

Name, Address, and SSN

Form header section containing personal information: Name, Address, SSN, and marital status.

Election Campaign Check here if you, or your spouse if filing jointly, want \$3 to go to this fund [X] You [X] Spouse

Filing Status 1 [ ] Single 2 [X] Married filing jointly (even if only one had income) 3 [ ] Married filing separately. Enter spouse's SSN above and full name here. 4 [ ] Head of household (with qualifying person). If the qualifying person is a child but not your dependent, enter this child's name here. 5 [ ] Qualifying widow(er) with dependent child

Exemptions table with columns for dependent type (Yourself, Spouse, Dependents), social security numbers, and relationships. Total exemptions claimed: 2.

Income table with columns for income type (Wages, interest, dividends, etc.), taxable amount, and total income. Total income: 166,224.

Adjusted Gross Income table with columns for deduction type (Educator expenses, health savings, etc.) and adjusted gross income. Adjusted gross income: 166,224.

Tax and Credits

Table with 3 columns: Line number, Description, and Amount. Includes lines 38-55 for Tax and Credits.

Other Taxes

Table with 3 columns: Line number, Description, and Amount. Includes lines 56-60 for Other Taxes.

Payments

Table with 3 columns: Line number, Description, and Amount. Includes lines 61-72 for Payments.

Refund

Table with 3 columns: Line number, Description, and Amount. Includes lines 73-74a for Refund.

Amount You Owe

Table with 3 columns: Line number, Description, and Amount. Includes lines 75-77 for Amount You Owe.

Third Party Designee: Do you want to allow another person to discuss this return with the IRS (see instructions)?

Sign Here: Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete.

Table for Sign Here with columns for Signature, Date, Occupation, and Daytime phone number. Includes signatures of Steven L. Beshear and Jane K. Beshear.

Table for Paid Preparer Use Only with columns for Firm's name, Preparer's signature, Date, and Firm's EIN.



**Worksheet Before you begin:** ✓ You cannot take this deduction if the amount on Form 1040, line 38, is equal to or greater than \$135,000 (\$260,000 if married filing jointly).  
**for Line 7 -**  
**New motor vehicle taxes** ✓ See the instructions for line 7 on page A-6.

Use this worksheet to figure the amount to enter on line 7.  (Attach to Form 1040.)	<b>1</b> Enter the state or local sales or excise taxes you paid in 2010 for the purchase of any new motor vehicle(s) <b>after</b> February 16, 2009, and <b>before</b> January 1, 2010 (see instructions) .....	<b>1</b>		
	<b>2</b> Enter the purchase price ( <b>before taxes</b> ) of the new motor vehicle(s) .....	<b>2</b>		
	<b>3</b> Is the amount on line 2 more than \$49,500? <input type="checkbox"/> <b>No.</b> Enter the amount from line 1. <input type="checkbox"/> <b>Yes.</b> Figure the <b>portion</b> of the tax from line 1 that is attributable to the first \$49,500 of the purchase price of each new motor vehicle and enter it here (see instructions).			<b>3</b>
	<b>4</b> Enter the amount from Form 1040, line 38 .....	<b>4</b>		
	<b>5</b> Enter the total of any - <ul style="list-style-type: none"> <li>• Amounts from Form 2555, lines 45 and 50; Form 2555-EZ, line 18; and Form 4563, line 15, and</li> <li>• Exclusion of income from Puerto Rico</li> </ul>	<b>5</b>		
	<b>6</b> Add lines 4 and 5 .....	<b>6</b>		
	<b>7</b> Enter \$125,000 (\$250,000 if married filing jointly) .....	<b>7</b>		
	<b>8</b> Is the amount on line 6 more than the amount on line 7? <input type="checkbox"/> <b>No.</b> Enter the amount from line 3 above on Schedule A, line 7. <b>Do not</b> complete the rest of this worksheet. <input type="checkbox"/> <b>Yes.</b> Subtract line 7 from line 6 .....	<b>8</b>		
	<b>9</b> Divide the amount on line 8 by \$10,000. Enter the result as a decimal (rounded to at least three places). If the result is 1.000 or more, enter 1.000 .....	<b>9</b>		
	<b>10</b> Multiply line 3 by line 9 .....			<b>10</b>
	<b>11 Deduction for new motor vehicle taxes.</b> Subtract line 10 from line 3. Enter the result here and on Schedule A, line 7 .....			<b>11</b>

**SCHEDULE B**  
**(Form 1040A or 1040)**

Department of the Treasury  
Internal Revenue Service (99)  
Name(s) shown on return

**Interest and Ordinary Dividends**

▶ **Attach to Form 1040A or 1040.**

▶ **See instructions.**

OMB No. 1545-0074

**2010**  
Attachment  
Sequence No. **08**

Your social security number

**STEVEN L. & JANE K. BESHEAR**

\*\*\*-\*\*-\*\*\*\*

**Part I**  
**Interest**

**1** List name of payer. If any interest is from a seller-financed mortgage and the buyer used the property as a personal residence, see page B-1 and list this interest first. Also, show that buyer's social security number and address ▶

U.S. DEPARTMENT OF AGRICULTURE

**Amount**

104.

**Note.** If you received a Form 1099-INT, Form 1099-OID, or substitute statement from a brokerage firm, list the firm's name as the payer and enter the total interest shown on that form.

**2** Add the amounts on line 1

**2** 104.

**3** Excludable interest on series EE and I U.S. savings bonds issued after 1989. Attach Form 8815

**3**

**4** Subtract line 3 from line 2. Enter the result here and on Form 1040A, or Form 1040, line 8a ▶

**4** 104.

**Note.** If line 4 is over \$1,500, you must complete Part III.

**Part II**  
**Ordinary Dividends**

**5** List name of payer ▶  
CHARLES SCHWAB & COMPANY, INC.  
HILLIARD LYONS  
HILLIARD LYONS  
FROM K-1 - ADVALORUM INVESTMENT CLUB

**Amount**

7,829.

26,053.

320.

70.

**Note:** If you received a Form 1099-DIV or substitute statement from a brokerage firm, list the firm's name as the payer and enter the ordinary dividends shown on that form.

**6** Add the amounts on line 5. Enter the total here and on Form 1040A, or Form 1040, line 9a ▶

**6** 34,272.

**Note.** If line 6 is over \$1,500, you must complete Part III.

**Part III**  
**Foreign Accounts and Trusts**

You must complete this part if you (a) had over \$1,500 of taxable interest or ordinary dividends; (b) had a foreign account; or (c) received a distribution from, or were a grantor of, or a transferor to, a foreign trust.

**Yes** **No**

**7a** At any time during 2010, did you have an interest in or a signature or other authority over a financial account in a foreign country, such as a bank account, securities account, or other financial account? See page B-2 for exceptions and filing requirements for Form TD F 90-22.1

X

**b** If "Yes," enter the name of the foreign country ▶

**8** During 2010, did you receive a distribution from, or were you the grantor of, or transferor to, a foreign trust?

If "Yes," you may have to file Form 3520. See page B-2

X

027501  
10-18-10

LHA For Paperwork Reduction Act Notice, see separate instructions.

Schedule B (Form 1040A or 1040) 2010

**SCHEDULE D  
(Form 1040)**

Department of the Treasury  
Internal Revenue Service (99)

**Capital Gains and Losses**

▶ Attach to Form 1040 or Form 1040NR. ▶ See Instructions for Schedule D (Form 1040).  
▶ Use Schedule D-1 to list additional transactions for lines 1 and 8.

OMB No. 1545-0074

**2010**  
Attachment  
Sequence No. **12**

Name(s) shown on return

Your social security number

STEVEN L. & JANE K. BESHEAR

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**Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less**

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price	(e) Cost or other basis	(f) Gain or (loss) Subtract (e) from (d)
1					
2 Enter your short-term totals, if any, from Schedule D-1, line 2			2		
3 <b>Total short-term sales price amounts.</b> Add lines 1 and 2 in column (d)			3		
4 Short-term gain from Form 6252 and short-term gain or (loss) from Forms 4684, 6781, and 8824					4
5 Net short-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1 <b>SEE STATEMENT 10</b>					5 -30.
6 Short-term capital loss carryover. Enter the amount, if any, from line 10 of your <b>Capital Loss Carryover Worksheet</b> in the instructions					6 ( )
7 <b>Net short-term capital gain or (loss).</b> Combine lines 1 through 6 in column (f)					7 -30.

**Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year**

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price	(e) Cost or other basis	(f) Gain or (loss) Subtract (e) from (d)
8					
9 Enter your long-term totals, if any, from Schedule D-1, line 9			9		
10 <b>Total long-term sales price amounts.</b> Add lines 8 and 9 in column (d)			10		
11 Gain from Form 4797, Part I; long-term gain from Forms 2439 and 6252; and long-term gain or (loss) from Forms 4684, 6781, and 8824 <b>SEE STATEMENT 9</b>					11 356.
12 Net long-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1 <b>SEE STATEMENT 11</b>					12 -177.
13 Capital gain distributions					13
14 Long-term capital loss carryover. Enter the amount, if any, from line 15 of your <b>Capital Loss Carryover Worksheet</b> in the instructions					14 ( 73,140.)
15 <b>Net long-term capital gain or (loss).</b> Combine lines 8 through 14 in column (f). Then go to Part III on page 2					15 -72,961.

LHA For Paperwork Reduction Act Notice, see your tax return instructions.

Schedule D (Form 1040) 2010

**Part III Summary**

<p><b>16</b> Combine lines 7 and 15 and enter the result .....</p>	<b>16</b>	-72,991.
<ul style="list-style-type: none"> <li>• If line 16 is a <b>gain</b>, enter the amount from line 16 on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 17 below.</li> <li>• If line 16 is a <b>loss</b>, skip lines 17 through 20 below. Then go to line 21. Also be sure to complete line 22.</li> <li>• If line 16 is <b>zero</b>, skip lines 17 through 21 below and enter -0- on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 22.</li> </ul>		
<p><b>17</b> Are lines 15 and 16 <b>both</b> gains?</p> <p><input type="checkbox"/> <b>Yes.</b> Go to line 18.</p> <p><input type="checkbox"/> <b>No.</b> Skip lines 18 through 21, and go to line 22.</p>		
<p><b>18</b> Enter the amount, if any, from line 7 of the <b>28% Rate Gain Worksheet</b> on page D-8 of the instructions .....</p>	<b>18</b>	
<p><b>19</b> Enter the amount, if any, from line 18 of the <b>Unrecaptured Section 1250 Gain Worksheet</b> on page D-9 of the instructions .....</p>	<b>19</b>	
<p><b>20</b> Are lines 18 and 19 <b>both</b> zero or blank?</p> <p><input type="checkbox"/> <b>Yes.</b> Complete Form 1040 through line 43, or Form 1040NR through line 41. Then complete the <b>Qualified Dividends and Capital Gain Tax Worksheet</b> in the Instructions for Form 1040, line 44 (or in the Instructions for Form 1040NR, line 42). <b>Do not</b> complete lines 21 and 22 below.</p> <p><input type="checkbox"/> <b>No.</b> Complete Form 1040 through line 43, or Form 1040NR through line 41. Then complete the <b>Schedule D Tax Worksheet</b> on page D-10 of the instructions. <b>Do not</b> complete lines 21 and 22 below.</p>		
<p><b>21</b> If line 16 is a loss, enter here and on Form 1040, line 13, or Form 1040NR, line 14, the <b>smaller</b> of:</p> <ul style="list-style-type: none"> <li>• The loss on line 16 or</li> <li>• (\$3,000), or if married filing separately, (\$1,500)</li> </ul> <p style="text-align: center;">} ..... <b>SEE STATEMENT 12</b> .....</p>	<b>21</b>	( 3,000.)
<p><b>Note.</b> When figuring which amount is smaller, treat both amounts as positive numbers.</p>		
<p><b>22</b> Do you have qualified dividends on Form 1040, line 9b, or Form 1040NR, line 10b?</p> <p><input checked="" type="checkbox"/> <b>Yes.</b> Complete Form 1040 through line 43, or Form 1040NR through line 41. Then complete the <b>Qualified Dividends and Capital Gain Tax Worksheet</b> in the Instructions for Form 1040, line 44 (or in the Instructions for Form 1040NR, line 42).</p> <p><input type="checkbox"/> <b>No.</b> Complete the rest of Form 1040 or Form 1040NR.</p>		

**Qualified Dividends and Capital Gain Tax Worksheet - Line 44**

Keep for Your Records

Name(s) shown on return <b>STEVEN L. &amp; JANE K. BESHEAR</b>	Your SSN <b>***-**-****</b>
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**Before you begin:** ✓ See the instructions for line 44 on page 35 to see if you can use this worksheet to figure your tax.  
 ✓ If you do not have to file Schedule D and you received capital gain distributions, be sure you checked the box on line 13 of Form 1040.

