

SCHEDULE C
(Form 1040)

Profit or Loss From Business
(Sole Proprietorship)

OMB No. 1545-0074

2005

Attachment
Sequence No. **09**

Department of the Treasury
Internal Revenue Service (99)

▶ **Partnerships, joint ventures, etc., must file Form 1065 or 1065-B.**
▶ **Attach to Form 1040 or 1041.** ▶ **See Instructions for Schedule C (Form 1040).**

<p>Name of proprietor _____</p>	<p>Social security number (SSN) _____</p>
<p>A Principal business or profession, including product or service (see instructions) _____</p>	<p>B Enter code from instructions _____</p>
<p>C Business name. If no separate business name, leave blank. _____</p>	<p>D Employer ID number (EIN), if any _____</p>
<p>E Business address (including suite or room no.) _____ City, town or post office, state, and ZIP code _____</p>	
<p>F Accounting method: (1) <input type="checkbox"/> Cash (2) <input type="checkbox"/> Accrual (3) <input type="checkbox"/> Other (specify) _____</p>	
<p>G Did you 'materially participate' in the operation of this business during 2005? If 'No,' see instructions for limit on losses. ... <input type="checkbox"/> Yes <input type="checkbox"/> No</p>	
<p>H If you started or acquired this business during 2005, check here _____</p>	

Part I Income	
1 Gross receipts or sales. Caution. If this income was reported to you on Form W-2 and the 'Statutory employee' box on that form was checked, see the instructions and check here _____ ▶ <input type="checkbox"/>	1
2 Returns and allowances _____	2
3 Subtract line 2 from line 1 _____	3
4 Cost of goods sold (from line 42 on page 2) _____	4
5 Gross profit. Subtract line 4 from line 3 _____	5
6 Other income, including Federal and state gasoline or fuel tax credit or refund _____	6
7 Gross income. Add lines 5 and 6 _____ ▶	7

Part II Expenses. Enter expenses for business use of your home only on line 30.			
8 Advertising _____	8	18 Office expense _____	18
9 Car and truck expenses (see instructions) _____	9	19 Pension and profit-sharing plans _____	19
10 Commissions and fees _____	10	20 Rent or lease (see instructions):	
11 Contract labor (see instructions) _____	11	a Vehicles, machinery, and equipment _____	20a
12 Depletion _____	12	b Other business property _____	20b
13 Depreciation and section 179 expense deduction (not included in Part III) (see instructions) _____	13	21 Repairs and maintenance _____	21
14 Employee benefit programs (other than on line 19) _____	14	22 Supplies (not included in Part III) _____	22
15 Insurance (other than health) _____	15	23 Taxes and licenses _____	23
16 Interest:		24 Travel, meals, and entertainment:	
a Mortgage (paid to banks, etc.) _____	16a	a Travel _____	24a
b Other _____	16b	b Deductible meals and entertainment _____	24b
17 Legal & professional services _____	17	25 Utilities _____	25
28 Total expenses before expenses for business use of home. Add lines 8 through 27 in columns _____ ▶	28	26 Wages (less employment credits) _____	26
29 Tentative profit (loss). Subtract line 28 from line 7 _____	29	27 Other expenses (from line 48 on page 2) _____	27
30 Expenses for business use of your home. Attach Form 8829 _____	30		
31 Net profit or (loss). Subtract line 30 from line 29.	31		
<ul style="list-style-type: none"> • If a profit, enter on Form 1040, line 12, and also on Schedule SE, line 2 (statutory employees, see instructions). Estates and trusts, enter on Form 1041, line 3. • If a loss, you must go to line 32. 			
32 If you have a loss, check the box that describes your investment in this activity (see instructions).			
<ul style="list-style-type: none"> • If you checked 32a, enter the loss on Form 1040, line 12, and also on Schedule SE, line 2 (statutory employees, see instructions). Estates and trusts, enter on Form 1041, line 3. 			
<ul style="list-style-type: none"> • If you checked 32b, you must attach Form 6198. Your loss may be limited. 			
		32 a <input type="checkbox"/> All investment is at risk.	
		32 b <input type="checkbox"/> Some investment is not at risk.	

BAA For Paperwork Reduction Act Notice, see Form 1040 instructions.

Schedule C (Form 1040) 2005

SCHEDULE C-EZ
(Form 1040)

Department of the Treasury
Internal Revenue Service

Name of proprietor

Net Profit From Business
(Sole Proprietorship)

► **Partnerships, joint ventures, etc, must file Form 1065 or 1065-B.**
► **Attach to Form 1040 or 1041. ► See instructions.**

OMB No. 1545-0074

2005

Attachment
Sequence No. **09A**

Social security number (SSN)

Part I **General Information**

**You May Use
Schedule C-EZ
Instead of
Schedule C
Only If You:**

- Had business expenses of \$5,000 or less.
- Use the cash method of accounting.
- Did not have an inventory at any time during the year.
- Did not have a net loss from your business.
- Had only one business as either a sole proprietor or statutory employee.

And You:

- Had no employees during the year.
- Are not required to file **Form 4562**, Depreciation and Amortization, for this business. See the instructions for Schedule C, line 13, to find out if you must file.
- Do not deduct expenses for business use of your home.
- Do not have prior year unallowed passive activity losses from this business.

A Principal business or profession, including product or service	B Enter code from instructions ►
C Business name. If no separate business name, leave blank.	D Employer ID number (EIN), if any
E Business address (including suite or room number). Address not required if same as on Form 1040, page 1. City, town or post office, state, and ZIP code	

Part II **Figure Your Net Profit**

1 Gross receipts. Caution. If this income was reported to you on Form W-2 and the 'Statutory employee' box on that form was checked, see Statutory Employees in the instructions for Schedule C, line 1, and check here <input type="checkbox"/>	1	
2 Total expenses (see instructions). If more than \$5,000, you must use Schedule C	2	
3 Net profit. Subtract line 2 from line 1. If less than zero, you must use Schedule C. Enter on Form 1040, line 12 , and also on Schedule SE, line 2 . (Statutory employees do not report this amount on Schedule SE, line 2. Estates and trusts, enter on Form 1041, line 3.)	3	

Part III **Information on Your Vehicle.** Complete this part **only** if you are claiming car or truck expenses on line 2.

4 When did you place your vehicle in service for business purposes? (month, day, year) ► _____ .

5 Of the total number of miles you drove your vehicle during 2005, enter the number of miles you used your vehicle for:

a Business _____
 b Commuting (see instructions) _____
 c Other _____

6 Do you (or your spouse) have another vehicle available for personal use? **Yes** **No**

7 Was your vehicle available for personal use during off-duty hours? **Yes** **No**

8a Do you have evidence to support your deduction? **Yes** **No**

b If 'Yes,' is the evidence written? **Yes** **No**

BAA For Paperwork Reduction Act Notice, see instructions.

Schedule **C-EZ** (Form 1040) 2005