

ESTABLISHED 1857

# THE MERCHANTS' LOAN & TRUST COMPANY

CAPITAL AND SURPLUS \$10,000,000.

ORSON SMITH, President.  
E. D. HULBERT, Vice President. P. C. PETERSON, Cashier.  
F. G. NELSON, Vice President. C. E. ESTES, Assistant Cashier.  
J. E. BLUNT, Jr., Vice President. J. J. GEDDES, Assistant Cashier.

CHICAGO,

February 3, 1916.

## TRUST DEPARTMENT

LEON L. LOEHR  
SECRETARY

Mrs. Murray Warner,

2590 Green Street,

San Francisco, California.

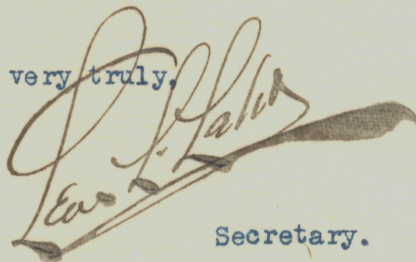
Dear Mrs. Warner:

We enclose herewith for your information and files a copy of the income tax return to be made for the year 1915 by this Company, as Trustee under the will of Perkins Bass, deceased.

As we understand the regulations of the Treasury Department relative to the Income Tax law, a beneficiary is required to show in his or her personal return the income received during the year from or through fiduciaries, and we therefore beg to advise that according to our records we remitted to you during 1915 the sum of \$18,640.40, upon which said amount the normal tax has been withheld or will be withheld at the source so far as your return is concerned.

With kind regards, we are,

Yours very truly,



Secretary.

ALJ-ED

THE MERCHANTS' LOAN & TRUST COMPANY

INCORPORATED IN THE STATE OF CALIFORNIA

CHICAGO, February 3, 1916.

TRUST DEPARTMENT

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SECRETARY

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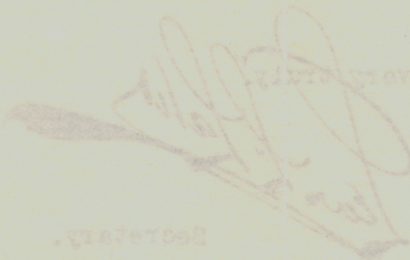
Dear Mrs. Warner:

We enclose herewith for your information and files a copy of the income tax return as made for the year 1915 by this Company, as directed under the will of William Reed, deceased.

As we understand the regulations of the Treasury Department relative to the income tax law, a beneficiary is required to show in his or her return the income received during the year from or through this Company, and we therefore beg to advise that according to our records we verified to you during 1915 the sum of \$16,640.40, upon which said amount the normal tax has been withheld or will be withheld at the source so far as your return is concerned.

With kind regards, we are,

Yours very truly,

  
Secretary.

AL-21

TO BE FILLED IN BY INTERNAL REVENUE BUREAU.

File No. \_\_\_\_\_

Audited by \_\_\_\_\_

COPY

(SEE INSTRUCTIONS ON PAGE 4.)

IMPORTANT.

Read this form through carefully.  
Fill in pages 2 and 3 before making  
entries on first page. Write legibly,  
using typewriter if possible.

(As provided by Act of Congress, approved September 8, 1916.)

INCOME RECEIVED DURING THE YEAR ENDED DECEMBER 31, 1916.

PERKINS BASS. DECEASED.

(State name by which estate or trust is known.)

NOTE.—If there are any such beneficiaries they must be designated as such on the list below.

LIST:	(1) NAMES OF BENEFICIARIES.	(2) ADDRESS.	(3) Paid or payable to beneficiaries from amount reported on line 7.	(4) Amount of exemption claimed.	(5) Amount of income on which fiduciary is liable for tax.	(6) Amount of tax withheld.
	Gertrude B. Warner	2590 Green Street, San Francisco, Cal.	\$ 20,261.65	\$	\$ 20,261.65	\$ 202.62
	TOTAL		\$ 20,261.65	\$	\$ 20,261.65	\$ 202.62

## NOTES.

1. The total of column 3 shall equal the amount entered on line 7 above.
2. Entries made in column 4 representing claims for exemption will not be allowed unless properly executed certificate for each claim accompanies this return.
3. Enter in column 5 the difference between the entries in columns 3 and 4.
4. Enter in column 6 one per cent of the entries in column 5.
5. If sufficient space is not provided on this page to list all beneficiaries an additional sheet, similarly ruled, should be appended.
6. Fiduciaries shall withhold the normal tax of one per cent from each beneficiary whose income, as shown in column 3 above, is in excess of \$3,000, subject, however, to the claim for specific exemption.
7. Retention of income in an estate or trust under the provisions of the trust, for accumulation or otherwise, subjects such income to tax to the estate or trust, which tax must be paid by the fiduciary. See Instruction 9, page 4.
8. The beneficiaries' entire interest in the income reported on lines 4, 5, and 7, whether distributed or not, should be entered in the spaces provided for that purpose on page 3.