1. Enter the amount from Form 1040, line 43. However, if you are filing Form 2555 or 2555-EZ (relating to foreign earned income), enter the amount from line 3 of the worksheet on page 36 .....	1.	<u>107,259.</u>		
2. Enter the amount from Form 1040, line 9b* .....	2.	<u>33,928.</u>		
3. Are you filing Schedule D?*				
<input checked="" type="checkbox"/> <b>Yes.</b> Enter the <b>smaller</b> of line 15 or 16 of Schedule D. If either line 15 or line 16 is blank or a loss, enter -0- .....	3.	<u>0.</u>		
<input type="checkbox"/> <b>No.</b> Enter the amount from Form 1040, line 13 .....				
4. Add lines 2 and 3 .....	4.	<u>33,928.</u>		
5. If filing Form 4952 (used to figure investment interest expense deduction), enter any amount from line 4g of that form. Otherwise, enter -0- ...	5.	<u>6,459.</u>		
6. Subtract line 5 from line 4. If zero or less, enter -0- .....	6.	<u>27,469.</u>		
7. Subtract line 6 from line 1. If zero or less, enter -0- .....	7.	<u>79,790.</u>		
8. Enter: \$ 34,000 if single or married filing separately, \$ 68,000 if married filing jointly or qualifying widow(er), \$ 45,550 if head of household. ....	8.	<u>68,000.</u>		
9. Enter the smaller of line 1 or line 8 .....	9.	<u>68,000.</u>		
10. Enter the smaller of line 7 or line 9 .....	10.	<u>68,000.</u>		
11. Subtract line 10 from line 9. This amount is taxed at 0% .....	11.	<u>0.</u>		
12. Enter the smaller of line 1 or line 6 .....	12.	<u>27,469.</u>		
13. Enter the amount from line 11 .....	13.	<u>0.</u>		
14. Subtract line 13 from line 12 .....	14.	<u>27,469.</u>		
15. Multiply line 14 by 15% (.15) .....	15.	<u>4,120.</u>		
16. Figure the tax on the amount on line 7. If the amount on line 7 is less than \$100,000, use the Tax Table to figure this tax. If the amount on line 7 is \$100,000 or more, use the Tax Computation Worksheet .....	16.	<u>12,306.</u>		
17. Add lines 15 and 16 .....	17.	<u>16,426.</u>		
18. Figure the tax on the amount on line 1. If the amount on line 1 is less than \$100,000, use the Tax Table to figure this tax. If the amount on line 1 is \$100,000 or more, use the Tax Computation Worksheet .....	18.	<u>19,177.</u>		
19. <b>Tax on all taxable income.</b> Enter the <b>smaller</b> of line 17 or line 18. Also include this amount on Form 1040, line 44. If you are filing Form 2555 or 2555-EZ, do not enter this amount on Form 1040, line 44. Instead, enter it on line 4 of the worksheet on page 36 .....	19.	<u>16,426.</u>		

\* If you are filing Form 2555 or 2555-EZ, see the footnote in the worksheet on page 36 before completing this line.

**SCHEDULE E**  
**(Form 1040)**

Department of the Treasury  
Internal Revenue Service (99)

**Supplemental Income and Loss**

(From rental real estate, royalties, partnerships,  
S corporations, estates, trusts, REMICs, etc.)

▶ Attach to Form 1040, 1040NR, or Form 1041.

▶ See Instructions for Schedule E (Form 1040).

OMB No. 1545-0074

**2010**

Attachment  
Sequence No. **13**

Name(s) shown on return

Your social security number

**STEVEN L. & JANE K. BESHEAR**

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**Part I** **Income or Loss From Rental Real Estate and Royalties** Note. If you are in the business of renting personal property, use Schedule C or C-EZ (see page E-3). If you are an individual, report farm rental income or loss from Form 4835 on page 2, line 40.

1	List the type and address of each rental real estate property:	2	For each rental real estate property listed on line 1, did you or your family use it during the tax year for personal purposes for more than the greater of:	Yes	No
A	GAS AND OIL ROYALTY		<ul style="list-style-type: none"> <li>14 days or</li> <li>10% of the total days rented at fair rental value?</li> </ul> (See page E-4)		
B					
C					

Income:	Properties			Totals (Add columns A, B, and C.)
	A	B	C	
3 Rents received				3
4 Royalties received	185.			4 185.
<b>Expenses:</b>				
5 Advertising				5
6 Auto and travel (see page E-5)				6
7 Cleaning and maintenance				7
8 Commissions				8
9 Insurance				9
10 Legal and other professional fees				10
11 Management fees				11
12 Mortgage interest paid to banks, etc. (see page E-5)				12
13 Other interest				13
14 Repairs				14
15 Supplies				15
16 Taxes				16
17 Utilities				17
18 Other (list) ▶				18
19 Add lines 5 through 18				19
20 Depreciation expense or depletion (see page E-5)	28.			20 28.
21 Total expenses. Add lines 19 and 20	28.			21 28.
22 Income or (loss) from rental real estate or royalty properties. Subtract line 21 from line 3 (rents) or line 4 (royalties). If the result is a (loss), see page E-6 to find out if you must file Form 6198	157.			22 157.
23 Deductible rental real estate loss. Caution. Your rental real estate loss on line 22 may be limited. See page E-6 to find out if you must file Form 8582. Real estate professionals must complete line 43 on page 2				23
24 Income. Add positive amounts shown on line 22. Do not include any losses				24 157.
25 Losses. Add royalty losses from line 22 and rental real estate losses from line 23. Enter total losses here				25
26 Total rental real estate and royalty income or (loss). Combine lines 24 and 25. Enter the result here. If Parts II, III, IV, and line 40 on page 2 do not apply to you, also enter this amount on Form 1040, line 17, or Form 1040NR, line 18. Otherwise, include this amount in the total on line 41 on page 2				26 157.

Name(s) shown on return. Do not enter name and social security number if shown on page 1.

Your social security number

STEVEN L. & JANE K. BESHEAR

\*\*\*-\*\*-\*\*\*\*

Caution. The IRS compares amounts reported on your tax return with amounts shown on Schedule(s) K-1.

Part II Income or Loss From Partnerships and S Corporations Note. If you report a loss from an at-risk activity for which any amount is not at risk, you must check column (e) on line 28 and attach Form 6198. See page E-2.

27 Are you reporting any loss not allowed in a prior year due to the at-risk or basis limitations, a prior year unallowed loss from a passive activity (if that loss was not reported on Form 8582), or unreimbursed partnership expenses? Yes No [X]

Table with 5 columns: (a) Name, (b) Enter P for partnership, S for S corporation, (c) Check if foreign partnership, (d) Employer identification number, (e) Check if any amount is not at risk. Row A: ADVALORUM INVESTMENT CLUB, P, \*\*-\*\*\*\*\*.

Summary table for Part II with columns: (f) Passive loss allowed, (g) Passive income from Schedule K-1, (h) Nonpassive loss from Schedule K-1, (i) Section 179 expense deduction from Form 4562, (j) Nonpassive income from Schedule K-1. Totals: 0.

Part III Income or Loss From Estates and Trusts

Table with 4 columns: (c) Passive deduction or loss allowed, (d) Passive income from Schedule K-1, (e) Deduction or loss from Schedule K-1, (f) Other income from Schedule K-1. Totals: 0.

Part IV Income or Loss From Real Estate Mortgage Investment Conduits (REMICs) - Residual Holder

Table with 5 columns: (a) Name, (b) Employer identification number, (c) Excess inclusion from Schedules Q, line 2c, (d) Taxable income (net loss) from Schedules Q, line 1b, (e) Income from Schedules Q, line 3b.

Part V Summary

Summary table with 4 columns: Description, Line number, Amount, and Total. Total income or loss: 157.

**INCOME FROM PASSTHROUGH STATEMENT, PAGE 1**

2010

**SCHEDULE E**

Name JANE K. BESHEAR

SSN/EIN \*\*\*-\*\*-\*\*\*\*

Pass through ADVALORUM INVESTMENT CLUB  
PARTNERSHIP

ID \*\*\_\*\*\*\*\*

SPOUSE

	K-1 Input	Prior Year Unallowed Basis Loss	Disallowed Due to Basis Limitation	Prior Year Unallowed At-Risk Loss	Disallowed Due to At-Risk	Prior Year Passive Loss	Disallowed Passive Loss	Tax Return
<b>OTHER PASSIVE</b>								
<b>SCHEDULE E, PAGE 2</b>								
Ordinary business income (loss) .....								
Rental real estate income (loss) .....								
Other net rental income (loss) .....								
Intangible drilling costs/dry hole costs								
Self-charged passive interest expense								
Guaranteed payments .....								
Section 179 and carryover .....								
Disallowed section 179 expense .....								
Excess farm loss .....								
Net income (loss) .....								
First passive other .....								
Second passive other .....								
Cost depletion .....								
Percentage depletion .....								
Depletion carryover .....								
Disallowed due to 65% limitation .....								
Unreimbursed expenses (nonpassive)								
Nonpassive other .....								
Total Schedule E (page 2) .....								
<b>FORM 4797</b>								
Section 1231 gain (loss) .....								
Section 179 recapture on disposition								
<b>SCHEDULE D</b>								
Net short-term cap. gain (loss) .....	-30.							-30.
Net long-term cap. gain (loss) .....	-177.							-177.
Section 1256 contracts & straddles .....								
<b>FORM 4952</b>								
Investment interest expense - Sch. A								
Other net investment income .....								
<b>ITEMIZED DEDUCTIONS</b>								
Charitable contributions .....								
Deductions related to portfolio income	53.							53.
Other .....								

INCOME FROM PASSTHROUGH STATEMENT, PAGE 2

2010

**SCHEDULE E**

Name JANE K. BESHEAR

SSN/EIN \*\*\*-\*\*-\*\*\*\*

Partthrough ADVALORUM INVESTMENT CLUB  
PARTNERSHIP

ID \*\*\_\*\*\*\*\*

SPOUSE

	K-1 Input	Prior Year Unallowed Basis Loss	Disallowed Due to Basis Limitation	Prior Year Unallowed At-Risk Loss	Disallowed Due to At-Risk	Prior Year Passive Loss	Disallowed Passive Loss	Tax Return
<b>OTHER PASSIVE</b>								
<b>INTEREST AND DIVIDENDS</b>								
Interest income .....								
Interest from U.S. bonds .....								
Ordinary dividends .....	70.							70.
Qualified dividends .....	68.							68.
Tax-exempt interest income .....								
<b>FORM 6251</b>								
Depreciation adjustment after 12/31/86								
Adjusted gain or loss .....								
Beneficiary's AMT adjustment .....								
Depletion (other than oil) .....								
Other .....								
<b>MISCELLANEOUS</b>								
Self-employment earnings (loss)/Wages								
Gross farming & fishing inc .....								
Royalties .....								
Royalty expenses/depletion .....								
Undistributed capital gains credit .....								
Backup withholding .....								
Credit for estimated tax .....								
Cancellation of debt .....								
Medical insurance - 1040 .....								
Dependent care benefits .....								
Retirement plans .....								
Qualified production activities income .....								
Passthrough adjustment to Form 1040								
Penalty on early withdrawal of savings								
NOL .....								
Other taxes/recapture of credits .....								
Credits .....								
Casualty and theft loss .....								

# Schedule of Mineral Interest Properties - Summary

Identifying Number ***-**-****	Taxable income including NOL carryover ...	107,259.
Name  <b>STEVEN L. &amp; JANE K. BESHEAR</b>	Plus allowable depletion .....	28.
	Minus cost depletion .....	0.
	Taxable income before % depletion .....	107,287.
	65% of taxable income .....	69,737.

