

1993

California S Corporation Franchise or Income Tax Return

100S

For income year beginning MONTH DAY YEAR 1993, and ending MONTH DAY YEAR

Affix Preaddressed Label

California corporation number Federal employer identification number

Corporation name

Address

City State ZIP code

Questions See instructions.

A Final return? Dissolved Surrendered (withdrawn) Merged/Reorganized IRC Section 338 sale

B Did this S corporation determine its income pursuant to a water's-edge election? Yes No

If yes, attach Form 100-WE and Form 100-FEE and indicate the date the contract begins ends

C Does this S corporation and its related entities have either: 1) property, payroll or sales in foreign countries that exceeds \$10,000,000; or 2) total assets everywhere that exceed \$250,000,000? Yes No

D Did this S corporation have a change in control or ownership, or acquire ownership or control of any other legal entity this year? (Do not leave blank) Yes No

E Principal business activity code. (Do not leave blank):

F Is this corporation claiming enterprise zone, program area or Los Angeles Revitalization Zone (LARZ) tax benefits? Yes No

G Check here if claiming technological property contribution tax benefits:

H Date incorporated: Where?

Questions continue on Side 2

Table with 15 rows for State Adjustments. Columns include description, amount, and tax status. Rows include Ordinary income (loss), Foreign or domestic tax, Interest on government obligations, Net capital gain, Depreciation and amortization adjustments, Portfolio income, Other additions, Total, Deductible dividends, Water's-edge dividend deduction, Contributions, Net interest deduction, Other deductions, Total, and Net income (loss) after state adjustments.

If all income is derived from California sources, transfer the amount from line 15 to line 16. If income is derived from sources both within and outside of California, complete Schedule R and transfer the amount from Schedule R, line 24, to line 16 below.

Table with 16 rows for California Net-Income and Taxes. Columns include description, amount, and tax status. Rows include Net income (loss) for state purposes, R&TC Section 23802(e) deduction, Net operating loss carryover deduction, Disaster loss carryover deduction, Net income for tax purposes, Tax, Tax credits, Balance, Tax from Schedule D, Excess net passive income tax, Total tax, Overpayment from prior year, 1993 estimated tax payments, Amount paid with extension of time to file return, Dissolving/Withdrawing, Tax due, Overpayment, Amount of line 29 to be credited to 1994 estimated tax, Amount of line 29 to be refunded, Penalties and interest, and Total amount due.

**Schedule F Computation of Trade or Business Income** See General Information H.

Income	1 a) Gross receipts or sales _____ b) Less returns and allowances _____ Balance ▶	1c	
	2 Cost of goods sold . . . . .	2	
	3 Gross profit. Subtract line 2 from line 1c . . . . .	3	
	4 Net gain (loss) . . . . .	4	
	5 Other income (loss). Attach schedule . . . . .	5	
	6 Total income (loss). Combine lines 3 through 5 . . . . .	6	
Deductions	7 Compensation of officers. Attach schedule. See instructions . . . . .	7	
	8 Salaries and wages . . . . .	8	
	9 Repairs . . . . .	9	
	10 Bad debts . . . . .	10	
	11 Rents . . . . .	11	
	12 Taxes . . . . .	12	
	13 Interest . . . . .	13	
	14 a) Depreciation _____ b) Less depreciation reported elsewhere on return _____ Balance ▶	14	
	15 Depletion . . . . .	15	
	16 Advertising . . . . .	16	
	17 Pension, profit-sharing, etc. plans . . . . .	17	
	18 Employee benefit programs . . . . .	18	
	19 Other deductions. Attach schedule . . . . .	19	
	20 Total deductions. Add lines 7 through 19 . . . . . ▶	20	
	21 Ordinary income (loss) from trade or business activities. Subtract line 20 from line 6. Enter here and on Side 1, line 1. . . . .	21	

**Schedule V Cost of Goods Sold** Method of inventory valuation ▶

1 Inventory at beginning of year . . . . .		5 Other costs. Attach schedule . . . . .	
2 Purchases . . . . .		6 Total. Add lines 1 through 5 . . . . .	
3 Cost of labor . . . . .		7 Inventory at end of year . . . . .	
4 Other IRC Sec. 263A costs. Attach schedule . . . . .		8 Cost of goods sold. Line 7 minus line 6. . . . .	

