



Instructions for REV-1504 Schedule C

Closely-Held Corporation, Partnership or Sole-Proprietorship

GENERAL INFORMATION

PURPOSE OF SCHEDULE

Use Rev-1504 Schedule C to report all business interests, including a sole-proprietorship held by the decedent.

FORM INSTRUCTIONS

ESTATE OF

Enter the complete name of the estate as shown on the REV-1500, Pennsylvania Inheritance Tax Return.

FILE NUMBER

Enter the file number of the estate assigned by the Register of Wills as shown on the REV-1500, Pennsylvania Inheritance Tax Return.

GENERAL INSTRUCTIONS

DESCRIPTION

Report a general description and the value at date of death of the business interest.

 **Note.** You must submit the appropriate supplemental schedule (REV-1505, Schedule C-1 or REV-1506, Schedule C-2) and all information relative to establishing the true value of the decedent's interest.

The verification data which must be submitted for closely-held corporate stock interests include:

1. Detailed calculations used in the valuation of the decedent's stock.

2. List of principal stockholders at the date of death, number of shares held and their relationship to the decedent.
3. List of officers, their salaries, bonuses and any other benefits received from the corporation.
4. Statement of dividends paid each year. List those declared and unpaid.
5. If the corporation owned real estate, submit a list showing the complete address(es) and estimated fair market value(s). If real estate appraisals have been secured, attach copies.
6. Complete copies of financial statements or Federal Corporate Income Tax returns (Form 1120) for the year of death and four preceding years.
7. Any other information relating to the valuation of the decedent's stock.

The verification data which must be submitted for partnership interests includes:

1. Detailed calculations used in the valuation of the decedent's partnership interest.
2. Partnership information.
3. If the partnership owned real estate, submit a list showing the complete address(es) and estimated fair market value(s). If real estate appraisals have been secured, attach copies.
4. Complete copies of financial statements or Federal Partnership Income Tax returns (Form 1065) for the year of death and four preceding years.
5. Any other information relating to the valuation of the decedent's partnership

interest. Complete a separate report for each interest in a closely-held corporation and/or partnership held by a decedent.

For sole-proprietorships, a supplemental schedule is not necessary. However, the estate must submit the following information with the return:

1. Detailed calculations used in the valuation of the decedent's proprietorship interest.
2. Real property owned by the decedent and used by the proprietorship must be reported on REV-1502, Schedule A. Identify such real property as used in the proprietorship.
3. A breakdown of liquidation distributions, if the proprietorship was dissolved or liquidated after the decedent's death.
4. Complete copies of financial statements or copies of the decedent's Federal Income Tax returns, including REV-1504, Schedule C and supporting schedules, for the year of death and four preceding years. If financial statements are unavailable, include a balance sheet as of the date of death.

TOTAL

Total all items in the Value at Date of Death column and enter here. Enter this value on Line 3, Page 2 of the REV-1500.

 **Caution.** All jointly owned business interests with the right of survivorship must be reported on REV-1509, Schedule F.