

Attention:

Do not download, print, and file Copy A with the IRS.

Copy A appears in red, similar to the official IRS form, but is for informational purposes only. A penalty of \$50 per information return may be imposed for filing copies of forms that cannot be scanned.

You may order these forms online at *Forms and Publications By U.S. Mail* or by calling 1-800-TAX-FORM (1-800-829-3676).

See IRS Publications 1141, 1167, 1179, and other IRS resources for information about printing these tax forms.

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VOID

CORRECTED

CREDITOR'S name, street address, city, state, and ZIP code		OMB No. 1545-1424		2005 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 (see instructions)		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
2005 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 2005 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 \$	

**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).

Account number. May show an account or other unique number the creditor assigned to distinguish your account.

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, to see if you must include the interest in gross 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	
		2005 Form 1099-C	
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 (see instructions)	6 Check for bankruptcy <input type="checkbox"/>	7 Fair market value of property \$	

**Cancellation
of Debt**

**Copy C
For Creditor**

For Privacy Act
and Paperwork
Reduction Act
Notice, see the
**2005 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 2005 General Instructions for Forms 1099, 1098, 5498, and W-2G, and the 2005 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, 2006.

File Copy A of this form with the IRS by February 28, 2006. If you file electronically, the due date is March 31, 2006.