Property Number	Property Description	Gross Income	Royalty Paid	Severance Tax		
A	1 GAS AND OIL ROYALTY	185.				
B						
C						
D						
E						
F					TOTAL	185.
	Depreciation	Amortization	Operating Expense	Overhead Expense	IDC Expense	Dry Hole Costs
A						
B						
C						
D						
E						
F						
	Other Expenses	Net Income Before Depletion	% Depletion	% Depletion Limited to Net Income	% Depletion After Quantity Limitations	Adjusted Basis
A		185.	28.	28.	28.	
B						
C						
D						
E						
F		185.	28.	28.	28.	
	Beginning Recoverables	Production	Cost Depletion	Prior Year % Depletion Carryover	Greater of Cost or % Depletion	* Limited % Depletion
A					28.	28.
B						
C						
D						
E						
F					28.	28.
	* Allowable Depletion	Net Income After Depletion	% Depletion C/O To Next Year	Excess Depletion	Excess IDC	* Net Income for Excess IDC Calc.
A	28.	157.				
B						
C						
D						
E						
F	28.	157.				

\* "Limited % Depletion" - has been limited to 65% of Taxable Income

\* "Allowable Depletion" - Greater of "Percentage Depletion" or "Cost Depletion" after calculation for the 65% taxable income limitations or "Non-Oil & Gas Depletion"

\* "Net Income for Excess IDC CALC" - has been reduced by "Allowable Depletion" and "Excess IDC" has been added back.

Total excess Intangible Drilling Cost  
Less 65% of Net Income for Excess IDC Calculation \_\_\_\_\_  
Excess Intangible Drilling Cost Preference \_\_\_\_\_

**Schedule of Mineral Interest Properties - Alternative Minimum Tax**

Identifying Number: \*\*\*-\*\*-\*\*\*\*  
 Name: STEVEN L. BESHEAR  
 AMT Income (From AMT Depletion Taxable Income Limitation Worksheet): 127,046.  
 65% of AMT Income: 82,580.

Property Number		Property Description	Gross Income	Royalty Paid	Severance Tax	AMT Depreciation	Amortization	Operating Expense	(1) Overhead Expense	IDC Expense
A		GAS AND OIL ROYALTY	185.							
B										
C										
D										
E										
F										
G										
H	TOTAL		185.							
			Net Income Before Depletion	AMT % Depletion	AMT % Depl. Limited to Net Income	Daily Production (Barrel)	Quantity Limitation Rate	AMT % Depletion After Quantity Limit.	AMT Cost Depletion	AMT Prior Year % Depletion C/O
A		Dry Hole Costs	185.	28.	28.		1.000000	28.		
B										
C										
D										
E										
F										
G										
H			185.	28.	28.00		1.000000	28.		
			(2) AMT Limited % Depletion	AMT Cost Depletion	AMT % Depletion Final Iteration	Reallocation Ratio	(3) AMT Allowable Depletion	AMT % Depletion C/O To Next year	Reserved	Reserved
A		Greater of Cost or % Depletion	28.		28.	1.000000	28.			
B										
C										
D										
E										
F										
G										
H			28.		28.		28.			
			AMT Accumulated Depletion	Production	AMT Cost Depletion	(4) AMT Allowable Depletion	(4) Regular Allowable Depletion	(4) AMT Depletion Adjustment	Reserved	Reserved
A		AMT Basis	28.		28.	28.	28.	0.		
B										
C										
D										
E										
F										
G										
H			28.		28.	28.	28.	0.		

(1) includes overhead AMT depreciation  
 (2) "Limited AMT % Depletion" - has been limited to 65% of AMT Income  
 (3) "AMT Allowable Depletion" - Greater of "AMT Percentage Depletion" or "AMT Cost Depletion" after calculation for the 65% AMT income limitations.  
 (4) AMT Depletion Adjustment is the difference between regular allowable depletion and AMT depletion.

**SCHEDULE F  
(Form 1040)**

Department of the Treasury  
Internal Revenue Service (99)

**Profit or Loss From Farming**

▶ Attach to Form 1040, Form 1040NR, Form 1041, Form 1065, or Form 1065-B.  
▶ See Instructions for Schedule F (Form 1040).

OMB No. 1545-0074

**2010**  
Attachment  
Sequence No. **14**

Name of proprietor

**JANE K. BESHEAR**

Social security number (SSN)

\*\*\*-\*\*-\*\*\*\*

**A** Principal product. Describe in one or two words your principal crop or activity for the current tax year.

**BOARDING HORSES**

**B** Enter code from Part IV

▶ **112900**

**C** Accounting method: (1)  Cash (2)  Accrual

**D** Employer ID number (EIN), if any

**E** Did you "materially participate" in the operation of this business during 2010? If "No," see instructions for limit on passive losses.  Yes  No

**Part I Farm Income - Cash Method.** Complete Parts I and II (Accrual method. Complete Parts II and III, and Part I, line 11.)  
Do not include sales of livestock held for draft, breeding, sport, or dairy purposes. Report these sales on Form 4797.

1	Sales of livestock and other items you bought for resale	1			
2	Cost or other basis of livestock and other items reported on line 1	2			
3	Subtract line 2 from line 1	3			
4	Sales of livestock, produce, grains, and other products you raised	4			
5a	Cooperative distributions (Form(s) 1099-PATR)	5a	35.	5b Taxable amount	5b 35.
6a	Agricultural program payments (see instructions)	6a		6b Taxable amount	6b
7	Commodity Credit Corporation (CCC) loans (see instructions):				
a	CCC loans reported under election	7a			
b	CCC loans forfeited	7b		7c Taxable amount	7c
8	Crop insurance proceeds and federal crop disaster payments (see instructions):				
a	Amount received in 2010	8a		8b Taxable amount	8b
c	If election to defer to 2011 is attached, check here <input type="checkbox"/>	8d		8d Amount deferred from 2009	8d
9	Custom hire (machine work) income	9			
10	Other income, including federal and state gasoline or fuel tax credit or refund (see instructions)	10			
11	<b>Gross income.</b> Add amounts in the right column for lines 3 through 10. If you use the accrual method to figure your income, enter the amount from Part III, line 51	11			35.

**Part II Farm Expenses - Cash and Accrual Method.**

Do not include personal or living expenses such as taxes, insurance, or repairs on your home.

12	Car and truck expenses (see instructions). Also attach <b>Form 4562</b>	12		25	Pension and profit-sharing plans	25	
13	Chemicals	13		26	Rent or lease (see instructions):		
14	Conservation expenses (see instructions)	14		a	Vehicles, machinery, and equipment	26a	
15	Custom hire (machine work)	15		b	Other (land, animals, etc.)	26b	
16	Depreciation and section 179 expense deduction not claimed elsewhere (see instructions)	16		27	Repairs and maintenance	27	680.
17	Employee benefit programs other than on line 25	17		28	Seeds and plants	28	
18	Feed	18	878.	29	Storage and warehousing	29	
19	Fertilizers and lime	19		30	Supplies	30	
20	Freight and trucking	20		31	Taxes	31	
21	Gasoline, fuel, and oil	21		32	Utilities	32	
22	Insurance (other than health)	22		33	Veterinary, breeding, and medicine	33	920.
23	Interest:			34	Other expenses (specify):		
a	Mortgage (paid to banks, etc.)	23a		a	PROFESSIONAL	34a	
b	Other	23b		b	FEES	34b	200.
24	Labor hired (less employment credits)	24		c	LIMIT EXPENSE TO	34c	
				d	INCOME OF	34d	
				e	ACTIVITY	34e	-2,643.
				f		34f	
35	<b>Total expenses.</b> Add lines 12 through 34f. If line 34f is negative, see instructions	35		35		35	35.
36	<b>Net farm profit or (loss).</b> Subtract line 35 from line 11. Partnerships, see instructions. • If a profit, enter the profit on both <b>Form 1040, line 18</b> , and <b>Schedule SE, line 1a</b> ; on <b>Form 1040NR, line 19</b> ; or on <b>Form 1041, line 6</b> . • If a loss, you <b>must</b> go to line 37.	36		36		36	0.

**37** If you have a loss, you **must** check the box that describes your investment in this activity and whether you received any applicable subsidy (see instructions).  
 • If you checked 37a, enter the loss on both **Form 1040, line 18**, and **Schedule SE, line 1a**; on **Form 1040NR, line 19**; or on **Form 1041, line 6**.  
 • If you checked 37b, your loss may be limited. See instructions.

37a  All investment is at risk and you did not receive a subsidy.  
 37b  Some investment is not at risk or you received a subsidy.

LHA For Paperwork Reduction Act Notice, see instructions.

Schedule F (Form 1040) 2010

022001 12-27-10



**Part III Gain From Disposition of Property Under Sections 1245, 1250, 1252, 1254, and 1255** (see instructions)

19 (a) Description of section 1245, 1250, 1252, 1254, or 1255 property:		(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)		
A					
B					
C					
D					
These columns relate to the properties on lines 19A through 19D.		Property A	Property B	Property C	Property D
20	Gross sales price ( <b>Note:</b> See line 1 before completing.)	20			
21	Cost or other basis plus expense of sale	21			
22	Depreciation (or depletion) allowed or allowable	22			
23	Adjusted basis. Subtract line 22 from line 21	23			
24	Total gain. Subtract line 23 from line 20	24			
<b>25 If section 1245 property:</b>					
a	Depreciation allowed or allowable from line 22	25a			
b	Enter the <b>smaller</b> of line 24 or 25a	25b			
<b>26 If section 1250 property:</b> If straight line depreciation was used, enter -0- on line 26g, except for a corporation subject to section 291.					
a	Additional depreciation after 1975 (see instructions)	26a			
b	Applicable percentage multiplied by the <b>smaller</b> of line 24 or line 26a (see instructions)	26b			
c	Subtract line 26a from line 24. If residential rental property <b>or</b> line 24 is not more than line 26a, skip lines 26d and 26e	26c			
d	Additional depreciation after 1969 and before 1976	26d			
e	Enter the <b>smaller</b> of line 26c or 26d	26e			
f	Section 291 amount (corporations only)	26f			
g	Add lines 26b, 26e, and 26f	26g			
<b>27 If section 1252 property:</b> Skip this section if you did not dispose of farmland or if this form is being completed for a partnership (other than an electing large partnership).					
a	Soil, water, and land clearing expenses	27a			
b	Line 27a multiplied by applicable percentage	27b			
c	Enter the <b>smaller</b> of line 24 or 27b	27c			
<b>28 If section 1254 property:</b>					
a	Intangible drilling and development costs, expenditures for development of mines and other natural deposits, mining exploration costs, and depletion (see instructions)	28a			
b	Enter the <b>smaller</b> of line 24 or 28a	28b			
<b>29 If section 1255 property:</b>					
a	Applicable percentage of payments excluded from income under section 126 (see instructions)	29a			
b	Enter the <b>smaller</b> of line 24 or 29a (see instructions)	29b			

**Summary of Part III Gains.** Complete property columns A through D through line 29b before going to line 30.

30	Total gains for all properties. Add property columns A through D, line 24	30	
31	Add property columns A through D, lines 25b, 26g, 27c, 28b, and 29b. Enter here and on line 13	31	
32	Subtract line 31 from line 30. Enter the portion from casualty or theft on Form 4684, line 36. Enter the portion from other than casualty or theft on Form 4797, line 6	32	

**Part IV Recapture Amounts Under Sections 179 and 280F(b)(2) When Business Use Drops to 50% or Less** (see instructions)

	(a) Section 179	(b) Section 280F(b)(2)
33	Section 179 expense deduction or depreciation allowable in prior years	33
34	Recomputed depreciation (see instructions)	34
35	Recapture amount. Subtract line 34 from line 33. See the instructions for where to report	35

**SCHEDULE H  
(Form 1040)**

Department of the Treasury  
Internal Revenue Service (99)

**Household Employment Taxes**

(For Social Security, Medicare, Withheld Income, and Federal Unemployment (FUTA) Taxes)

▶ **Attach to Form 1040, 1040NR, 1040-SS, or 1041.**  
▶ **See separate instructions.**

OMB No. 1545-1971

**2010**  
Attachment  
Sequence No. **44**

Name of employer

**JANE K. BESHEAR**

**Social security number**

\*\*\*-\*\*-\*\*\*\*

**Employer identification number**

\*\*-\*\*\*\*\*

**A** Did you pay **any one** household employee cash wages of \$1,700 or more in 2010? (If any household employee was your spouse, your child under age 21, your parent, or anyone under age 18, see the line A instructions on page H-4 before you answer this question.)

