal exemption. (From Schedule J-1)	\$			(b) 30% of net long-term capital loss (30% of line 2 (b))		
5. Credit for dependents. (From Schedule J-2)				14. Alternative tax (line 12 plus line 13 (a) or line 12 minus line 13 (b))	\$	
6. Balance (surtax net income)	\$			15. Total normal tax and surtax (item 30, page 1)	\$	
7. Less: Interest on Government obligations, etc. (See Instruction 25)	\$			16. Tax liability (if a net long-term capital gain, on line 2 (a), enter line 14 or line 15, whichever is the lesser; if a net long-term capital loss, on line 2 (b), enter line 14 or line 15, whichever is the greater). (Enter as item 31, page 1)	\$	
8. Earned income credit. (From Schedule K-1 or K-2). (See Inst. 10)	\$					
9. Balance subject to normal tax	\$					

Schedule G.—GAINS AND LOSSES FROM SALES OR EXCHANGES OF PROPERTY OTHER THAN CAPITAL ASSETS (See Instruction 10)

1. Kind of property	2. Date acquired	3. Gross sales price (contract price)	4. Cost or other basis	5. Expense of sale and cost of improvements subsequent to acquisition or March 1, 1913	6. Depreciation allowed for allowable since acquisition or March 1, 1913 (explain in Schedule I)	7. Gain or loss (column 3 plus column 6 minus the sum of columns 4 and 5)
		\$	\$	\$	\$	\$
Total net gain (or loss) (enter as item 10 (c), page 1)						

State the family, fiduciary, or business relationship to you, if any, of purchaser of any of the items on this page:

If any of such items were acquired by you other than by purchase, explain fully how acquired:

Schedule H.—EXPLANATION OF DEDUCTIONS CLAIMED IN ITEMS 13, 14, 15, 16, 17, AND 18

1. Item No.	2. Explanation	3. Amount	1. Item No. (Continued)	2. Explanation (Continued)	3. Amount (Continued)
		\$			\$

Schedule I.—NONTAXABLE INCOME OTHER THAN INTEREST REPORTED IN SCHEDULE B. (See Instruction G)

1. Source of income	2. Nature of income	3. Amount
		\$

Schedule J.—EXPLANATION OF CREDITS CLAIMED IN ITEMS 22 AND 23. (See Instructions 22 and 23)

(1) Personal Exemption			(2) Credit 1—Dependents			
Status	Number of months during year in each status	Credit claimed	Name of dependent and relationship	Number of months during the year		Credit claim.
				Under 18 years old	Over 18 years old	
Single, or married and not living with husband or wife		\$				\$
Married and living with husband or wife						
Head of family (explain below)						
			Reason for support if 18 years old or over			

Schedule K.—COMPUTATION OF EARNED INCOME CREDIT. (See Instruction 26)

(1) If your net income is \$3,000 or less, use only this part of schedule		(2) If your net income is more than \$3,000, use only this part of schedule	
Net income (item 20, page 1)	\$	Earned net income (not more than \$14,000)	\$
Earned income credit (10% of net income, above)		Net income (item 20, page 1)	
		Earned income credit (10% of earned net income or 10% of net income, above, whichever amount is smaller, but do not enter less than \$300)	

QUESTIONS

- State your principal occupation or profession
- Check whether you are a citizen or resident alien
- Did you file a return for any prior year? If so, what was the latest year? To which Collector's office was it sent?
- Are items of income or deductions of both husband and wife included in this return?
- State (a) Name of husband or wife if a separate return was made
- Check whether this return was prepared on the cash or accrual basis.
- Did you at any time during your taxable year own directly or indirectly any stock of a foreign corporation or a personal holding company as defined by section 501 of the Internal Revenue Code? (Answer "yes" or "no") If answer is "yes," attach statement required by Instruction J.)

AFFIDAVIT. (See Instruction E)

I/we swear (or affirm) that this return (including any accompanying schedules and statements) has been examined by me/us, and to the best of my/our knowledge and belief is a true, correct, and complete return, made in good faith, for the taxable year stated, pursuant to the Internal Revenue Code and the regulations issued under authority thereof.

Subscribed and sworn to by _____
before me this _____ day of _____, 194__

(Signature) (See Instruction E)

(Signature)

(Signature and title of officer administering oath)

A return made by an agent must be accompanied by power of attorney. (See Instruction E.)

(If this is a joint return (not made by agent) it must be signed by both husband and wife. It must be sworn to before a proper officer of the spouse preparing the return. If neither or both prepare the return, it must be sworn to by both spouses.)

AFFIDAVIT. (See Instruction F)

(If this return was prepared for you by some other person, the following affidavit must be executed)

I/we swear (or affirm) that I/we prepared this return for the person or persons named herein and that the return (including any accompanying schedules and statements) is a true, correct, and complete statement of all the information respecting the income tax liability of the person or persons for whom this return has been prepared of which I/we have any knowledge.

Subscribed and sworn to before me this _____ day
of _____, 194__

(Signature of person preparing the return)

(Signature of person preparing the return)

(Signature and title of officer administering oath)

(Name of firm or employer, if any)

