NAME					INCOME		
SALE OF NON-BR FOR RESALE (Inclu	_		_		SALE OF NON- GRAINS & PRO	BREEDING RAISED	LIVESTOCK, NET AMOUNT
Kind	Sold	Sales Price	Purch.	Cost	Feeder Cattle and Calve	es	
					Springing Heifers, Bulls	and Cows (enter below ††)	///////////////////////////////////////
					Lambs and Sheep	,	
					Butcher Hogs and Feed	or Digs	
	Total:				_		
OTHER FARM	INCOME			AMOUNT	Sows and Boars (enter	below ††)	///////////////////////////////////////
Patronage Dividends (k	-		ched stmts.)		Poultry		
Are purchases 100% fo	or farm use? 1	`			GROSS Milk and Dairy F	Products	
•					Eggs		
Agriculture Program Pa	ayments				Wool		
Bring in Forms 1099-G					Soybeans		
Repayment of Prior Ye	ar's ASCS Pay	ments			Corn		
Commodity Credit Loan	ns & Title 1 P	ayments **			Other Grains		
Crop Insurance or Disa	ster Payment	ts — Bring Dotails			Hay and Straw		
•	•				Fruits or Vegetables		
Custom Hire / Machine					Value of Commodity W	age Transferred	
State Gasoline Tax Refu	und Received						
Federal Gasoline Tax R Other	efund from P	rior Year's Retur	า		Note: Grain sales	may be reported to you by the	elevator on 1099-PATR.
Did you defer Disas Have you ever mad How many hours di You need to a loss. Keep Are any of your exp Have any of your do Did you receive \$10	ter income le an electi id you and to be able to to a record of the arecord of the arecord of the arecord of the arecord of the arecord of the arecord of the arecord of the arecord of the arecord of th	e, Crop insuration to report (/or your spou prove that you f your time if you is business nucancelled or full cash (cur mounts during	nce Proce CCC loans a se devote spend over ou are a part ot subject orgiven? (E rency/coin g this tax y	eds or Forced Sas income in the to this operation 500 hours per yest-time farmer. to payback by y Bring in Form 10 from any indivear? If so, file Form 10 to the son t	year received?n during the year? ar on your farming activit ou? 99-C or 1099-A if you r idual at any one time orm 8300 within 15 day	Prior tax year? Yes Yes Yes Full Time Yer in order to deduct Yes Yes Yes Yes Yes	No or# of hours No No
=			=	-	•	der Title 1 of the Food,	
_		ergy Act of 20		unect of counte	er-cyclical payments un	der fille I of the rood,	
	tt S	ALE OF LIFE	STOCK (d	airv. draft. bree	ding) MACHINERY. E	QUIPMENT and LAND	
Kind of Property	1	Date Sold		Sale Price	Sales Expense	Date Acquired	Original Cost (if Purch.)
					·	·	
			_				
_							

2023 FARM INCOME & EXPENSE WORKSHEET

FARM EXPENSES

LAND, BUILDING, BREEDING ANIMAL and EQUIPMENT PURCHASED (please bring in purchase/sales agreements)						
Item purchased (new or used)	Date Purchased	Cost (incl. Sales Tax)	Cash to Boot	Item Traded	Date Acquired	
n/u						
n/u						
n/u						
n/u						
n/u						
n/u						
n/u						
n/u						
n/u						
n/u						
n/u						
n/u						
n/u						
 Include all items purchased for over \$500 that are expected to last for more than one year. Check last year's Depreciation Schedules to see if all items are current. 						

ONE or more vehicle(s) used during most of a normal business day directly in connection with the business of farming may be

	CAR and TRUCK EVEN	NCEC. Drive in m			/-\ -f	/aala
	CAR and TRUCK EXPE	NSES: Bring in pi	urcnase/saies ag	greement(s) for y	ear(s) of purchase,	/saie
	If you take expense on mileage basis, complete lines 1 through 9	VEHICLE 1	VEHICLE 2	VEHICLE 3	VEHICLE 4	VEHICLE 5
1.	Year and Make of Vehicle					
2.	Date Purchased (Month & Date)					
3.	Ending Odometer Reading (Dec. 31)					
4.	Beginning Odo. Reading (Jan. 1)					
5.	Total Miles Driven (Line 3 less Line 4)					
6.	Total Farm Miles in Line 5					
7.	Parking and Tolls					
8.	Interest					
9.	Licenses and Taxes (Not Sales Tax)					
	Continue below if yo	u take actual expense	s. (Must use actual ex	pense if MACRS deprec	iation has been taken)	
10.	Gasoline, Oil, Lube					
11.	Repairs, Wash, Wax, Anti-freeze					
12.	Tires, Batteries, Supplies, etc.					
13.	Insurance					
14.	Lease Payments					
15.	Fair Market Value at Time of Lease					
					1 . 1 . 1 . 1 .	