- Yes.** Skip lines B and C and go to line 1.
- No.** Go to line B.

**B** Did you withhold federal income tax during 2010 for any household employee?

- Yes.** Skip line C and go to line 5.
- No.** Go to line C.

**C** Did you pay **total** cash wages of \$1,000 or more in **any** calendar **quarter** of 2009 or 2010 to **all** household employees? (**Do not** count cash wages paid in 2009 or 2010 to your spouse, your child under age 21, or your parent.)

- No. Stop.** Do not file this schedule.
- Yes.** Skip lines 1-9 and go to line 10 on page 2. (Calendar year taxpayers having no household employees in 2010 **do not** have to complete this form for 2010.)

**Part I Social Security, Medicare, and Federal Income Taxes**

<b>1</b> Total cash wages subject to social security taxes (see page H-4) .....	<b>1</b>	<b>1,650.</b>	
<b>2</b> Social security taxes. Multiply line 1 by 12.4% (.124) .....	<b>2</b>		<b>205.</b>
<b>3</b> Total cash wages subject to Medicare taxes (see page H-4) .....	<b>3</b>	<b>1,650.</b>	
<b>4</b> Medicare taxes. Multiply line 3 by 2.9% (.029) .....	<b>4</b>		<b>48.</b>
<b>5</b> Federal income tax withheld, if any .....	<b>5</b>		
<b>6 Total social security, Medicare, and federal income taxes.</b> Add lines 2, 4, and 5 .....	<b>6</b>		<b>253.</b>
<b>7</b> Advance earned income credit (EIC) payments, if any .....	<b>7</b>		
<b>8 Net taxes</b> (subtract line 7 from line 6) .....	<b>8</b>		<b>253.</b>

**9** Did you pay **total** cash wages of \$1,000 or more in **any** calendar **quarter** of 2009 or 2010 to **all** household employees? (**Do not** count cash wages paid in 2009 or 2010 to your spouse, your child under age 21, or your parent.)

- No. Stop.** Include the amount from line 8 above on Form 1040, line 59, and check box **b** on that line. If you are not required to file Form 1040, see the line 9 instructions on page H-4.
- Yes.** Go to line 10 on page 2.

**Part II Federal Unemployment (FUTA) Tax**

	Yes	No
<b>10</b> Did you pay unemployment contributions to only one state? (If you paid contributions to a credit reduction state, see page H-5 and check "No.")		
<b>11</b> Did you pay all state unemployment contributions for 2010 by April 18, 2011? Fiscal year filers, see page H-5		
<b>12</b> Were all wages that are taxable for FUTA tax also taxable for your state's unemployment tax?		

**Next:** If you checked the "Yes" box on **all** the lines above, complete Section A.  
If you checked the "No" box on **any** of the lines above, skip Section A and complete Section B.

**Section A**

<b>13</b> Name of the state where you paid unemployment contributions	
<b>14</b> Contributions paid to your state unemployment fund (see page H-5)	<b>14</b>
<b>15</b> Total cash wages subject to FUTA tax (see page H-5)	<b>15</b>
<b>16 FUTA tax.</b> Multiply line 15 by .008. Enter the result here, skip Section B, and go to line 25	<b>16</b>

**Section B**

**17** Complete all columns below that apply (if you need more space, see page H-5):

(a) Name of state	(b) Taxable wages (as defined in state act)	(c) State experience rate period		(d) State experience rate	(e) Multiply col. (b) by .054	(f) Multiply col. (b) by col. (d)	(g) Subtract col. (f) from col. (e). If zero or less, enter -0-	(h) Contributions paid to state unemployment fund
		From	To					

<b>18</b> Totals	<b>18</b>
<b>19</b> Add columns (g) and (h) of line 18	<b>19</b>
<b>20</b> Total cash wages subject to FUTA tax (see the line 15 instructions on page H-5)	<b>20</b>
<b>21</b> Multiply line 20 by 6.2% (.062)	<b>21</b>
<b>22</b> Multiply line 20 by 5.4% (.054)	<b>22</b>
<b>23</b> Enter the <b>smaller</b> of line 19 or line 22 (Employers in a credit reduction state must use the worksheet on page H-5 and check here) <input type="checkbox"/>	<b>23</b>
<b>24 FUTA tax.</b> Subtract line 23 from line 21. Enter the result here and go to line 25	<b>24</b>

**Part III Total Household Employment Taxes**

<b>25</b> Enter the amount from line 8. If you checked the "Yes" box on line C of page 1, enter -0-	<b>25</b>
<b>26</b> Add line 16 (or line 24) and line 25 (see page H-6)	<b>26</b>

**27** Are you required to file Form 1040?  
 **Yes. Stop.** Include the amount from line 26 above on Form 1040, line 59, and check box **b** on that line. **Do not** complete Part IV below.  
 **No.** You may have to complete Part IV. See page H-6 for details.

**Part IV Address and Signature - Complete this part only if required. See the line 27 instructions on page H-6.**

Address (number and street) or P.O. box if mail is not delivered to street address \_\_\_\_\_ Apt., room, or suite no. \_\_\_\_\_  
 City, town or post office, state, and ZIP code \_\_\_\_\_

Under penalties of perjury, I declare that I have examined this schedule, including accompanying statements, and to the best of my knowledge and belief, it is true, correct, and complete. No part of any payment made to a state unemployment fund claimed as a credit was, or is to be, deducted from the payments to employees. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Employer's signature \_\_\_\_\_ Date \_\_\_\_\_

<b>Paid Preparer Use Only</b>	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name			Firm's EIN	
	Firm's address			Phone no.	

# Investment Interest Expense Deduction

▶ Attach to your tax return.

**2010**  
 Attachment  
 Sequence No. **51**

Name(s) shown on return

Identifying number

STEVEN L. & JANE K. BESHEAR

\*\*\*-\*\*-\*\*\*\*

**Part I Total Investment Interest Expense**

1	Investment interest expense paid or accrued in 2010 (see instructions) <b>SEE STATEMENT 14</b>	1	7,064.
2	Disallowed investment interest expense from 2009 Form 4952, line 7	2	
3	<b>Total investment interest expense.</b> Add lines 1 and 2	3	7,064.

**Part II Net Investment Income**

4a	Gross income from property held for investment (excluding any net gain from the disposition of property held for investment) <b>STMT 15</b>	4a	34,561.
b	Qualified dividends included on line 4a	4b	33,928.
c	Subtract line 4b from line 4a	4c	633.
d	Net gain from the disposition of property held for investment	4d	
e	Enter the <b>smaller</b> of line 4d or your net capital gain from the disposition of property held for investment (see instructions)	4e	
f	Subtract line 4e from line 4d	4f	
g	Enter the amount from lines 4b and 4e that you elect to include in investment income (see instructions)	4g	6,459.
h	Investment income. Add lines 4c, 4f, and 4g	4h	7,092.
5	Investment expenses (see instructions) <b>SEE STATEMENT 16</b>	5	28.
6	<b>Net investment income.</b> Subtract line 5 from line 4h. If zero or less, enter -0-	6	7,064.

**Part III Investment Interest Expense Deduction**

7	Disallowed investment interest expense to be carried forward to 2011. Subtract line 6 from line 3. If zero or less, enter -0-	7	0.
8	<b>Investment interest expense deduction.</b> Enter the <b>smaller</b> of line 3 or 6. See instructions. <b>STMT 17</b>	8	7,064.

**Credit for Prior Year Minimum Tax -  
Individuals, Estates, and Trusts**

▶ See separate instructions.  
▶ Attach to Form 1040, 1040NR, or 1041.

Name(s) shown on return

Identifying number

**STEVEN L. & JANE K. BESHEAR**

\*\*\*-\*\*-\*\*\*\*

**Part I Net Minimum Tax on Exclusion Items**

1	Combine lines 1, 6, 7, and 11 of your 2009 Form 6251. Estates and trusts, see instructions	1	
2	Enter adjustments and preferences treated as exclusion items (see instructions)	2	
3	Minimum tax credit net operating loss deduction (see instructions)	3	( )
4	Combine lines 1, 2, and 3. If zero or less, enter -0- here and on line 15 and go to Part II. If more than \$216,900 and you were married filing separately for 2009, see instructions	4	0.
5	Enter: \$70,950 if married filing jointly or qualifying widow(er) for 2009; \$46,700 if single or head of household for 2009; or \$35,475 if married filing separately for 2009. Estates and trusts, enter \$22,500	5	
6	Enter: \$150,000 if married filing jointly or qualifying widow(er) for 2009; \$112,500 if single or head of household for 2009; or \$75,000 if married filing separately for 2009. Estates and trusts, enter \$75,000	6	
7	Subtract line 6 from line 4. If zero or less, enter -0- here and on line 8 and go to line 9	7	0.
8	Multiply line 7 by 25% (.25)	8	0.
9	Subtract line 8 from line 5. If zero or less, enter -0-. If under age 24 at the end of 2009, see instructions	9	0.
10	Subtract line 9 from line 4. If zero or less, enter -0- here and on line 15 and go to Part II. Form 1040NR filers, see instructions	10	0.
11	<ul style="list-style-type: none"> <li>• If for 2009 you filed Form 2555 or 2555-EZ, see page 2 of the instructions for the amount to enter.</li> <li>• If for 2009 you reported capital gain distributions directly on Form 1040, line 13; you reported qualified dividends on Form 1040, line 9b (Form 1041, line 2b(2)); or you had a gain on both lines 15 and 16 of Schedule D (Form 1040) (lines 14a and 15, column (2), of Schedule D (Form 1041)), complete Part III of Form 8801 and enter the amount from line 47 here. Form 1040NR filers, see instructions.</li> <li>• All others: If line 10 is \$175,000 or less (\$87,500 or less if married filing separately for 2009), multiply line 10 by 26% (.26). Otherwise, multiply line 10 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately for 2009) from the result. Form 1040NR filers, see instructions.</li> </ul>	11	0.
12	Minimum tax foreign tax credit on exclusion items (see instructions)	12	
13	Tentative minimum tax on exclusion items. Subtract line 12 from line 11	13	
14	Enter the amount from your 2009 Form 6251, line 35, or 2009 Form 1041, Schedule I, line 55	14	
15	<b>Net minimum tax on exclusion items.</b> Subtract line 14 from line 13. If zero or less, enter -0-	15	0.

LHA For Paperwork Reduction Act Notice, see instructions.

Form 8801 (2010)

**Part II Current Year Nonrefundable and Refundable Credits and Carryforward to 2011**

<b>16</b> Enter the amount from your 2009 Form 6251, line 36, or 2009 Form 1041, Schedule I, line 56 .....	<b>16</b>	
<b>17</b> Enter the amount from line 15 .....	<b>17</b>	
<b>18</b> Subtract line 17 from line 16. If less than zero, enter as a negative amount .....	<b>18</b>	0.
<b>19 2009 credit carryforward.</b> Enter the amount from your 2009 Form 8801, line 30 .....	<b>19</b>	
<b>20</b> Enter your 2009 unallowed qualified electric vehicle credit (see instructions) .....	<b>20</b>	
<b>21</b> Combine lines 18 through 20. If zero or less, stop here and see the instructions .....	<b>21</b>	
<b>22</b> Enter your 2010 regular income tax liability minus allowable credits (see instructions) .....	<b>22</b>	
<b>23</b> Enter the amount from your 2010 Form 6251, line 33, or 2010 Form 1041, Schedule I, line 54 .....	<b>23</b>	
<b>24</b> Subtract line 23 from line 22. If zero or less, enter -0- .....	<b>24</b>	
<b>25 Current year nonrefundable credit.</b> Enter the <b>smaller</b> of line 21 or line 24. Also enter this amount on your 2010 Form 1040, line 53 (check box <b>b</b> ); Form 1040NR, line 50 (check box <b>b</b> ); or Form 1041, Schedule G, line 2c .....	<b>25</b>	
<b>26</b> • <b>Estates and trusts:</b> Leave lines 26 and 27 blank and go to line 28. • <b>Individuals:</b> Did you have a minimum tax credit carryforward to 2008 (on your 2007 Form 8801, line 28)?  <input checked="" type="checkbox"/> <b>No.</b> Leave lines 26 and 27 blank and go to line 28.  <input type="checkbox"/> <b>Yes.</b> Complete Part IV of Form 8801 to figure the amount to enter .....	<b>26</b>	
<b>27</b> Is line 26 more than line 25?  <input type="checkbox"/> <b>No.</b> Leave line 27 blank and go to line 28.  <input type="checkbox"/> <b>Yes.</b> Subtract line 25 from line 26. This is your <b>current year refundable credit.</b> Enter the result here and on your 2010 Form 1040, line 71 (check box <b>c</b> ), or Form 1040NR, line 66 (check box <b>c</b> ) .....	<b>27</b>	
<b>28 Credit carryforward to 2011.</b> Subtract the larger of line 25 or line 26 from line 21. Keep a record of this amount because you may use it in future years .....	<b>28</b>	

Form 8801 (2010)

Part III Tax Computation Using Maximum Capital Gains Rates

Table with 3 main columns: Description, Input field, and Output field. Rows 29-47 contain tax computation steps. Includes instructions for lines 29-47 and a final instruction for line 47.

