

### Income Tax Hints To Farmers

Most farmers need considerable information on hand when they make out their income tax returns.

Many farmers will want the help of a person familiar with tax-return forms and the tax law as it applies to farm income.

If the services of a representative of a collector's office is not readily available, then a county agent, banker or other dependable adviser may be able to help.

Information about the farm business should be collected in advance of filling out the return. It includes a summary of farm receipts and expenses, a record of profits or losses on the sale of purchased livestock and a depreciation schedule for farm buildings, machinery and other depreciable property.

Farmers who employ the cash method of accounting must use the special form 1040-F along with form 1040 in making out their returns. On 1040-F they put down their various kinds of income and figure their net profit.

Then the amount of the net profit as shown on line 10 form 1040-F is entered on line 23, schedule C, page two of form 1040. Then form 1040 is filled out and the amount of tax determined.

Farmers who use the inventory system of accounting may use either form 1040-F or schedule C on form 1040 to show net profit or loss. However, 1040-F has a convenient schedule for reporting inventories and for listing deductions.

Farmers usually have many deductible expenses. Among them are: Costs of purchased feed, minor repairs to farm buildings other than the farmer's house, cost of small tools which have a short period of life, fuel and oil used for farm work.

Also deductible are costs of repair of farm machinery, cost of hiring laborers and machines, including the cost of board for laborers and of wages to domestic workers to the extent they are necessary to serve farm laborers.

The farmer may deduct livestock fees for breeding, registration, transfer, cow testing, exhibition of animals and sheep shearing. He also may deduct rent paid for pasture land, crop land and farm buildings, interest paid on notes and real estate mortgages, the cost of sprays and other materials for insect and disease control, various purchased seeds and plants, insurance premiums on farm buildings, livestock and

crops, farm organization dues and farm business travel costs.

Some farmers who lose livestock in last winter's blizzard (1949) get a tough break from an income standpoint. A farmer is not allowed to deduct the cost of destroyed animals which he has raised unless he uses his inventories to show his income.

If he uses the inventory method, instead of the cash system of accounting, the loss of the animals must not exceed the purchase price less the depreciation of the animal.

However, the loss of livestock purchased by farmers may be deducted. The amount of the deduction in the case of purchased animal must not exceed the purchase price less the depreciation of the animal.

The law does not allow deduction for losses of raised livestock on the grounds that the taxpayer can't claim a loss on profits that are anticipated. For the same reason, he cannot deduct losses of crops he has grown.

If a farmer pays his child for working for him, he may deduct the sum of the child's wages as a farm expense. He cannot deduct the value of the child's services.

Many farmers will want to look into the special provisions for reporting income from the sale of timber, livestock and real estate and depreciable property.

### Watha News

Mr. and Mrs. Tommie Phillips of Norfolk, Va., Miss Peterson and Mrs. Lennor of Freeman were dinner guests of the Mills family Saturday.

J. A. Teachey of Wilmington visited his parents, Mr. and Mrs. Isaac Teachey, Saturday.

Mr. and Mrs. Ira Williams and Mr. and Mrs. O. E. Sharp of Durham visited Mr. and Mrs. Hicks Rooks Sunday. They also visited the azalea gardens in Wilmington.

Mr. and Mrs. R. F. Briggs of Henderson visited her aunt, Mrs. W. Y. Thompson, Sunday.

Mr. and Mrs. L. F. Rooks visited in Castle Hayne and Wilmington Sunday.

Clifton Wallace of Jacksonville visited Fred Rooks Sunday.

Friends of Mrs. Marie Rooks will be glad to know she is able to be at home for a visit after

### Teachey News - Socials

#### Personals

Mrs. Ellen Wells has returned from Washington, D. C., where she visited relatives.

Mr. and Mrs. M. W. Gardner and Nell of Asheboro visited Mrs. E. G. Forlow and other relatives.

Miss Allene Wadsworth of Raleigh spent the week-end with her parents, Mr. and Mrs. J. S. Wadsworth.