Was there any substantial change in the manner of determining quantities, costs or valuations between opening and closing inventory? . . .  Yes  No  
 If "Yes," attach an explanation. Enter California seller's permit number, if any ▶ \_\_\_\_\_  
 Check if the LIFO inventory method was adopted this income year for any goods. If checked, attach federal Form 970 . . . . .   
 If the LIFO inventory method was used for this income year, enter the percentage (or amounts) of closing inventory computed under LIFO \_\_\_\_\_  
 Do the rules of IRC Section 263A (with respect to property produced or acquired for resale) apply to the corporation? . . . . .  Yes  No

**Schedule J Add-On Taxes or Recapture of Tax Credits.** See instructions.

1 LIFO recapture due to S corporation election (IRC Sec. 1363(d) deferral — \$_____).	1	
2 Interest computed under the look-back method for completed long-term contracts (Attach FTB 3834) . . . . .	2	
3 Interest on tax attributable to installment:	3	
a) Sales of certain timeshares and residential lots . . . . .	3a	
b) Method for nondealer installment obligations . . . . .	3b	
4 Credit recapture name: _____	4	
5 Combine lines 1 through 4. Revise the amount on Side 1, line 28 or line 29, whichever applies, by this amount. Write "Schedule J" to the left of line 28 or line 29. . . . .	5	

**Questions** (continued from Side 1)

**I** First Return? Check appropriate box(es).  
 New business or successor to previously existing business operated as a:  
 sole proprietorship  partnership  joint venture  corporation  other

**J** Date business began in California or date income was first derived from California sources: \_\_\_\_\_

**K** Has the IRS redetermined the corporation income tax liability for any prior year(s) which has not previously been reported to California? . . . . .  Yes  No  
 If yes furnish a copy of the Revenue Agent's Report under separate cover.

**L** Effective date of federal S election: \_\_\_\_\_  
**M** Effective date of California S election: \_\_\_\_\_  
**N** Accounting method used: \_\_\_\_\_  
**O** Location of principal accounting records: \_\_\_\_\_  
**P** "Doing business as" name: \_\_\_\_\_  
**Q** Have all required information returns (e.g. federal Form 1099 series) been filed with the Franchise Tax Board? . . . . .  N/A  Yes  No  
**R** S corporation is:  Apportioning U.S. income to California  
 Apportioning worldwide income to California  Not apportioning income

**Please Sign Here**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct and complete. Declaration of preparer (other than the taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer ▶ \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_ Telephone (\_\_\_\_) \_\_\_\_\_

**Paid Preparer's Use Only**

Preparer's signature ▶ \_\_\_\_\_ Date \_\_\_\_\_ Check if self-employed  Preparer's SSN/FEIN \_\_\_\_\_  
 Firm's name (or yours, if self-employed) and address ▶ \_\_\_\_\_ FEIN ▶ \_\_\_\_\_ Telephone ▶ (\_\_\_\_) \_\_\_\_\_

**Schedule K S Corporation Shareholders' Shares of Income, Deductions, Credits, etc.**

	(a) Pro rata share items	(b) Amount from federal Schedule K (1120S)	(c) California adjustment	(d) California amount Combine (b) and (c)
<b>Income (Loss)</b>	1 Ordinary income (loss) from trade or business activities . . . . .			
	2 Net income (loss) from rental real estate activities . . . . .			
	3 a Gross income from other rental activities. . . . .			
	b Expenses from other rental activities. Attach schedule . . . . .			
	c Net income (loss) from other rental activities. Subtract line 3b from line 3a			
	4 Portfolio income (loss):			
	a Interest . . . . .			
	b Dividends . . . . .			
	c Royalties . . . . .			
	d Net short-term capital gain (loss). Attach Schedule D (100S) . . . . .			
e Net long-term capital gain (loss). Attach Schedule D (100S) . . . . .				
f Other portfolio income (loss). Attach schedule . . . . .				
5 Net gain (loss) under IRC Section 1231 (other than due to casualty or theft) .				
6 Other income (loss). Attach schedule . . . . .				
<b>Deductions</b>	7 Charitable contributions . . . . .			
	8 Expense deduction for recovery property (R&TC Sections 17252.5 and 17265 and IRC Section 179). Attach Schedule B (100S) . . . . .			
	9 Deductions related to portfolio income (loss). Attach schedule . . . . .			
	10 Other deductions. Attach schedule . . . . .			
<b>Investment Interest</b>	11 a Interest expense on investment debts . . . . .			
	b (1) Investment income included on lines 4a through 4f above . . . . . (2) Investment expenses included on line 9 above. . . . .			
<b>Tax Credits</b>	12 a Low-income housing credit. See instructions. Attach schedule . . . . .			
	b Credits related to rental real estate activities other than on line 12(a). Attach schedule . . . . .			
	c Credits related to other rental activities. See instructions. Attach schedule .			
	13 Other credits. Attach schedule . . . . .			
<b>Adjustments and Tax Preference Items</b>	14 a Depreciation adjustment on property placed in service after 12/31/86. . . . .			
	b Adjusted gain or loss . . . . .			
	c Depletion (other than oil and gas) . . . . .			
	d (1) Gross income from oil, gas and geothermal properties . . . . . (2) Deductions allocable to oil, gas and geothermal properties . . . . .			
	e Other adjustments and tax preference items. Attach schedule . . . . .			
<b>Other State Taxes</b>	15 a Type of income ► _____			
	b Name of state ► _____			
	c Total gross income from sources outside California. Attach schedule . . . .			
	d Total applicable deductions and losses. Attach schedule . . . . .			
	e Total other state taxes. Check one: ► <input type="checkbox"/> Paid <input type="checkbox"/> Accrued. . . . .			
<b>Other Items</b>	16 a Total expenditures to which an IRC Section 59(e) election may apply . . . .			
	b Type of expenditures ► _____			
	17 Tax-exempt interest income. . . . .			
	18 Other tax-exempt income . . . . .			
	19 Nondeductible expenses . . . . .			
	20 Total property distributions (including cash) other than dividend distributions reported on line 22 below . . . . .			
	21 Other items and amounts not included in lines 1 through 20 above that are required to be reported separately to shareholders. Attach schedule . . . . .			
	22 Total dividend distributions paid from accumulated earnings and profits . . . .			
23 Income (loss) (required only if Schedule M-1 must be completed). Combine lines 1, 2 and 3c through 6. From the result, subtract the sum of lines 7 through 11a and 16a . . . . .				