\* The 2009 Qualified Dividends and Capital Gain Tax Worksheet is on page 39 of the 2009 Instructions for Form 1040. The 2009 Schedule D Tax Worksheet is on page D-10 of the 2009 Instructions for Schedule D (Form 1040) (page 8 of the 2009 Instructions for Schedule D (Form 1041)).

<b>Part IV</b>		<b>Tentative Refundable Credit</b>	
<b>48</b>	Enter the amount from line 21 .....		<b>48</b>
<b>49</b>	Enter the total of lines 18 and 20 from your 2008 Form 8801. If zero or less, enter -0- .....	<b>49</b>	
<b>50</b>	Enter the total of lines 18 and 20 from your 2009 Form 8801. If zero or less, enter -0- .....	<b>50</b>	
<b>51</b>	Enter the total of lines 18 and 20 from your 2010 Form 8801. If zero or less, enter -0- .....	<b>51</b>	
<b>52</b>	Add lines 49 through 51 .....		<b>52</b>
<b>53</b>	<b>Long-term unused minimum tax credit.</b> Subtract line 52 from line 48 (If zero or less, enter -0- here and on line 26. <b>Do not</b> complete the rest of Part IV) .....		<b>53</b>
<b>54</b>	Multiply line 53 by 50% (.50) .....		<b>54</b>
<b>55</b>	Enter the amount from your 2009 Form 8801, line 59 .....		<b>55</b>
<b>56</b>	Enter the <b>larger</b> of line 54 or line 55 .....		<b>56</b>
<b>57</b>	Enter the <b>smaller</b> of line 53 or line 56. Enter the result here and on line 26 .....		<b>57</b>

Form 8801 (2010)

Form 6252

Installment Sale Income

OMB No. 1545-0228

2010

Attachment Sequence No. 79

Department of the Treasury Internal Revenue Service

Attach to your tax return.

Use a separate form for each sale or other disposition of property on the installment method.

Name(s) shown on return

Identifying number

STEVEN L. & JANE K. BESHEAR

\*\*\*-\*\*-\*\*\*\*

- 1 Description of property TOBACCO TRANSITION PAYMENT PROGRAM
2a Date acquired
b Date sold 07/08/05
3 Was the property sold to a related party after May 14, 1980?
4 Was the property you sold to a related party a marketable security?

Part I Gross Profit and Contract Price. Complete this part for the year of sale only.

Table with 18 rows for Part I: Selling price including mortgages and other debts, Mortgages, debts, and other liabilities, Adjusted basis, Commissions and other expenses of sale, etc.

Part II Installment Sale Income. Complete this part for the year of sale and any year you receive a payment or have certain debts you must treat as a payment on installment obligations.

Table with 7 rows for Part II: Gross profit percentage, Payments received during year, Installment sale income, etc.

Part III Related Party Installment Sale Income. Do not complete if you received the final payment this tax year.

27 Name, address, and taxpayer identifying number of related party

28 Did the related party resell or dispose of the property ("second disposition") during this tax year?

29 If the answer to question 28 is "Yes," complete lines 30 through 37 below unless one of the following conditions is met. Check the box that applies.

- a The second disposition was more than 2 years after the first disposition
b The first disposition was a sale or exchange of stock to the issuing corporation
c The second disposition was an involuntary conversion and the threat of conversion occurred after the first disposition
d The second disposition occurred after the death of the original seller or buyer
e It can be established to the satisfaction of the Internal Revenue Service that tax avoidance was not a principal purpose for either of the dispositions.

Table with 7 rows for Part III: Selling price of property sold by related party, Enter contract price from line 18 for year of first sale, etc.



**SCHEDULE M**  
**(Form 1040A or 1040)**

**Making Work Pay Credit**

OMB No. 1545-0074

**2010**

Attachment  
Sequence No. **166**

Department of the Treasury  
Internal Revenue Service (99)

▶ **Attach to Form 1040A or 1040.**

▶ **See separate instructions.**

Name(s) shown on return

Your social security number

**STEVEN L. & JANE K. BESHEAR**

\*\*\*-\*\*-\*\*\*\*

**!**  
**CAUTION**

To take the making work pay credit, you must include your social security number (if filing a joint return, the number of either you or your spouse) on your tax return. A social security number does not include an identification number issued by the IRS. Only the Social Security Administration issues social security numbers.

**!**  
**CAUTION**

You cannot take the making work pay credit if you can be claimed as someone else's dependent or if you are a nonresident alien.

**Important:** Check the "No" box on line 1a and see the instructions if:

- (a) You have a net loss from a business,
- (b) You received a taxable scholarship or fellowship grant not reported on a Form W-2,
- (c) Your wages include pay for work performed while an inmate in a penal institution,
- (d) You received a pension or annuity from a nonqualified deferred compensation plan or a nongovernmental section 457 plan, or
- (e) You are filing Form 2555 or 2555-EZ.

**1a** Do you (and your spouse if filing jointly) have 2010 wages of more than \$6,451 (\$12,903 if married filing jointly)?

**Yes.** Skip lines 1a through 3. Enter \$400 (\$800 if married filing jointly) on line 4 and go to line 5.

**No.** Enter your earned income (see instructions) .....

<b>1a</b>									
<b>2</b>									
<b>3</b>									
<b>4</b>									<b>800.</b>
<b>5</b>									<b>166,224.</b>
<b>6</b>									<b>150,000.</b>
<b>7</b>									<b>16,224.</b>
<b>8</b>									<b>324.</b>
<b>9</b>									<b>476.</b>
<b>10</b>									<b>0.</b>
<b>11</b>									<b>476.</b>

**b** Nontaxable combat pay included on line 1a (see instructions) .....

**1b**

**2** Multiply line 1a by 6.2% (.062) .....

**3** Enter \$400 (\$800 if married filing jointly) .....

**4** Enter the **smaller** of line 2 or line 3 (unless you checked "Yes" on line 1a) .....

**5** Enter the amount from Form 1040, line 38\*, or Form 1040A, line 22 .....

**6** Enter \$75,000 (\$150,000 if married filing jointly) .....

**7** Is the amount on line 5 more than the amount on line 6?

**No.** Skip line 8. Enter the amount from line 4 on line 9 below.

**Yes.** Subtract line 6 from line 5 .....

**8** Multiply line 7 by 2% (.02) .....

**9** Subtract line 8 from line 4. If zero or less, enter -0- .....

**10** Did you (or your spouse, if filing jointly) receive an economic recovery payment in **2010**? You may have received this payment in 2010 if you did not receive an economic recovery payment in 2009 but you received social security benefits, supplemental security income, railroad retirement benefits, or veterans disability compensation or pension benefits in November 2008, December 2008, or January 2009 (see instructions).

**No.** Enter -0- on line 10 and go to line 11.

**Yes.** Enter the total of the payments you (and your spouse, if filing jointly) received in **2010**. Do not enter more than \$250 (\$500 if married filing jointly) .....

**11 Making work pay credit.** Subtract line 10 from line 9. If zero or less, enter -0-. Enter the result here and on Form 1040, line 63; or Form 1040A, line 40 .....

\*If you are filing Form 2555, 2555-EZ, or 4563 or you are excluding income from Puerto Rico, see instructions.

LHA **For Paperwork Reduction Act Notice, see separate instructions.**

**Schedule M (Form 1040A or 1040) 2010**







FORM 1040

STATE AND LOCAL INCOME TAX REFUNDS

STATEMENT 2

	2009	2008	2007
	KENTUCKY		
GROSS STATE/LOCAL INC TAX REFUNDS	688.		
LESS: TAX PAID IN FOLLOWING YEAR			
NET TAX REFUNDS KENTUCKY	688.		
TOTAL NET TAX REFUNDS	688.		

FORM 1040	TAXABLE STATE AND LOCAL INCOME TAX REFUNDS	STATEMENT	3
	2009	2008	2007
NET TAX REFUNDS FROM STATE AND LOCAL INCOME TAX REFUNDS STMT.	688.		
LESS: REFUNDS-NO BENEFIT DUE TO AMT -SALES TAX BENEFIT REDUCTION			
1 NET REFUNDS FOR RECALCULATION	688.		
2 TOTAL ITEMIZED DEDUCTIONS BEFORE PHASEOUT	58,312.		
3 DEDUCTION NOT SUBJ TO PHASEOUT	165.		
4 NET REFUNDS FROM LINE 1	688.		
5 LINE 2 MINUS LINES 3 AND 4	57,459.		
6 MULT LN 5 BY APPL SEC. 68 PCT	15,322.		
7 PRIOR YEAR AGI	179,422.		
8 ITEM. DED. PHASEOUT THRESHOLD	166,800.		
9 SUBTRACT LINE 8 FROM LINE 7 (IF ZERO OR LESS, SKIP LINES 10 THROUGH 15, AND ENTER AMOUNT FROM LINE 1 ON LINE 16)	12,622.		
10 MULT LN 9 BY APPL SEC. 68 PCT	126.		
11 ALLOWABLE ITEMIZED DEDUCTIONS (LINE 5 LESS THE LESSER OF LINE 6 OR LINE 10)	57,333.		
12 ITEM DED. NOT SUBJ TO PHASEOUT	165.		
13A TOTAL ADJ. ITEMIZED DEDUCTIONS	57,498.		
13B PRIOR YR. STD. DED. AVAILABLE	13,500.		
14 PRIOR YR. ALLOWABLE ITEM. DED.	58,186.		
15 SUBTRACT THE GREATER OF LINE 13A OR LINE 13B FROM LINE 14	688.		
16 TAXABLE REFUNDS (LESSER OF LINE 15 OR LINE 1)	688.		
17 ALLOWABLE PRIOR YR. ITEM. DED.	58,186.		
18 PRIOR YEAR STD. DED. AVAILABLE	13,500.		
19 SUBTRACT LINE 18 FROM LINE 17	44,686.		
20 LESSER OF LINE 16 OR LINE 19	688.		
21 PRIOR YEAR TAXABLE INCOME	113,936.		
22 AMOUNT TO INCLUDE ON FORM 1040, LINE 10 * IF LINE 21 IS -0- OR MORE, USE AMOUNT FROM LINE 20 * IF LINE 21 IS A NEGATIVE AMOUNT, NET LINES 20 AND 21			688.
STATE AND LOCAL INCOME TAX REFUNDS PRIOR TO 2007			
TOTAL TO FORM 1040, LINE 10			688.



SCHEDULE A POINTS NOT REPORTED ON FORM 1098 STATEMENT 7

DESCRIPTION	DATE RE-FINANCED	TOTAL POINTS	AMORT. PERIOD /MOS.	AMORTIZATION THIS YEAR
AMORITIZED POINTS-MORTGAGE REFINANCE	04/18/03	400.	180	27.
TOTAL TO SCHEDULE A, LINE 12				27.

SCHEDULE A INVESTMENT INTEREST STATEMENT 8

DESCRIPTION	AMOUNT
HILLIARD LYONS	6,875.
CHARLES SCHWAB	189.
TOTAL TO SCHEDULE A, LINE 14	
7,064.	

SCHEDULE D NET LONG-TERM GAIN OR LOSS FROM FORMS 4797, 2439, 6252, 4684, 6781 AND 8824 STATEMENT 9

DESCRIPTION OF PROPERTY	GAIN OR LOSS	28% GAIN
FORM 4797	356.	
TOTAL TO SCHEDULE D, PART II, LINE 11		
		356.