Mrs. W. M. Hearn, Mrs. Carl Orr, Mrs. Charles H. Hearn, Misses Carolyn Turner, Hilda and Ruth Hearn spent Wednesday in Wilmington.

Mrs. Rivers Rouse, Mrs. Edgar Wells, Mrs. C. T. Fussell Jr., and Miss Janice Rouse spent Friday in Wilmington.

Mr. and Mrs. Hubert Boney spent the week-end visiting relatives at Nohunta.

J. P. Blanton has returned to Raleigh, having spent some time with his parents.

Edgar Wells Jr., Mrs. Chas. H. Hearn and Ruth accompanied Mr. and Mrs. Jim Ramsey and Lindia to Raleigh on Friday.

Mr. and Mrs. Rivers Rouse, Mr. and Mrs. Frank Fussell and baby visited Mr. and Mrs. Ben Wallace of Seven Springs on Sunday.

Mr. and Mrs. J. M. Smith of Clarkton visited Mr. and Mrs. W. M. Hearn Sunday.

Mr. and Mrs. Levi Simmons and son have returned to their home in Raleigh, having spent some time with relatives.

Dinner guests of Mr. and Mrs. George H. McMillan of Fayetteville on Sunday were Mrs. Chas. H. Hearn, Misses Janice Rouse, Ruth and Mirlon Hearn, John Bland, Mrs. G. H. Robinson of Wallace, Mr. and Mrs. E. T. Van Court, Elmer Ray, Margaret and Frances Van Court, Mr. and Mrs. J. D. Mallard, Mr. and Mrs. R. W. Wells, Mr. and Mrs. Woody Tate and children of Greensboro, Mr. and Mrs. T. R. McMillan, E. D. McMillan, Jarvis, Doris and Suzanne McMillan

being a patient in Duke Hospital in Durham.

Mrs. Inez Swinson and Mrs. Nancy Swinson of Magnolia visited Mrs. Hattie Cavanaugh over the week-end.

Mrs. Kenneth Sutton and children of Rocky Mount spent the week-end with her mother, Mrs. Daisy Cottle.

of Fayetteville, Mrs. S. F. McMillan of Thomasville.

#### Training Union

Members of the Baptist Church had a large attendance and several to get certificates at their meeting for the past week and all enjoyed the pictures.

#### Women Of Church Elect Officers

The Women of the Church met on Monday afternoon at the Presbyterian church, electing the following slate of officers:

Group 1, serving one year, including Mrs. J. L. Wells, president; Mrs. Charles H. Hearn, historian; Mrs. J. S. Wadsworth, chairman of world missions; Mrs. D. F. Rivenbark, chairman of annuities and relief, Mrs. Jamie Ward, chairman of spiritual growth; Mrs. Rivers Rouse, chairman of church extension.

Group 2, serving two years, were Mrs. Bill King, vice-president; Miss Sarah E. Wells, treasurer; Mrs. Ray MacMillan, secretary; Mrs. David Wells, chairman of education; Mrs. Manly Teachey, chairman of stewardship; Mrs. Ben Brinkley, chairman of assembly special causes.

Mrs. Charles H. Hearn was in charge of the program and reviewed the topic "Take Home Pay." The meeting closed with prayer by Mrs. D. F. Rivenbark.

One half of North Carolina's forest lands is in farms. This nine million acres of timberland is an important part of any farm management plan.

More than 5,000 industrial plants in North Carolina depend directly upon the forests for raw material, and the value of their production is about \$159,000,000 yearly.

#### Compromise

(Continued From Page One) opted, after being formally presented on the floor by Jimmy Powell of Bladen, stated that the board of directors would request the management division of the Rural Electrification Administration in Washington, D. C., to make a survey and study of the

territory now being served from the Burgaw office.

It provided that a report be filed with the directors setting forth whether the most efficient and economical administration of the affairs of the corporation can best be served by allowing the office to remain in Burgaw or transferring it to Wallace, and pledged the directors to abide by the decision of the survey.

Following adjournment of the meeting, R. D. Ezzelle, Wallace, was awarded an electric range at a drawing.

