

**Lee County Board Of County Commissioners
Agenda Item Summary**

Blue Sheet No. 20031254

1. REQUESTED MOTION:

ACTION REQUESTED:

Request Board's approval and Chairman's signature on federal and state tax returns for Three "S" Disposal, Incorporated. There is no tax due.

WHY ACTION IS NECESSARY:

To file federal and state tax returns.

WHAT ACTION ACCOMPLISHES:

File Forms 1120 and F-1120A, federal and state tax returns, for Three "S" Disposal, Incorporated for the year ended August 31, 2003.

2. DEPARTMENTAL CATEGORY:

C15B

3. MEETING DATE:

11-04-2003

4. AGENDA:

- CONSENT ADMINISTRATIVE APPEALS
- PUBLIC WALK ON
- TIME REQUIRED:

5. REQUIREMENT/PURPOSE:
(Specify)

- STATUTE
- ORDINANCE
- ADMIN. CODE
- OTHER
- as above

6. REQUESTOR OF INFORMATION:

- A. COMMISSIONER
- B. DEPARTMENT Clerk of Circuit Court
- C. DIVISION Finance and Records Department

BY: Donna Harn

7. BACKGROUND:

Lee County was appointed Receiver of the Public Service Commission regulated wastewater treatment plant previously operated by Three "S" Disposal, Inc. in July 1991.

Lee County, as receiver, is responsible for filing all federal and state income tax forms.

Tax returns that require signatures are as follows:

- Form 1120 U.S. Corporation Income Tax Return
- Form F-1120A Florida Corporate Short Form Income Tax Return

After approval by the Board and Chairman's signature please return the original forms to Finance for submission. The returns must be mailed on or before November 15, 2003.

8. MANAGEMENT RECOMMENDATIONS:

9. RECOMMENDED APPROVAL:

A Department Director	B Purchasing or Contracts	C Human Resources	D Other	E County Attorney	F Budget Services	G County Manager
				<i>[Signature]</i> 10/20/03	<i>[Signature]</i> 10/22/03 OM Risk GC 10/20/03 10/20/03 10/20/03	<i>[Signature]</i> 10-23-03

10. COMMISSION ACTION:

- APPROVED
- DENIED
- DEFERRED
- OTHER

Rec. by CoAtty
Date: 10/20/03
Time: 10:00
Forwarded To:
Budget
10/20/03 10:45AM

RECEIVED BY
COUNTY ADMIN: TD
10/20
11:20am 527
COUNTY ADMIN
FORWARDED TO:
10/20/03 1102

Form 1120

U.S. Corporation Income Tax Return

OMB No. 1545-0123

Department of the Treasury Internal Revenue Service

For calendar year 2002 or tax year beginning ... 2002, ending ... 2002

2002

- A Check if a: 1 Consolidated return (attach Form 851) 2 Personal holding co. (attach Sch. PH) 3 Personal service corp. (as defined in Regulation sec. 1.441-3(c) - see instructions)

RR 59-1948796 AUG2003 629 221300 M THREE S DISPOSAL INCORPORATED PO BOX 2238 FORT MYERS FL 33902-2238

IRS

B Employer identification number 59-1948795 C Date incorporated 7/26/79 D Total assets (see page 8 of instructions)

E Check applicable boxes. Total assets \$ 41,691

Table with 11 columns: Line number, Description, Sub-column (a, b, c, d, e, f, g, h), and Total. Rows include Income (1-11), Deductions (12-29), and Tax and Payments (30-36).

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete.

Signature of officer, Date, Chairman, Title

May the IRS discuss this return with the preparer shown below (see instructions)? Yes No

Paid Preparer's Use Only

Preparer's signature, Date, Check if self-employed, Preparer's SSN or PTIN, Firm's name, EIN, Phone no.

Schedule A Cost of Goods Sold (see page 14 of instructions)

1	Inventory at beginning of year	1	
2	Purchases	2	
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on line 2, page 1	8	

9a Check all methods used for valuing closing inventory:

- (i) Cost as described in Regulations section 1.471-3
- (ii) Lower of cost or market as described in Regulations section 1.471-4
- (iii) Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods as described in Regulations section 1.471-2(c)

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970)

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO **9d**

e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? Yes No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation Yes No

Schedule C Dividends and Special Deductions (see instructions beginning on page 15)