SCHEDULE D NET SHORT-TERM GAIN OR LOSS FROM PARTNERSHIPS, S CORPORATIONS, AND FIDUCIARIES STATEMENT 10

DESCRIPTION OF ACTIVITY	GAIN OR LOSS
ADVALORUM INVESTMENT CLUB	-30.
TOTAL TO SCHEDULE D, PART I, LINE 5	
-30.	



SCHEDULE D	CAPITAL LOSS CARRYOVER	STATEMENT	12
1. ENTER THE AMOUNT FROM FORM 1040, LINE 41 . . . . .		114,559.	
2. ENTER THE LOSS FROM SCHEDULE D, LINE 21, AS A POSITIVE AMOUNT.		3,000.	
3. COMBINE LINES 1 AND 2. IF ZERO OR LESS, ENTER -0- . . . . .		117,559.	
4. ENTER THE SMALLER OF LINE 2 OR LINE 3 . . . . .		3,000.	
5. ENTER THE LOSS FROM SCHEDULE D, LINE 7, AS A POSITIVE AMOUNT .		30.	
6. ENTER THE GAIN, IF ANY, FROM SCHEDULE D, LINE 15 . . . . .			
7. ADD LINES 4 AND 6 . . . . .		3,000.	
8. SHORT-TERM CAPITAL LOSS CARRYOVER TO NEXT YEAR. SUBTRACT LINE 7 FROM LINE 5. IF ZERO OR LESS, ENTER -0- . . .		0.	
9. ENTER THE LOSS FROM SCHEDULE D, LINE 15, AS A POSITIVE AMOUNT.		72,961.	
10. ENTER THE GAIN, IF ANY, FROM SCHEDULE D, LINE 7 . . . . .			
11. SUBTRACT LINE 5 FROM LINE 4. IF ZERO OR LESS, ENTER -0- . . . . .	2,970.		
12. ADD LINES 10 AND 11 . . . . .		2,970.	
13. LONG-TERM CAPITAL LOSS CARRYOVER TO NEXT YEAR. SUBTRACT LINE 12 FROM LINE 9. IF ZERO OR LESS, ENTER -0- . . .		69,991.	

FORM 4797	SECTION 1231 GAIN FROM INSTALLMENT SALES FROM FORM 6252	STATEMENT	13
KIND OF PROPERTY AND DESCRIPTION	DATE ACQUIRED	DATE SOLD	GAIN OR LOSS
INSTALLMENT SALE NO. 1		07/08/05	356.
TOTAL TO FORM 4797, PART I, LINE 4			356.

FORM 4952	INVESTMENT INTEREST EXPENSE	STATEMENT	14
DESCRIPTION	CURRENT	CARRYOVER	
HILLIARD LYONS	6,875.		
CHARLES SCHWAB	189.		
TOTALS TO FORM 4952, LINES 1 AND 2	7,064.		

FORM 4952 INCOME FROM PROPERTY HELD FOR INVESTMENT STATEMENT 15

DESCRIPTION	AMOUNT
INTEREST INCOME	104.
DIVIDEND INCOME	34,272.
GAS AND OIL ROYALTY	185.
TOTAL TO FORM 4952, LINE 4A	34,561.

FORM 4952 INVESTMENT EXPENSES STATEMENT 16

DESCRIPTION	AMOUNT
GAS AND OIL ROYALTY	28.
TOTAL TO FORM 4952, LINE 5	28.

FORM 4952 INVESTMENT INTEREST EXPENSE DEDUCTION SUMMARY STATEMENT 17

NAME	FORM OR SCHEDULE	INVESTMENT INTEREST EXPENSE	INVESTMENT INTEREST EXPENSE C/O	DISALLOWED INVESTMENT INTEREST EXPENSE	ALLOWED INVESTMENT INTEREST EXPENSE
HILLIARD LYONS	SCH A	6,875.	0.	0.	6,875.
CHARLES SCHWAB	SCH A	189.	0.	0.	189.
TOTALS		7,064.	0.	0.	7,064.



KENTUCKY INDIVIDUAL INCOME TAX RETURN Full-Year Residents Only

For calendar year or other taxable year beginning , 2010, and ending , 20 . 2010

Form section for Social Security Numbers (A and B) and Name/Address (LABEL) for BESHEAR STEVEN L and BESHEAR JANE K.

FILING STATUS and POLITICAL PARTY FUND sections with checkboxes for Single, Married, and party designations.

Table with 30 rows for INCOME/TAX calculations, split into columns A (Spouse) and B (Yourself), including line items for federal form 1040, deductions, and credits.



**REFUND/TAX PAYMENT SUMMARY**

31	Enter amount from page 1, line 30. This is your <b>Total Tax Liability</b> .....	• 31	6,267	00
32	(a) Enter <b>Kentucky income tax withheld</b> as shown on <b>attached</b> 2010 Form W-2(s) and other supporting statements .....	• 32(a)	7,167	00
	(b) Enter 2010 Kentucky estimated tax payments .....	• 32(b)		00
	(c) Enter 2010 refundable certified rehabilitation credit (KRS 141.382(1)(b)) .....	• 32(c)		00
	(d) Enter 2010 film industry tax credit (KRS 141.383) .....	• 32(d)		00
33	Add lines 32(a) through 32(d).....	• 33	7,167	00
34	If line 33 is larger than line 31, enter <b>AMOUNT OVERPAID</b> (see instructions) .....	34	900	00
<i>Fund Contributions; See instructions.</i>				
▶ (Enter amount(s) checked)				
35	<b>Nature and Wildlife Fund</b> ..... <input type="checkbox"/> \$10 <input type="checkbox"/> \$25 <input type="checkbox"/> \$50 <input type="checkbox"/> Other .....	• 35		00
36	<b>Child Victims' Trust Fund</b> ..... <input type="checkbox"/> \$10 <input type="checkbox"/> \$25 <input type="checkbox"/> \$50 <input type="checkbox"/> Other .....	• 36		00
37	<b>Veterans' Program Trust Fund</b> ..... <input type="checkbox"/> \$10 <input type="checkbox"/> \$25 <input type="checkbox"/> \$50 <input type="checkbox"/> Other .....	• 37		00
38	<b>Breast Cancer Research/Education Trust Fund</b> ..... <input type="checkbox"/> \$10 <input type="checkbox"/> \$25 <input type="checkbox"/> \$50 <input type="checkbox"/> Other .....	• 38		00
39	Add lines 35 through 38 .....	39		00
40	Amount of line 34 to be <b>CREDITED TO YOUR 2011 ESTIMATED TAX</b> .....	• 40		00
41	Subtract lines 39 and 40 from line 34. Amount to be <b>REFUNDED TO YOU</b> .....	• 41	900	00
42	If line 31 is larger than line 33, enter <b>ADDITIONAL TAX DUE</b> .....	• 42		00
43	(a) Estimated tax penalty and/or interest. <input type="checkbox"/> Check if Form 2210-K attached .....	• 43(a)		00
	(b) Interest .....	• 43(b)		00
	(c) Late payment penalty .....	• 43(c)		00
	(d) Late filing penalty .....	• 43(d)		00
44	Add lines 43(a) through 43(d). Enter here .....	• 44		00
45	Add lines 42 and 44 and enter here. This is the <b>AMOUNT YOU OWE</b> .....	• 45		00

• Make check payable to **Kentucky State Treasurer** or visit [www.revenue.ky.gov](http://www.revenue.ky.gov) for more options.

OFFICIAL USE ONLY	
	PWR

• Write your Social Security number and "KY Income Tax - 2010" on the check.

**SECTION A - BUSINESS INCENTIVE AND OTHER TAX CREDITS**

	A. Spouse		B. Yourself	
1 Enter nonrefundable limited liability entity credit (KRS 141.0401(2)) <b>(attach Kentucky Schedule(s) K-1 or Form(s) 725)</b> .....	1	00	1	00
2 Enter skills training investment credit (attach copy(ies) of certification) .....	2	00	2	00
3 Enter nonrefundable certified rehabilitation credit (KRS 171.397(1)(a)) .....	3	00	3	00
4 Enter credit for tax paid to another state <b>(attach copy of other state's return(s))</b> .....	4	00	4	00
5 Enter unemployment credit (attach Schedule UTC) .....	5	00	5	00
6 Enter recycling and/or composting equipment credit (attach Schedule RC) .....	6	00	6	00
7 Enter Kentucky Investment Fund credit (attach copy(ies) of certification) .....	7	00	7	00
8 Enter coal incentive credit .....	8	00	8	00
9 Enter qualified research facility credit (attach Schedule QR) .....	9	00	9	00
10 Enter GED incentive credit (attach Form DAEL-31) .....	10	00	10	00
11 Enter voluntary environmental remediation credit (attach Schedule VERB) .....	11	00	11	00
12 Enter biodiesel and renewable diesel credit .....	12	00	12	00
13 Enter environmental stewardship credit .....	13	00	13	00
14 Enter clean coal incentive credit .....	14	00	14	00
15 Enter ethanol credit (attach Schedule ETH) .....	15	00	15	00
16 Enter cellulosic ethanol credit (attach Schedule CELL) .....	16	00	16	00
17 Enter energy efficiency products credit (attach Form 5695-K) .....	17	00	17	00
18 Enter railroad maintenance and improvement credit (attach Schedule RR-I) .....	18	00	18	00
19 Add lines 1 through 18, Columns A and B. <b>Enter here and on page 1, line 15</b> .....	19	00	19	00



SECTION B - PERSONAL TAX CREDITS

Check Regular

Check both if 65 or over

Check both if blind

1 (a) Credits for yourself:

1 Enter number of boxes checked on line 1

(b) Credits for spouse:

2 Dependents:

First name	Last name	Dependent's Social Security number	Dependent's relationship to you	Check if qualifying child for family size tax credit
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>

2 Enter number of dependents who:

- lived with you
- did not live with you (see instructions)
- other dependents

3 Add total number of credits claimed on lines 1 and 2.

3 Enter total credits

If married filing separately on a combined return (Filing Status 2), each taxpayer must claim his or her own credits from line 1, divide the credits on line 2, and enter the totals in Boxes 3A and 3B. All other filers enter the amount from line 3 in Box 3B

Spouse		Yourself	
• 3A	1	• 3B	3
	x \$20		x \$20
4A	20.	4B	60.

4 Multiply credits on line 3A by \$20 and enter on line 4A. Multiply credits on line 3B by \$20 and enter on line 4B. Enter here and on page 1, line 17, Columns A and B

SECTION C - FAMILY SIZE TAX CREDIT (List the name and Social Security number of qualifying children that are not claimed as dependents in Section B.)

First name	Last name	Social Security number	First name	Last name	Social Security number

Attach a complete copy of federal Form 1040 if you received farm, business, or rental income or loss. If not required, check here.

I, the undersigned, declare under penalties of perjury that I have examined this return, including all accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct and complete. I also understand and agree that our election to file a combined return under the provisions of Regulation 103 KAR 17:020 will result in refunds being made payable to us jointly and in each of us being jointly and severally liable for all taxes accruing under this return.

Your Signature (if joint or combined return, both must sign.) Spouse's Signature Date Signed Telephone Number (daytime)

Typed or Printed Name of Preparer Other than Taxpayer I.D. Number of Preparer Date

Firm Name EIN Date

Mail to: REFUNDS Kentucky Department of Revenue, Frankfort, KY 40618-0006.

PAYMENTS Kentucky Department of Revenue, Frankfort, KY 40619-0008.