#### Forty

(Continued From Page One)

Edwin Futreal, Chinquapin; Roy Sanderson, Beulaville; Fred Revelle, Warsaw; Rodney Harper, Deep Run; C. H. Hearn, Teachey; John Francis Arcuri, Faison; Bland Noble, Pink Hill; Walter Rhodes, Beulaville; Zollie Konegay, Mt. Olive; G. H. Blanton, Wallace; W. G. Dixon, Route 2, Rose Hill; C. R. Wells, Route 2, Rose Hill; James Ward, Rose Hill.

#### Stories

(Continued from Page One)

dren. "Before the Red Cross started this program I had some experience with blood transfusions. My wife had to have about 19 or 20 of them. I had to scour the town, ask my friends, urge my family, and do everything under the sun to get the blood for her. I had to buy a lot of it and that meant between \$35 and \$50 a pint. Even when you had the money to pay the fellows for donating it, it wasn't easy to find 'em because most people don't like to sell their blood. Then you always have to worry about the right type, you know.

"Well, we have a Red Cross Blood Program now and all that is ended. I talk up the Red Cross program at the lodge and at the plant too. If more of those guys realized what it means to be able to get blood when someone in your family needs it, they'd go down and donate in a hurry. Gosh, you can't tell when you or your wife or one of the kids may need it—and right away too. If you have to wait around to find the right person or dig up money to pay for the blood in advance, you could die in the meantime. I'm mighty happy that the Red Cross has changed all of that."

#### Mrs.

(Continued From Page One)

Henderson County. Organized team games followed, and this fall and winter saw the beginning of instruction in hand crafts, with classes meeting each Saturday morning.

Now, clay modeling known as Huckleberry primitives are being made and placed on the market, as the native clay seems to offer a future in ceramics. The year-round students are also doing simple woodworking, weaving and other crafts.

#### Weeks

(Continued from Page One)

Fermate, also dithane, and Z-78 (Parzate). While discussing the tobacco

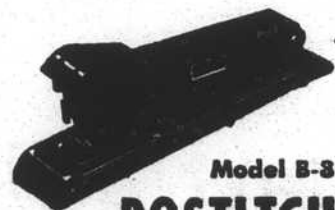
disease, Mr. Weeks indicated that there is a wide-spread concern among growers who are finding that insects are attacking the plant beds and doing some damage.

He pointed out that there are several insects in evidence; however, "the following compounds will be generally effective against most of the attackers.

The first recommendation was the use of 1 percent of Parathyon applied one-pound to the 100 square yards. Five percent DDT applied the same as Parathyon was also recommended.

The cold weather we have had this week will act as a temporary stopper against further damage by the insects, but as soon as the weather turns warm again, Weeks concluded, the insects will resume their destructive work and it will take a chemical agent to bring the attacks under control.

# Quality Printing .-. Priced Right



Model B-3

### BOSTITCH

The Stapler with A HUNDRED USES

- A DESK FASTENER
- A HAND STAPLER
- A TACKER

Built by Bostitch for years of use. Handy, rugged, compact.

PRICED AT ONLY \$2.50

COMPLETE WITH A THOUSAND STAPLES

IN THE OFFICE: Dependable performance on any job makes it essential for every desk, to save office bookkeeping all waste of time.

IN THE HOME: You'll find it one of the handy things around the house—for putting brochures, books, magazines, etc. in place, for hanging pictures, for putting up notices, for putting up notices, for putting up notices, for putting up notices.

AT SCHOOL: When you need a quick, handy fastener, it's easy to find. Buy one, or two.

An ideal gift... for anyone even yourself

- Carbon Paper
- Show Card Inks
- Stamp Pad Inks
- Laundry Marking Outfits
- Pastes — Cements
- Ink Eradicator Solution
- Carter's Fountain Pen Ink
- Rubber Stamp Pads

IN STOCK



SEE US FOR YOUR NEXT PRINTING ORDER

# THE WALLACE ENTERPRISE

Telephone 4321

Wallace, N. C.