14. Lease Payments								
15. Fair Market Value at Time of Lease								
reated at 75% business without keeping a log book. The election is made the first year the vehicle is placed in service. Farm mileage for any other vehicles, and for vehicles used more than 75%, must be documented. SUVs & Pickups: List gross vehicle weight from door label in year of purchase								
Grain trucks and semi-trucks over 55,000 lbs gross weight: You must file form 2290 and pay highway use tax.								
Note: The standard mileage rate may be used for leased vehicles, but cannot be switched back to actual if a leased vehicle. QUESTIONS:								
I certify that this form is true and correct (please sign →)								

FARM EXPENSES

CONSERVATION grading, terracing, contour plowing,		SUPPLIES Dairy Supplies, insecticides, litter, rope,		
drainage & irrigation ditches, dams, ponds, windbreaks,		paper, twine, wire, utensils, flashlights, boots,		
removing brush Bring approved plan . Limited to 25% gross		gloves, nails, bolts, brooms, etc.		
farm income.		Cost of supplies on hand on 12/31: \$		
NOV. HIGHWAY FUEL LISED		TAVES		
NON HIGHWAY FUEL USED FOR FEDERAL GAS TAX CREDIT		TAXES Real estate taxes total Bring in Property Tax Stmts.		
FOR FEDERAL GAS TAX CREDIT		bring in Property Tax Strits.		
(Please bring in receipts)		Bring in Property taxes total		
# of Gallons-Gas/Gasohol (if you paid excise tax)		Personal property/ highway use tax		
Aviation Gasoline or Fuel	gallons	Employer's share payroll tax		
Aviation Gasoline of Fuel	gallons	Employer's snare payroli tax		
FEED PURCHASED Hay, grain, salt, silage, ground feed,	Barreris	UTILITIES		
concentrates, minerals, etc		Electricity (total for a year)		
GASOLINE, FUEL & OIL TOTAL EXPENSE For farm use;		Less personal use		
grease, lube, oil, propane & other.	\$			
Include corn dryer heat. Do not include car/truck.		TELEPHONE		
*RENT or LEASE machinery & equipment only (do not include car/truck)		TELEPHONE (Monthly Base Charge is not deductible)		
Farm, farmland, pasture, animals, other		2 nd line/options (or cellular)		
Tarm, farmana, pastare, animais, other		2 mile/options (or centural)		
STORAGE & WAREHOUSE		Long distance farm calls		
CHEMICALS		VETERINARY, BREEDING & MEDICINE		
		-		
*LAND CLEARING Clearing off trees, stumps, brush, rocks,		PERSONAL CONSUMPTION		
tec., to make land tillable for first-time farm use. Not		Milk (number of gallons consumed) Animals butchered: (R)aised or (P)urchased		
currently deductible (will add to cost of your land). NOTE: Enter upkeep of previously farmed land in Repairs &		(list live weight)		
Maintenance.		(list live weight)		
*CUSTOM HIRE/MACHINE WORK Bailing, combining, corn				
picking, corn drying, silo filling, feed grinding, spraying, seed		Eggs & chickens (if feed is listen in farm exp.)		
cleaning, etc.				
INCLIDANCE (Decret in almala as a /amala /a salah)		OTHER		
INSURANCE (Do not include car/truck/health) Fire & Wind		Accounting & attorney fees/farm business		
Less for house		Advertising		
Hail & crop insurance		Bank charges/deposit box (farm business)		
E 1110				
Farm Liability		Bovine tuberculosis channel		
LABOR HIRED For farm work		Capital retains		
Commodity wage		CCC deduction		
Continiounty wage		CCC deduction		
Wages to Spouse		D.H.I.A		
W - 1 Clill 10				
Wages to Children under 18		Education (farm related)		
(-W-2's and payroll taxes may be required)		Employee benefit programs (health ins., etc.)		
FERTILIZERS & LIME		Farm organization dues and publications		
*FREIGHT & TRUCKING		Home office – see Tax Deduction Finder		
INTEREST: MORTGAGE – FARM		Number of meals served to hired help or, cost of		
LAND & BUILDINGS ONLY		groceries for hired help		
Paid to financial institution (bring Form 1098)		Office supplies/postage (farm business)		
· -				
*Paid to individual		Pension & profit-sharing plans/maintenance fee		
OTHER INTEREST: Farm obligations		Trailer licenses		
(Do not include car/truck)		Farm travel (overnight lodging)		
		Number of nights away from home		
		Repayment of shared appreciation agreement		
*REPAIRS & MAINTENANCE On equipment, farm buildings,		Deductions from gross elevator sales 1099-PATR		
fences, and machinery. Also include small tools, paint, etc.		Peranctions month Rings elevation 29162 TO22-LVIV		
(Do not include car/truck)				
SEEDS & PLANTS Corn, grain, grass, alfalfa, soybeans,				
specialty plants, etc. [List trees and vines in Major Purchase		*IF OVER \$600.00 to an individual, LLC or Partnership list Name,		
section.]		Address, & Social Security Number or Federal ID # on Page 4.		
L				

1099 INFORMATION

- Amounts of \$600 or more paid to individuals (not corporations) for rent, interest or services rendered in the course of your business require 1099 Information Statements.
- Failure to file 1099 Information Statements with the IRS and recipient by January 31 can cause penalties to be assigned. These penalties have been increased substantially 1099's also need to be mailed to the IRS by January 31.
- You are required to withhold tax on the payment in recipient does not furnish you with their identification number. (Use form W-9 to obtain their SSN before you pay them.)