OFFICIAL USE ONLY									
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**SCHEDULE M**



**2010**

Form 740  
42A740-M

**KENTUCKY  
FEDERAL ADJUSTED GROSS INCOME  
MODIFICATIONS**

Department of Revenue

▶ **Attach to Form 740.**

Enter name(s) as shown on tax return.			Your Social Security Number	
<b>BESHEAR</b>	<b>STEVEN</b>	<b>L</b>	***-**-****	
<b>BESHEAR</b>	<b>JANE</b>	<b>K</b>	***-**-****	

**PART I ADDITIONS TO FEDERAL ADJUSTED GROSS INCOME**

**A. Spouse**  
(Use if Filing Status 2 is checked.)

**B. Yourself**  
(or Joint)

1	Enter interest income from bonds issued by other states and their political subdivisions	1	00	1	00
2	Enter self-employed health insurance deduction from federal Form 1040, line 29	2	00	2	00
3	Enter resident adjustment from partnerships, fiduciaries and S corporations, Schedule K-1	3	00	3	00
4	Enter federal depreciation from Form 4562	4	00	4	00
5	Enter federal Net Operating Loss	5	00	5	00
6	Enter federal domestic production activities deduction from federal Form 8903, line 25	6	00	6	00
7	Other additions (list and enter total): (a) _____ (b) _____ (c) _____	7	00	7	00
8	Total Additions. Enter here and on Form 740, page 1, line 6	8	00	8	00

**PART II SUBTRACTIONS FROM FEDERAL ADJUSTED GROSS INCOME**

9	Enter state income tax refund or credit reported as income on federal Form 1040	9	344 00	9	344 00
10	Enter interest income from U.S. government bonds and securities	10	00	10	00
11	Enter excludable amount of retirement income (attach Schedule P if more than \$41,110)	11	00	11	00
12	Enter taxable amount of Social Security and Railroad Retirement Board benefits from federal Form 1040, line 20(b) (1040A, line 14(b))	12	00	12	5,980 00
13	Enter long-term care insurance premiums	13	00	13	00
14	Enter health insurance premiums not previously deducted from income. Do not include premiums paid with pretax dollars (cafeteria plan)	14	00	14	00
15	Enter resident adjustment from partnerships, fiduciaries and S corporations, Schedule K-1	15	00	15	00
16	Enter Kentucky depreciation from revised Form 4562	16	00	16	00
17	Enter Kentucky Net Operating Loss	17	00	17	00
18	Enter Kentucky domestic production activities deduction (see instructions)	18	00	18	00
19	Other subtractions (list and enter total): (a) _____ (b) _____ (c) <b>SEE STATEMENT 1</b>	19	00	19	104 00
20	Total Subtractions. Enter here and on Form 740, page 1, line 8	20	344 00	20	6,428 00

**SCHEDULE A**

Form 740  
42A740-A

Department of Revenue



**KENTUCKY ITEMIZED DEDUCTIONS**

▶ See instructions.  
▶ Attach to Form 740.

**2010**

Enter name(s) as shown on Form 740, page 1.

**BESHEAR, STEVEN L. & JANE K.**

Your Social Security Number  
\*\*\*-\*\*-\*\*\*\*

Do not include expenses reimbursed or paid by others.			
<b>Medical and Dental Expenses</b>	1. Medical and dental expenses .....	1	
	2. Enter 7.5% (.075) of the amount from Form 740, line 9 .....	2	
	3. <b>Total medical and dental.</b> Subtract line 2 from line 1. If zero or less, enter -0- .....	▶ 3	00
<b>Taxes</b> <i>Note: Sales and use taxes and new motor vehicle taxes are not deductible.</i>	4. Local income taxes (do not include state income tax) .....	4	2,467
	5. Real estate taxes .....	5	2,768
	6. Personal property taxes .....	6	745
	7. Other taxes (list) .....	7	
	8. <b>Total taxes.</b> Add lines 4 through 7. Enter here .....	▶ 8	5,980
			00
<b>Interest Expense</b> <i>Note: Personal interest is not deductible.</i>	9. Home mortgage interest and points reported to you on federal Form 1098 <b>SEE STATEMENT 2</b> .....	9	12,438
	10. Home mortgage interest not reported to you on federal Form 1098 (if paid to an individual, show that person's name, identifying number and address) .....	10	
	<b>See instructions for lines 11 and 12.</b>		
	11. Points not reported to you on federal Form 1098 <b>STMT 4</b> .....	11	27
	12. Qualified mortgage insurance premiums .....	12	
	13. Investment interest (attach federal Form 4952 if required) * .....	13	7,064
	* <b>STATEMENT 3</b>		
14. <b>Total interest.</b> Add lines 9 through 13. Enter here .....	▶ 14	19,529	
		00	
<b>Contributions</b> <i>Note: For any contribution of \$250 or more, see instructions.</i>	15. Contributions by cash or check <b>SEE STATEMENT 6</b> .....	15	18,989
	16. Other than cash or check (attach federal Form 8283 if over \$500) .....	16	
	17. Artistic charitable contributions deduction (attach copy of appraisal) .....	17	
	18. Carryover from prior year .....	18	
	19. <b>Total contributions.</b> Add lines 15 through 18. Enter here .....	▶ 19	18,989
		00	
<b>Casualty and Theft Losses</b>	20. Enter amount from attached federal Form 4684, Section A, line 16 .....	20	
	21. Enter 10% (.10) of the amount from Form 740, line 9 .....	21	
	22. <b>Total casualty or theft loss(es).</b> Subtract line 21 from line 20. If zero or less, enter -0- .....	▶ 22	00
<b>Job Expenses and Most Other Miscellaneous Deductions</b>	23. Unreimbursed employee expenses - job travel, union dues, job education, etc. (attach Form 2106 or 2106-EZ if applicable) list <b>SEE STATEMENT 5</b> .....	23	270
	24. Tax preparation fees .....	24	900
	25. Other (investment, safe deposit box, etc.) list <b>SEE STATEMENT 7</b> .....	25	53
	26. Add the amounts on lines 23, 24 and 25. Enter here .....	26	1,223
	27. Enter 2% (.02) of the amount from Form 740, line 9 .....	27	3,189
	28. <b>Total.</b> Subtract line 27 from line 26. If zero or less, enter -0- .....	▶ 28	0
			00
<b>Other Miscellaneous Deductions</b>	29. Other (see instructions) .....	▶ 29	00
<b>Total Itemized Deductions</b>	30. Add lines 3, 8, 14, 19, 22, 28 and 29. Enter here .....	▶ 30	44,498
		00	

053081  
10-21-10

\* If single or married filing jointly, enter the total itemized deductions from line 30 on Form 740, line 10, column B.  
\* All others go to page 2.



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**PART I-DIVIDING DEDUCTIONS BETWEEN SPOUSES**

Use this schedule if married filing separately on a combined return.

---

1. Total itemized deductions from page 1, line 30 .....	<u>44,498.00</u>
2. Percent of income (Form 740, line 9, Column A) to total income (Form 740, total of line 9, Columns A and B) .....	<u>15.44%</u>
3. Percent of income (Form 740, line 9, Column B) to total income (Form 740, total of line 9, Columns A and B) .....	<u>84.56%</u>
4. Percent on line 2 times total deductions entered on line 1 (enter here and on Form 740, line 10, Column A) .....	<u>6,870.00</u>
5. Percent on line 3 times total deductions entered on line 1 (enter here and on Form 740, line 10, Column B) .....	<u>37,628.00</u>

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**SCHEDULE D  
(Form 1040)**

Department of the Treasury  
Internal Revenue Service (99)

**Capital Gains and Losses**

▶ Attach to Form 1040 or Form 1040NR. ▶ See Instructions for Schedule D (Form 1040).  
▶ Use Schedule D-1 to list additional transactions for lines 1 and 8.

KY  
OMB No. 1545-0074

**2010**  
Attachment  
Sequence No. **12**

Name(s) shown on return

Your social security number

STEVEN L. BESHEAR

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**Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less**

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price	(e) Cost or other basis	(f) Gain or (loss) Subtract (e) from (d)
1					
2 Enter your short-term totals, if any, from Schedule D-1, line 2					
<b>3 Total short-term sales price amounts.</b> Add lines 1 and 2 in column (d)					
4 Short-term gain from Form 6252 and short-term gain or (loss) from Forms 4684, 6781, and 8824					4
5 Net short-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1					5
6 Short-term capital loss carryover. Enter the amount, if any, from line 10 of your <b>Capital Loss</b> <b>Carryover Worksheet</b> in the instructions					6 ( )
7 <b>Net short-term capital gain or (loss).</b> Combine lines 1 through 6 in column (f)					7

**Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year**

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price	(e) Cost or other basis	(f) Gain or (loss) Subtract (e) from (d)
8					
9 Enter your long-term totals, if any, from Schedule D-1, line 9					
<b>10 Total long-term sales price amounts.</b> Add lines 8 and 9 in column (d)					
11 Gain from Form 4797, Part I; long-term gain from Forms 2439 and 6252; and long-term gain or (loss) from Forms 4684, 6781, and 8824					11
12 Net long-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1					12
13 Capital gain distributions					13
14 Long-term capital loss carryover. Enter the amount, if any, from line 15 of your <b>Capital Loss</b> <b>Carryover Worksheet</b> in the instructions					14 ( 3,087.00 )
15 <b>Net long-term capital gain or (loss).</b> Combine lines 8 through 14 in column (f). Then go to Part III on page 2					15 -3,087.00

LHA For Paperwork Reduction Act Notice, see your tax return instructions.

Schedule D (Form 1040) 2010

**Part III Summary**

<p><b>16</b> Combine lines 7 and 15 and enter the result .....</p> <ul style="list-style-type: none"> <li>• If line 16 is a <b>gain</b>, enter the amount from line 16 on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 17 below.</li> <li>• If line 16 is a <b>loss</b>, skip lines 17 through 20 below. Then go to line 21. Also be sure to complete line 22.</li> <li>• If line 16 is <b>zero</b>, skip lines 17 through 21 below and enter -0- on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 22.</li> </ul>	<b>16</b>	<b>-3,087.00</b>
<p><b>17</b> Are lines 15 and 16 <b>both</b> gains?</p> <p><input type="checkbox"/> <b>Yes.</b> Go to line 18.</p> <p><input type="checkbox"/> <b>No.</b> Skip lines 18 through 21, and go to line 22.</p>		
<p><b>18</b> Enter the amount, if any, from line 7 of the <b>28% Rate Gain Worksheet</b> on page D-8 of the instructions .....</p>	<b>18</b>	
<p><b>19</b> Enter the amount, if any, from line 18 of the <b>Unrecaptured Section 1250 Gain Worksheet</b> on page D-9 of the instructions .....</p>	<b>19</b>	
<p><b>20</b> Are lines 18 and 19 <b>both</b> zero or blank?</p> <p><input type="checkbox"/> <b>Yes.</b> Complete Form 1040 through line 43, or Form 1040NR through line 41. Then complete the <b>Qualified Dividends and Capital Gain Tax Worksheet</b> in the Instructions for Form 1040, line 44 (or in the Instructions for Form 1040NR, line 42). <b>Do not</b> complete lines 21 and 22 below.</p> <p><input type="checkbox"/> <b>No.</b> Complete Form 1040 through line 43, or Form 1040NR through line 41. Then complete the <b>Schedule D Tax Worksheet</b> on page D-10 of the instructions. <b>Do not</b> complete lines 21 and 22 below.</p>		
<p><b>21</b> If line 16 is a loss, enter here and on Form 1040, line 13, or Form 1040NR, line 14, the <b>smaller</b> of:</p> <ul style="list-style-type: none"> <li>• The loss on line 16 or</li> <li>• (\$3,000), or if married filing separately, (\$1,500)</li> </ul> <p style="text-align: center;">} ..... <b>SEE STATEMENT 8</b> .....</p>	<b>21</b>	<b>( 1,500.00)</b>
<p><b>Note.</b> When figuring which amount is smaller, treat both amounts as positive numbers.</p>		
<p><b>22</b> Do you have qualified dividends on Form 1040, line 9b, or Form 1040NR, line 10b?</p> <p><input type="checkbox"/> <b>Yes.</b> Complete Form 1040 through line 43, or Form 1040NR through line 41. Then complete the <b>Qualified Dividends and Capital Gain Tax Worksheet</b> in the Instructions for Form 1040, line 44 (or in the Instructions for Form 1040NR, line 42).</p> <p><input type="checkbox"/> <b>No.</b> Complete the rest of Form 1040 or Form 1040NR.</p>		

Form **4952**

Department of the Treasury  
Internal Revenue Service (99)

# Investment Interest Expense Deduction

▶ Attach to your tax return.