DESCRIPTION OF INCOME.

A

Income on which the tax has been  
paid or is to be paid at the source.  
(See Note 1.)

B

Income on which tax has NOT  
been paid or is not to be paid at  
the source. (See Note 1.)

TOTAL AMOUNT DERIVED FROM—

Millions	Thousands	Hundreds	Cents
----------	-----------	----------	-------

Millions	Thousands	Hundreds	Cents
----------	-----------	----------	-------

\$							
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[illegible]

## 9. Rents

19 100.

2430.92

3	60.
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35.

14. Royalties from mines, oil wells, patents, franchises, or other legalized privileges.

15. Other sources not enumerated above

NOTE.—State sources from which received and amount received from each

16. TOTALS (enter total of column A on line 5)

360

2	1	5	6	5.92
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17. AGGREGATE TOTALS OF COLUMNS A AND B

				2	1	9	2	5	.	9	2
--	--	--	--	---	---	---	---	---	---	---	---

18. Dividends on stock or from the net earnings of domestic corporations \_\_\_\_\_

\$

19. Dividends received through fiduciaries

20. Dividends received through partnerships

21. TOTAL DIVIDENDS (to be entered on line 4)

[illegible]

22. TOTAL GROSS INCOME (to be entered on line 1).

\$					2	1	9	2	5	.	92
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NOTE.—Enter in column A only the income on which the normal tax has been or is to be paid at the source. Other income should be entered in column B. For example: If fiduciary filed certificate, Form 1015, Revised, or Form 1063, claiming exemption, enter income covered by that certificate in column B. If certificate, Form 1019, Revised, claiming no exemption was filed enter income in column A.

## GENERAL DEDUCTIONS.

NOTE.—Claims for deductions may not be allowed unless the information required below is clearly set forth.

23. The amount of necessary expenses actually paid within the calendar year for which the return is made, in carrying on any individual business. (There must not be included under this head personal, living or family expenses, business expenses of partnerships, or cost of merchandise. Amounts paid for permanent improvement or betterment of property are not proper expense deductions).-----

Millions	Thousands	Hundreds	Cents
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[illegible]

24. All interest paid within the year on personal indebtedness of taxpayer.

25. All national, foreign, State, county, school, and municipal taxes or taxes imposed by other taxing subdivisions of any State, paid within the year, not including those assessed against local benefits

26. Losses actually sustained during the year, incurred in business or trade, or arising from fires, storms, shipwreck, or other casualty, and from theft, not compensated for by insurance or otherwise.

NOTE.—State (a) of what the loss consisted, (b) when it was actually sustained, (c) how it was determined to be a loss; and (d) if sustained by sale of property acquired before March 1, 1913, the fair market price or value as of that date and how such value was determined:

1304.27

CARRIED FORWARD

## GENERAL DEDUCTIONS—Continued.

	Millions	Thousands	Hundreds	Cents
BROUGHT FORWARD.....	\$		1304	27
27. Losses sustained during the year in transactions entered into for profit but not connected with business or trade. (No amount in excess of aggregate income from these sources is allowable).....				
NOTE.—State total income during the year from such transactions \$..... Give the same information called for in note under line 26:				
28. Debts past due which have been actually ascertained to be worthless and which have been charged off within the year.....				
NOTE.—State (a) of what the debts consisted, (b) when they were created, (c) when they became due, (d) how they were actually determined to be worthless, and (e) whether included as income in this or a previous return:				
29. Amount representing a reasonable allowance for the exhaustion, wear, and tear of property arising out of its use or employment in business or trade. (No deduction is allowable for any amount of expense of restoring property or making good the exhaustion thereof for which an allowance is made in this return, or for depreciation of residential property not maintained for rental. In the case of buildings depreciation is to be computed exclusive of cost of land).....				
NOTE.—State (a) the kind of property on which depreciation is taken (if buildings, state when erected and of what material constructed), (b) cost of same, and (c) what percentage of depreciation is claimed:				
30. Amount representing a reasonable allowance for depletion (a) in the case of oil and gas wells for actual reduction in flow and production and (b) in the case of mines not exceeding the market value in the mine of the product mined and sold during the year for which return is made.....				
NOTE.—The depletion allowable shall be at a rate which during the estimated life of the property being depleted will return: The cost of the property, if acquired after March 1, 1913, or The fair market value as of March 1, 1913, if acquired before that date. State (a) the cost of property if purchased after March 1, 1913, (b) the fair market value as of March 1, 1913, if purchased prior to that date, (c) how such value was determined, and (d) the basis upon which the amount of depletion claimed is computed:				
31. TOTAL GENERAL DEDUCTIONS (to be entered on line 2).....	\$		1304	27

NOTE.—If space is insufficient for answering any question, attach a supplemental sheet to this return.

A statement of the total amount of income paid or payable to each beneficiary shall be made in the following form, by the fiduciary.

NOTE.—This statement will show the amount each beneficiary who is required to render a return should include in his personal return under the head of income received from fiduciaries.

NAMES OF BENEFICIARIES.	A Paid or payable to beneficiaries from amount reported on line 7.	B Paid or payable to beneficiaries from amount entered on line 5.	C Paid or payable to beneficiaries from dividends of domestic corporations received by the estate, line 4.	D Paid or payable to beneficiaries from total net income (including dividends) of the estate.
Gertrude B. Warner	\$20,261.65	\$ 360.	\$	\$20,621.65
TOTALS	\$20,261.65	\$ 360.	\$	\$20,621.65

## NOTES.

- Total of column A shall equal the total of column 3, page 1.
- Total of column B shall equal amount entered on line 5.
- Total of column C shall represent the amount of dividends of domestic corporations received by the fiduciary. (Line 4.)
- Total of column D shall represent the total amount of income of the estate in the year for which this return is rendered.

PROTEST

AFFIDAVIT TO BE EXECUTED WHERE FIDUCIARY IS AN INDIVIDUAL.

I swear (or affirm) that I The undersigned has prepared and files this return in accordance with Act of Congress of September 8, 1916, and the regulations of the United States Treasury Department pertaining thereto; but under protest nevertheless and reserving to the Trustees under the will of PERKINS BASS, deceased, and to all persons interested by, through, or under it, all rights to the surrender, cancellation or modification of this return in the event that said law, or said regulations, or any part of either of them, shall be declared to be invalid, void or inoperative, or that any ruling or decision of the Treasury Department affecting the preparation, form or substance of this return shall be changed or overruled or determined to have been incorrect.

Dated, Chicago, Illinois, February 5, 1917.

THE MERCHANTS' LOAN AND TRUST COMPANY,  
as Trustee under the Will of  
PERKINS BASS, DECEASED.

By Leah L. Laha  
Its Secretary.

personal exemption presented by the beneficiaries are herewith inclosed, and that there is contained therein a true and complete list of the names and addresses of all the beneficiaries to whom any part of this income was paid and the amount of such payment.

Sworn to and subscribed before me this 5th day of February, 191 7.

[SEAL]

(Signature of officer representing fiduciary.)

Notary Public, Cook County, Illinois.

INSTRUCTIONS.

1. Fiduciaries, when the annual interest in any income payable to any beneficiary through said fiduciary is in excess of \$3,000, shall make and render a return on this form of such income of the person or persons for whom they act to the Collector of Internal Revenue for the district in which the fiduciary resides on or before the 1st day of March succeeding the close of the calendar year for which this return is rendered.

2. The penalty for a false or fraudulent return or statement with intent to defeat or evade the assessment of tax is a fine not exceeding \$2,000 or imprisonment not exceeding one year or both, in the discretion of the court.

3. The return shall be made (as provided by instructions 7) by the trustee of every nonresident alien deriving any income from any source whatever within the United States. No personal exemption is allowed a nonresident alien unless a return is made.

4. Where two or more individuals act jointly in a fiduciary capacity, this return, when required, may be made and executed by any one of the individuals so acting. When the fiduciary is an organization the return shall be executed by a duly authorized officer of the organization.