NAME	ADDRESS	IDENTIFICATION #	AMOUNT	PURPOSE OF PAYMENT

FARM MANAGEMENT: YEAR END TAX PLANNING

1. Goal: Maintain Income at Targeted Level from Year to Year

- a. Wide fluctuations can prevent you from taking advantage of personal exemptions and deductions in years of low income.
- b. Level amounts of income will maximize Social Security benefits at retirement for Social Security Disability benefits.
- c. Income averaging is available for farmers. New clients bring in 3 previous tax returns.

Prepare for Year End

- a. Bring current year's books up to date.
 - list income items already received.
 - record expenses paid.
 - check last year's farm expense worksheet so you don't forget any times.
- - look at last year's depreciation to see if items are current.
 - list purchases on Page 2 to see what is available for first-year expensing.
 - over \$2,500 and expected to last more than one year.

Analyze Your Tax Situation

- a. Discuss tax consequences of casualty losses, debt forgiveness, and refinancing.
- b. Decide if you need to increase or decrease net income.
- Investigate Earned Income Credit, Retirement Savings Credit, Health Savings Account, IRAs, and other retirement plans. If over 70^{1/2}, you may donate your required minimum distribution directly to charity.

Increase Net income

- a. Sell crops, cull animals, report CCC loans as income, redeem savings bonds, convert IRAs.
- b. Delay paying expenses until January 2nd; make arrangements with creditors.
- c. Capitalize breeding fees, repairs, chemicals and cost sharing programs.

Decrease Net Income

- a. Delay sales of crops and animals when you can.
- b. Sell on a deferred payment contract; must be signed and dated:
 - i. Delivering product or crop to the elevator locks in market price.
 - ii. You cannot have access to the money this year
- c. Take out a CCC loan on stored crops. This allows you to have spendable (but not taxable) cash to use to prepay expenses, if you elect, or have previously elected, to exclude the loan as income for the current year.
- d. Pay up all existing bills at yearend.
- Consider a separate entity (corporation) for farm operation. Use lease agreements.

- Prepay next year's operating expenses such as feed, fertilizer, chemicals, and seed. There are limitations on prepaid expenses you should discuss with your tax advisor. However, if you have a good economic purpose, the prepayment rules do not apply. Good economic purpose includes assuring a feed supply and fixing the price to avoid a price increase.
- Major Equipment purchases: you can choose to expense up to a certain amount of current year purchases. Maximize depreciation by purchasing straight tout rather than trading in.
- h. You may be eligible for the health insurance credit on form 8941 based on employee health care coverage if it is a plan through the health care exchange.
- Fill up the gas tanks and pay the bill.
- Pay children under 18 a cash wage. It has to be reasonable for the work performed. A dependent child can earn up to \$6,300 in wages and pay no tax on them. File W-2s, 943s, etc. Keep payroll records of hours worked and duties and pay regularly.
- Cash method farmers may elect to include crop insurance and disaster payments in the tax year following the crop loss if sale of the crop would normally have been made in the later year.

6. Wages Paid to Spouses

- Be sure the taxpayer and spouse have a bona fide employer-employee relationship and farm services are actually rendered. Compensations should be reflective of services performed and paid regularly.
- Wages are subject to FICA tax and W-2s, 943s, etc. must be filled.
- A carefully constructed employer-employee relationship will enable deductible Sec. 105 and 106 health plans to be formed. They must be maintained throughout the year.

7. Wages Paid in Kind (commodity Wages)

In general, commodity wages paid to agricultural labor are not subject to FICA and FUTA as long as the payment is not paid in a form that is readily converted to cash. Be careful in this area. File W-2, 943, and state quarterlies.

8. Gifts Paid in Kind (Commodity Gifts)

Gifting commodities to your children or to a charity will eliminate the commodity from your income and self-employment tax. The commodity needs to be a crop or animal raised in the prior year. If the gift is over \$14,000, a gift tax return will need to be filed. Gifting of a commodity to a charity is an excellent tax planning tool if you do not itemize your deductions.

9. Rent Paid to Spouse as Lessor

Rent paid by one spouse to another is generally deductible if there is a true landlord-tenant relationship. CAUTION: Treatment must be consistent and carefully constructed. Any participation in farm activity by spouse makes rent subject to SE Tax.

- You are liable for the Federal 28% tax if you were required to withhold it and did not withhold it.