Depreciation						
Asset	*Date Purchased*	*Cost*	*Date Placed in Service*	*Date Sold or Taken Out of Service*	*Selling Price*	*Trade-In?*

If this is your first year with our firm, please provide a depreciation schedule for all property placed in service in prior years.

Prepaid Farm Supplies

Prepaid farm supplies include feed, seed, fertilizer, and similar farm supplies that are not used or consumed as of the end of the tax year. A deduction for prepaid farm supplies may be limited to 50% of the total other deductible farm expenses for the year.

Real Estate Taxes on Farm Land

Taxes on the portion of the farm used as the taxpayer's personal residence should be deducted as itemized deductions rather than as business deductions.

Soil and Water Conservation Expenses

A farmer can choose to deduct certain expenses for soil or water conservation or for the prevention of erosion of land used in farming. Otherwise, these expenses are capital expenses added to the basis of the land. The deduction is limited to 25% of gross income from farming. Excess amounts are carried forward.

Contact Us

There are many events that occur during the year that can affect your tax situation. Preparation of your tax return involves summarizing transactions and events that occurred during the prior year. In most situations, treatment is firmly established at the time the transaction occurs. However, negative tax effects can be avoided by proper planning. Please contact us in advance if you have questions about the tax effects of a transaction or event, including the following:

- Pension or IRA distributions.
- Significant change in income or deductions.
- Job change.
- Marriage.
- Attainment of age 59½ or 70½.
- Sale or purchase of a business.
- Sale or purchase of a residence or other real estate.
- Retirement.
- Notice from IRS or other revenue department.
- Divorce or separation.
- Self-employment.
- Charitable contributions of property in excess of $5,000.

This brochure contains general information for taxpayers and should not be relied upon as the only source of authority. Taxpayers should seek professional tax advice for more information.

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2015

Farm Expenses Worksheet

Farm Expenses Worksheet

Date	*Check Number*	*Paid To*	*Chemicals*	*Conservation Expenses*	*Custom Hire (Machine Work)*	*Employee Benefit Programs*	*Feed Expenses*	*Fertilizers and Lime*	*Freight and Trucking*	*Gasoline, Fuel, and Oil*	*Insurance (other than health)*	*Mortgage Interest*	*Other Interest*	*Labor*
		Totals												

Date	*Check Number*	*Paid To*	*Pension and Profit-Sharing Plans*	*Rent or Lease (Vehicles, Machinery)*	*Rent or Lease (Other)*	*Repairs and Maintenance*	*Seeds and Plants*	*Storage and Warehousing*	*Supplies*	*Taxes*	*Utilities*	*Veterinary, Breeding, and Medicine*	*Other:*	*Other:*
		Totals												