Schedule L Balance Sheets	Beginning of income year		End of income year	
	(a)	(b)	(c)	(d)
<b>Assets</b>				
1 Cash				
2 a Trade notes and accounts receivable				
b Less allowance for bad debts	( )		( )	
3 Inventories				
4 Federal and state government obligations				
5 Other current assets. Attach schedule(s)				
6 Loans to shareholders				
7 Mortgage and real estate loans				
8 Other investments. Attach schedule				
9 a Buildings and other fixed depreciable assets				
b Less accumulated depreciation	( )		( )	
10 a Depletable assets				
b Less accumulated depletion	( )		( )	
11 Land (net of any amortization)				
12 a Intangible assets (amortizable only)				
b Less accumulated amortization	( )		( )	
13 Other assets. Attach schedule				
14 <b>Total assets</b>				
<b>Liabilities and shareholders' equity</b>				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities. Attach schedule(s)				
18 Loans from shareholders				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities. Attach schedule(s)				
21 Capital stock				
22 Paid-in or capital surplus				
23 Retained earnings				
24 Less cost of treasury stock		( )		( )
25 <b>Total liabilities and shareholders' equity</b>				

**Schedule M - 1 Reconciliation of income (loss) per books with income (loss) per return** Do not complete this schedule if the amount on Schedule L, line 14, column (d), is less than \$25,000.

1 Net income per books		5 Income recorded on books this year not included on Schedule K, lines 1 through 6 (itemize)	
2 Income included on Schedule K, lines 1 through 6, not recorded on books this year (itemize)		a Tax-exempt interest \$	
3 Expenses recorded on books this year not included on Schedule K, lines 1 through 11a and line 16a (itemize)		6 Deductions included on Sch. K lines 1 through 11a and line 16a, not charged against book income this year (itemize)	
a Depreciation . . . . \$		a Depreciation . . . . \$	
b State taxes . . . . \$		b State tax refunds . . \$	
c Travel and entertainment \$			
4 Total. Add lines 1 through 3		7 Total. Add line 5 and line 6	
		8 Income (loss) (Sch. K, line 23, col. d). Line 4 less line 7	

**Schedule M - 2 California accumulated adjustments account, other adjustments account, and other retained earnings** See instructions.

Important: Use California figures and federal procedures.	(a) Accumulated adjustments account	(b) Other adjustments account	(c) Other retained earnings (see instructions)
1 Balance at beginning of year			
2 Ordinary income from Form 100S, Side 1, line 1			
3 Other additions			
4 Loss from Form 100S, Side 1, line 1	( )		
5 Other reductions	( )	( )	
6 Combine lines 1 through 5			
7 Distributions other than dividend distributions			
8 Balance at end of year. Subtract line 7 from line 6			
9 Retained earnings at end of year. Add line 8, columns (a) through (c)			

If the corporation has C corporation E&P at the end of the income year, check the box and enter the amount. See instructions.