KY  
OMB No. 1545-0191

**2010**  
Attachment  
Sequence No. **51**

Name(s) shown on return

Identifying number

STEVEN L. BESHEAR & JANE K. BESHEAR

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<b>Part I Total Investment Interest Expense</b>	
1 Investment interest expense paid or accrued in 2010 (see instructions) .....	1 7,064.00
2 Disallowed investment interest expense from 2009 Form 4952, line 7 .....	2
<b>3 Total investment interest expense.</b> Add lines 1 and 2 .....	<b>3 7,064.00</b>

<b>Part II Net Investment Income</b>	
4a Gross income from property held for investment (excluding any net gain from the disposition of property held for investment) <b>STMT 9</b> .....	4a 34,457.00
b Qualified dividends included on line 4a .....	4b 33,928.00
c Subtract line 4b from line 4a .....	4c 529.00
d Net gain from the disposition of property held for investment .....	4d
e Enter the <b>smaller</b> of line 4d or your net capital gain from the disposition of property held for investment (see instructions) .....	4e
f Subtract line 4e from line 4d .....	4f 0.00
g Enter the amount from lines 4b and 4e that you elect to include in investment income (see instructions) .....	4g 6,563.00
h Investment income. Add lines 4c, 4f, and 4g .....	4h 7,092.00
5 Investment expenses (see instructions) <b>SEE STATEMENT 10</b> .....	5 28.00
<b>6 Net investment income.</b> Subtract line 5 from line 4h. If zero or less, enter -0- .....	<b>6 7,064.00</b>

<b>Part III Investment Interest Expense Deduction</b>	
7 Disallowed investment interest expense to be carried forward to 2011. Subtract line 6 from line 3. If zero or less, enter -0- .....	7 0.00
<b>8 Investment interest expense deduction.</b> Enter the <b>smaller</b> of line 3 or 6. See instructions.....	<b>8 7,064.00</b>

**SCHEDULE D  
(Form 1040)**

Department of the Treasury  
Internal Revenue Service (99)

Name(s) shown on return

**Capital Gains and Losses**

▶ Attach to Form 1040 or Form 1040NR. ▶ See Instructions for Schedule D (Form 1040).  
▶ Use Schedule D-1 to list additional transactions for lines 1 and 8.

KY  
OMB No. 1545-0074

**2010**  
Attachment  
Sequence No. **12**

Your social security number

\*\*\*-\*\*-\*\*\*\*

JANE K. BESHEAR

**Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less**

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price	(e) Cost or other basis	(f) Gain or (loss) Subtract (e) from (d)
1					
2 Enter your short-term totals, if any, from Schedule D-1, line 2					
3 <b>Total short-term sales price amounts.</b> Add lines 1 and 2 in column (d)					
4 Short-term gain from Form 6252 and short-term gain or (loss) from Forms 4684, 6781, and 8824					4
5 Net short-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1					5 -30.00
6 Short-term capital loss carryover. Enter the amount, if any, from line 10 of your <b>Capital Loss</b> <b>Carryover Worksheet</b> in the instructions					6 (19,682.00)
7 <b>Net short-term capital gain or (loss).</b> Combine lines 1 through 6 in column (f)					7 -19,712.00

**Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year**

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price	(e) Cost or other basis	(f) Gain or (loss) Subtract (e) from (d)
8					
9 Enter your long-term totals, if any, from Schedule D-1, line 9					
10 <b>Total long-term sales price amounts.</b> Add lines 8 and 9 in column (d)					
11 Gain from Form 4797, Part I; long-term gain from Forms 2439 and 6252; and long-term gain or (loss) from Forms 4684, 6781, and 8824					11
12 Net long-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1					12 -177.00
13 Capital gain distributions					13
14 Long-term capital loss carryover. Enter the amount, if any, from line 15 of your <b>Capital Loss</b> <b>Carryover Worksheet</b> in the instructions					14 (51,045.00)
15 <b>Net long-term capital gain or (loss).</b> Combine lines 8 through 14 in column (f). Then go to Part III on page 2					15 -51,222.00

LHA For Paperwork Reduction Act Notice, see your tax return instructions.

Schedule D (Form 1040) 2010

**Part III Summary**

<p><b>16</b> Combine lines 7 and 15 and enter the result .....</p> <ul style="list-style-type: none"> <li>• If line 16 is a <b>gain</b>, enter the amount from line 16 on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 17 below.</li> <li>• If line 16 is a <b>loss</b>, skip lines 17 through 20 below. Then go to line 21. Also be sure to complete line 22.</li> <li>• If line 16 is <b>zero</b>, skip lines 17 through 21 below and enter -0- on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 22.</li> </ul>	<b>16</b>	<b>-70,934.00</b>
<p><b>17</b> Are lines 15 and 16 <b>both</b> gains?</p> <p><input type="checkbox"/> <b>Yes.</b> Go to line 18.</p> <p><input type="checkbox"/> <b>No.</b> Skip lines 18 through 21, and go to line 22.</p>		
<p><b>18</b> Enter the amount, if any, from line 7 of the <b>28% Rate Gain Worksheet</b> on page D-8 of the instructions .....</p>	<b>18</b>	
<p><b>19</b> Enter the amount, if any, from line 18 of the <b>Unrecaptured Section 1250 Gain Worksheet</b> on page D-9 of the instructions .....</p>	<b>19</b>	
<p><b>20</b> Are lines 18 and 19 <b>both</b> zero or blank?</p> <p><input type="checkbox"/> <b>Yes.</b> Complete Form 1040 through line 43, or Form 1040NR through line 41. Then complete the <b>Qualified Dividends and Capital Gain Tax Worksheet</b> in the Instructions for Form 1040, line 44 (or in the Instructions for Form 1040NR, line 42). <b>Do not</b> complete lines 21 and 22 below.</p> <p><input type="checkbox"/> <b>No.</b> Complete Form 1040 through line 43, or Form 1040NR through line 41. Then complete the <b>Schedule D Tax Worksheet</b> on page D-10 of the instructions. <b>Do not</b> complete lines 21 and 22 below.</p>		
<p><b>21</b> If line 16 is a loss, enter here and on Form 1040, line 13, or Form 1040NR, line 14, the <b>smaller</b> of:</p> <ul style="list-style-type: none"> <li>• The loss on line 16 or</li> <li>• (\$3,000), or if married filing separately, (\$1,500)</li> </ul> <p style="text-align: center;">} ..... <b>SEE STATEMENT 11</b> .....</p>	<b>21</b>	<b>( 1,500.00)</b>
<p><b>Note.</b> When figuring which amount is smaller, treat both amounts as positive numbers.</p>		
<p><b>22</b> Do you have qualified dividends on Form 1040, line 9b, or Form 1040NR, line 10b?</p> <p><input type="checkbox"/> <b>Yes.</b> Complete Form 1040 through line 43, or Form 1040NR through line 41. Then complete the <b>Qualified Dividends and Capital Gain Tax Worksheet</b> in the Instructions for Form 1040, line 44 (or in the Instructions for Form 1040NR, line 42).</p> <p><input type="checkbox"/> <b>No.</b> Complete the rest of Form 1040 or Form 1040NR.</p>		

KY SCHEDULE M		OTHER SUBTRACTIONS		STATEMENT	1
DESCRIPTION		SPOUSE		YOURSELF	
USDA TOBACCO BUYOUT INTEREST				104.00	
TOTAL TO SCHEDULE M, LINE 19				104.00	

KY SCHEDULE A		HOME MORTGAGE INTEREST AND POINTS (1098)		STATEMENT	2
DESCRIPTION		SPOUSE		YOURSELF	
HOME MORTGAGE INTEREST PAID TO A FINANCIAL INSTITUTION		6,219.00		6,219.00	
TOTAL TO SCHEDULE A, LINE 9		6,219.00		6,219.00	

KY SCHEDULE A		INVESTMENT INTEREST EXPENSE		STATEMENT	3
DESCRIPTION		SPOUSE		YOURSELF	
HILLIARD LYONS CHARLES SCHWAB		6,875.00		189.00	
TOTAL TO SCHEDULE A, LINE 13		6,875.00		189.00	

KY SCHEDULE A		POINTS NOT REPORTED ON FORM 1098			STATEMENT	4
DESCRIPTION	DATE RE-FINANCED	TOTAL POINTS	MOS	AMORTIZATION SPOUSE	THIS YEAR YOURSELF	
AMORITIZED POINTS-MORTGAGE RE	04/18/03	400.00	180	13.00	14.00	
TOTAL TO SCHEDULE A, LINE 11				13.00	14.00	

DESCRIPTION	SPOUSE	YOURSELF
UNION AND PROFESSIONAL DUES	135.00	135.00
TOTAL TO SCHEDULE A, LINE 23	135.00	135.00

DESCRIPTION	SPOUSE	YOURSELF
MISCELLANEOUS	9,494.00	9,495.00
TOTAL TO SCHEDULE A, LINE 15	9,494.00	9,495.00

DESCRIPTION	SPOUSE	YOURSELF
FROM K-1 - ADVALORUM INVESTMENT CLUB	53.00	
TOTAL TO SCHEDULE A, LINE 25	53.00	

KEY	SCHEDULE D	CAPITAL LOSS CARRYOVER	STATEMENT	8
1	ENTER THE AMOUNT FROM FORM 740, LINE 11B . . . . .		97,201.00	
2	ENTER THE LOSS FROM SCHEDULE D, LINE 18, AS A POSITIVE AMOUNT.		1,500.00	
3	COMBINE LINES 1 AND 2. IF ZERO OR LESS, ENTER -0- . . . . .		98,701.00	
4	ENTER THE SMALLER OF LINE 2 OR LINE 3 . . . . .		1,500.00	
5	ENTER THE LOSS FROM SCHEDULE D, LINE 7, AS A POSITIVE AMOUNT .			
6	ENTER THE GAIN, IF ANY, FROM SCHEDULE D, LINE 16 . . . . .			
7	ENTER THE AMOUNT FROM LINE 4 . . . . .			
8	ADD LINES 6 AND 7 . . . . .			
9	SHORT-TERM CAPITAL LOSS CARRYOVER TO 2011. SUBTRACT LINE 8 FROM LINE 5. IF ZERO OR LESS, ENTER -0- . . .			
10	ENTER THE LOSS FROM SCHEDULE D, LINE 16, AS A POSITIVE AMOUNT.		3,087.00	
11	ENTER THE GAIN, IF ANY, FROM SCHEDULE D, LINE 7 . . . . .			
12	SUBTRACT LINE 5 FROM LINE 4. IF ZERO OR LESS, ENTER -0- . . . . .	1,500.00		
13	ADD LINES 11 AND 12 . . . . .		1,500.00	
14	LONG-TERM CAPITAL LOSS CARRYOVER TO 2011. SUBTRACT LINE 13 FROM LINE 10. IF ZERO OR LESS, ENTER -0- . . .		1,587.00	

KY 4952	INCOME FROM PROPERTY HELD FOR INVESTMENT	STATEMENT	9
DESCRIPTION	SPOUSE	YOURSELF	
OTHER SOURCES			
SCHEDULE B	26,123.00	8,149.00	
PENSION AND ANNUITIES			
SCHEDULE E, PART II			
ROYALTY		185.00	
TOTAL TO FORM 4952, LINE 4A	26,123.00	8,334.00	

KY 4952	INVESTMENT EXPENSE	STATEMENT	10
DESCRIPTION	SPOUSE	YOURSELF	
ROYALTY AND RENTAL INVESTMENT EXPENSE	0.00	28.00	
SCH A DEDUCTIONS	0.00	0.00	
TOTAL TO FORM 4952, LINE 5	0.00	28.00	



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FORM 4952	INVESTMENT INTEREST EXPENSE	STATEMENT 12
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DESCRIPTION	CURRENT	CARRYOVER
HILLIARD LYONS	6,875.	
CHARLES SCHWAB	189.	
TOTALS TO FORM 4952, LINES 1 AND 2	7,064.	

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FORM 4952	INCOME FROM PROPERTY HELD FOR INVESTMENT	STATEMENT 13
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DESCRIPTION	AMOUNT
INTEREST INCOME	104.
DIVIDEND INCOME	34,272.
GAS AND OIL ROYALTY	185.
TOTAL TO FORM 4952, LINE 4A	34,561.

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FORM 4952	INVESTMENT EXPENSES	STATEMENT 14
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DESCRIPTION	AMOUNT
GAS AND OIL ROYALTY	28.
TOTAL TO FORM 4952, LINE 5	28.

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FORM 4952	INVESTMENT INTEREST EXPENSE DEDUCTION SUMMARY	STATEMENT 15
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NAME	FORM OR SCHEDULE	INVESTMENT INTEREST EXPENSE	INVESTMENT INTEREST EXPENSE C/O	DISALLOWED INVESTMENT INTEREST EXPENSE	ALLOWED INVESTMENT INTEREST EXPENSE
HILLIARD LYONS	SCH A	6,875.	0.	0.	6,875.
CHARLES SCHWAB	SCH A	189.	0.	0.	189.
TOTALS		7,064.	0.	0.	7,064.