5. When the return is not filed within the required time by reason of sickness or absence of the fiduciary, an extension of time, not exceeding 30 days from March 1, within which to file such return may be granted by the Collector, provided a written application therefor is made by the fiduciary within the period for which such extension is desired.

6. This return properly filled out must be made under oath or affirmation. Affidavits may be made before any officer authorized by law to administer oaths. If before a justice of the peace or magistrate not using a seal, a certificate of the clerk of the court as to the authority of such officer to administer oaths should be attached to the return.

7. A fiduciary acting in the capacity of guardian when there is but one ward shall render his return on Form 1040 as agent of the beneficiary and not on this form, but where there are two or more wards he shall render a return on Form 1041, and a personal return on Form 1040 for each ward. A fiduciary acting in the capacity of trustee, executor, or administrator, when there is only one beneficiary and that beneficiary a nonresident alien, shall render a return on Form 1040, but when there are two or more beneficiaries and those beneficiaries are nonresident aliens, he shall render a return on Form 1041, and a personal return on Form 1040 for each such nonresident alien beneficiary.

8. Amounts charged on line 23 for restoring property, or making good the exhaustion thereof from its use in business, together with the amount claimed for depreciation (line 29), must not exceed the deterioration of the property during the year.

9. The amount of income on line 7, page 1, which is not to be distributed annually or regularly between existing heirs or legatees or beneficiaries and which is not returned for the purpose of the tax by a beneficiary other than the estate or trust, is income to the estate or trust, and the tax, normal and additional, will be assessed to the executor, administrator, or trustee, as the case may be. As a beneficiary, the estate or trust will be entitled to an exemption of \$3,000. It will be listed on page 1 in columns 1 to 6 as a beneficiary. Where the net income shown in column D, page 3, exceeds \$20,000, a return on Form 1040 will be required in addition to 1041.

10. When an estate or trust is the sole beneficiary of its income, and the amount thereof from all sources is \$3,000 or over, a return on Form 1040 only will be required, and the tax, normal and additional, will be assessed and paid accordingly.

# **AFFIDAVIT TO BE EXECUTED WHERE FIDUCIARY IS AN INDIVIDUAL.**

I swear (or affirm) that I am the \_\_\_\_\_ for the beneficiaries of the estate or trust of \_\_\_\_\_  
(State whether trustee, executor, etc.)

\_\_\_\_\_ ; that the foregoing return, to the best of my knowledge and belief, contains a true and complete statement of all taxable gains, profits, and income received by me or coming into my custody or control and management as such, during the year for which this return is made; that said beneficiaries are entitled, under the Federal Income Tax Law of September 8, 1916, to all the deductions entered or claimed therein; that all certificates claiming personal exemption, presented by the beneficiaries, are herewith inclosed; and that there is contained therein a true and complete list of the names and addresses of all the beneficiaries to whom any part of this income was paid and the amount of such payment.

Sworn to and subscribed before me this \_\_\_\_\_ day of \_\_\_\_\_, 191

[SEAL]

(Signature of fiduciary.)

(Official capacity.)

## **AFFIDAVIT TO BE EXECUTED WHERE FIDUCIARY IS AN ORGANIZATION.**

I swear (or affirm) that I am the Secretary of the THE MERCHANTS' LOAN AND TRUST CO.  
(State official position.) (State name of fiduciary organization.)  
of 112 West Adams Street, Chicago, Illinois, which organization is the duly authorized or appointed  
(Address in full.)

Trustee for the beneficiaries of the estate or trust of PERKINS BASS, Deceased;  
(State whether trustee, executor, etc.)  
that I am duly authorized to act for said fiduciary; that the foregoing return, to the best of my knowledge and belief, contains a true and complete statement of all taxable gains, profits, and income received by or coming into the custody or control and management of said organization in its fiduciary capacity as stated during the year for which the return is made; that said beneficiaries are entitled under the Federal Income Tax Law of September 8, 1916, to all the deductions entered or claimed therein; that all certificates claiming personal exemption presented by the beneficiaries are herewith inclosed, and that there is contained therein a true and complete list of the names and addresses of all the beneficiaries to whom any part of this income was paid and the amount of such payment.

Sworn to and subscribed before me this 5th day of February, 191 7.

[SEAL]

(Signature of officer representing fiduciary.)

Notary Public, Cook County, Illinois.  
(Official capacity.)

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