

Attention:

This form is provided for informational purposes and should not be reproduced on personal computer printers by individual taxpayers for filing. The printed version of this form is designed as a "machine readable" form. As such, it must be printed using special paper, special inks, and within precise specifications.

Additional information about the printing of these specialized tax forms can be found in IRS Publications 1141, 1167, 1179, and other IRS resources.

The printed version of the form may be obtained by calling 1-800-TAX-FORM (1-800-829-3676). Be sure to order using the IRS form or publication number.

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VOID

CORRECTED

CREDITOR'S name, street address, city, state, and ZIP code			OMB No. 1545-1424
			2004
		Form 1099-C	

Cancellation of Debt

CREDITOR'S Federal identification number	DEBTOR'S identification number	1 Date canceled	2 Amount of debt canceled \$
DEBTOR'S name		3 Interest if included in box 2 \$	4
Street address (including apt. no.)		5 Debt description	
City, state, and ZIP code			
Account number (optional)			
		6 Check for bankruptcy <input type="checkbox"/>	7 Fair market value of property \$

Copy A
For Internal Revenue Service Center
File with Form 1096.
 For Privacy Act and Paperwork Reduction Act Notice, see the **2004 General Instructions for Forms 1099, 1098, 5498, and W-2G.**

Form **1099-C**

Cat. No. 26280W

Department of the Treasury - Internal Revenue Service

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CORRECTED (if checked)

CREDITOR'S name, street address, city, state, and ZIP code		OMB No. 1545-1424 2004 Form 1099-C
CREDITOR'S Federal identification number	DEBTOR'S identification number	

**Cancellation
of Debt**

1 Date canceled		2 Amount of debt canceled \$	
3 Interest if included in box 2 \$		4	
5 Debt description			
6 Bankruptcy (if checked) <input type="checkbox"/>		7 Fair market value of property \$	

CREDITOR'S Federal identification number	DEBTOR'S identification number
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DEBTOR'S name
Street address (including apt. no.)
City, state, and ZIP code

Account number (optional)

**Copy B
For Debtor**
This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if taxable income results from this transaction and the IRS determines that it has not been reported.

Form **1099-C**

(keep for your records)

Department of the Treasury - Internal Revenue Service

Instructions for Debtor

If a Federal government agency, certain agency connected with the Federal government, financial institution, credit union, or an organization having a significant trade or business of lending money (such as a finance or credit card company) cancels or forgives a debt you owe of \$600 or more, this form must be provided to you. Generally, if you are an individual, you must include the canceled amount on the "Other income" line of Form 1040. If you are a corporation, partnership, or other entity, report the canceled debt on your tax return. See the instructions for your tax return.

However, some canceled debts are not includible in your income, such as certain student loans (see Pub. 525), certain debts reduced by the seller after purchase (see Pub. 334), qualified farm debt (see Pub. 225), qualified real property business debt (see Pub. 334), or debts canceled in bankruptcy (see Pub. 908). Do not report a canceled debt as income if you did not deduct it but would have been able to do so on your tax return if you had paid it. Also, do not include canceled debts in your income to the extent you were insolvent. If you exclude a canceled debt from your income because it was canceled in a bankruptcy case or

during insolvency, or because the debt is qualified farm debt or qualified real property business debt, file **Form 982**, Reduction of Tax Attributes Due to Discharge of Indebtedness (and Section 1082 Basis Adjustment).

Box 1. Shows the date the debt was canceled.

Box 2. Shows the amount of debt canceled.

Box 3. Shows interest if included in the canceled debt in box 2. See **Pub. 525**, Taxable and Nontaxable Income.

Box 5. Shows a description of the debt. If box 7 is completed, box 5 shows a description of the property.

Box 6. If the box is marked, the creditor has indicated the debt was canceled in a bankruptcy proceeding.

Box 7. If, in the same calendar year, a foreclosure or abandonment of property occurred in connection with the cancellation of the debt, the fair market value of the property will be shown, or you will receive a separate **Form 1099-A**, Acquisition or Abandonment of Secured Property. You may have income or loss because of the acquisition or abandonment. See **Pub. 544**, Sales and Other Dispositions of Assets, for information about foreclosures and abandonments.

VOID CORRECTED

CREDITOR'S name, street address, city, state, and ZIP code			OMB No. 1545-1424
			2004
			Form 1099-C

**Cancellation
of Debt**

CREDITOR'S Federal identification number	DEBTOR'S identification number	1 Date canceled	2 Amount of debt canceled \$
DEBTOR'S name Street address (including apt. no.) City, state, and ZIP code		3 Interest if included in box 2 \$	
		5 Debt description	
Account number (optional)		6 Check for bankruptcy <input type="checkbox"/>	7 Fair market value of property \$

**Copy C
For Creditor**

For Privacy Act and Paperwork Reduction Act Notice, see the **2004 General Instructions for Forms 1099, 1098, 5498, and W-2G.**

Form **1099-C**

Department of the Treasury - Internal Revenue Service

Instructions for Creditors

General and specific form instructions are provided as separate products. The products you should use to complete Form 1099-C are the **2004 General Instructions for Forms 1099, 1098, 5498, and W-2G**, and the separate specific instructions, **2004 Instructions for Forms 1099-A and 1099-C**. A chart in the general instructions gives a quick guide to which form must be filed to report a particular payment. To order these instructions and additional forms, call 1-800-TAX-FORM (1-800-829-3676).

Caution: *Because paper forms are scanned during processing, you cannot file Forms 1096, 1098, 1099, or 5498 that you download and print from the IRS website.*

Due dates. Furnish Copy B of this form to the debtor by January 31, 2005.

File Copy A of this form with the IRS by February 28, 2005. If you file electronically, the due date is March 31, 2005.