	(a) Dividends received	(b) %	(c) Special deductions (a) × (b)
1	Dividends from less-than-20%-owned domestic corporations that are subject to the 70% deduction (other than debt-financed stock)	70	
2	Dividends from 20%-or-more-owned domestic corporations that are subject to the 80% deduction (other than debt-financed stock)	80	
3	Dividends on debt-financed stock of domestic and foreign corporations (section 246A)	sec instructions	
4	Dividends on certain preferred stock of less-than-20%-owned public utilities	42	
5	Dividends on certain preferred stock of 20%-or-more-owned public utilities	48	
6	Dividends from less-than-20%-owned foreign corporations and certain FSCs that are subject to the 70% deduction	70	
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs that are subject to the 80% deduction	80	
8	Dividends from wholly owned foreign subsidiaries subject to the 100% deduction (section 245(b))	100	
9	Total. Add lines 1 through 8. See page 16 of instructions for limitation		
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958	100	
11	Dividends from certain FSCs that are subject to the 100% deduction (section 245(c)(1))	100	
12	Dividends from affiliated group members subject to the 100% deduction (section 243(a)(3))	100	
13	Other dividends from foreign corporations not included on lines 3, 6, 7, 8, or 11		
14	Income from controlled foreign corporations under subpart F (attach Form(s) 5471)		
15	Foreign dividend gross-up (section 78)		
16	IC-DISC and former DISC dividends not included on lines 1, 2, or 3 (section 246(d))		
17	Other dividends		
18	Deduction for dividends paid on certain preferred stock of public utilities		
19	Total dividends. Add lines 1 through 17. Enter here and on line 4, page 1 ▶		
20	Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on line 29b, page 1 ▶		

Schedule E Compensation of Officers (see instructions for line 12, page 1, on page 10 of instructions)

Note: Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1) are \$500,000 or more.

(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of corporation stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
1		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
2	Total compensation of officers				
3	Compensation of officers claimed on Schedule A and elsewhere on return				
4	Subtract line 3 from line 2. Enter the result here and on line 12, page 1				

Schedule J Tax Computation (see page 17 of instructions)

1	Check if the corporation is a member of a controlled group (see sections 1561 and 1563) <input type="checkbox"/>			
Important: Members of a controlled group, see instructions on page 17.				
2a	If the box on line 1 is checked, enter the corporation's share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order):			
	(1) \$ _____ (2) \$ _____ (3) \$ _____			
b	Enter the corporation's share of: (1) Additional 5% tax (not more than \$11,750) \$ _____			
	(2) Additional 3% tax (not more than \$100,000) \$ _____			
3	Income tax. Check if a qualified personal service corporation under section 448(d)(2) (see page 17) <input type="checkbox"/>			3
4	Alternative minimum tax (attach Form 4626)			4
5	Add lines 3 and 4			5
6a	Foreign tax credit (attach Form 1118)	6a		
b	Possessions tax credit (attach Form 5735)	6b		
c	Check: <input type="checkbox"/> Nonconventional source fuel credit <input type="checkbox"/> QEV credit (attach Form 8834)	6c		
d	General business credit. Check box(es) and indicate which forms are attached. <input type="checkbox"/> Form 3800 <input type="checkbox"/> Form(s) (specify) ▶ _____	6d		
e	Credit for prior year minimum tax (attach Form 8827)	6e		
f	Qualified zone academy bond credit (attach Form 8860)	6f		
7	Total credits. Add lines 6a through 6f			7
8	Subtract line 7 from line 5			8
9	Personal holding company tax (attach Schedule PH (Form 1120))			9
10	Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Other (attach schedule)			10
11	Total tax. Add lines 8 through 10. Enter here and on line 31, page 1			11

Schedule K Other Information (see page 19 of instructions)

	Yes	No		Yes	No
1	Check method of accounting: a <input type="checkbox"/> Cash				
	b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶ _____				
2	See page 21 of the instructions and enter the:				
	a Business activity code no. ▶ 221300				
	b Business activity ▶ Sewer Disposal				
	c Product or service ▶ Disposal				
3	At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).)		<input checked="" type="checkbox"/>		
	If "Yes," attach a schedule showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.				
4	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group?		<input checked="" type="checkbox"/>		
	If "Yes," enter name and EIN of the parent corporation ▶ _____				
5	At the end of the tax year, did any individual, partnership, corporation, estate, or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).)		<input checked="" type="checkbox"/>		
	If "Yes," attach a schedule showing name and identifying number. (Do not include any information already entered in 4 above.) Enter percentage owned ▶ _____				
6	During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.)		<input checked="" type="checkbox"/>		
	If "Yes," file Form 5452, Corporate Report of Nondividend Distributions.				
	If this is a consolidated return, answer here for the parent corporation and on Form 851, Affiliations Schedule, for each subsidiary.				
7	At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of stock of the corporation entitled to vote or (b) the total value of all classes of stock of the corporation?				<input checked="" type="checkbox"/>
	If "Yes," enter: (a) Percentage owned ▶ _____ and (b) Owner's country ▶ _____				
c	The corporation may have to file Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter number of Forms 5472 attached ▶ _____				
8	Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/>				
	If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.				
9	Enter the amount of tax-exempt interest received or accrued during the tax year ▶ \$ _____				
10	Enter the number of shareholders at the end of the tax year (if 75 or fewer) ▶ _____				
11	If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here ▶ <input type="checkbox"/>				
	If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3)(i) or (ii) must be attached or the election will not be valid.				
12	Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 29a.) ▶ \$ 658,404				
13	Are the corporation's total receipts (line 1a plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000?		<input checked="" type="checkbox"/>		
	If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2 on page 4. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. ▶ \$ 0				

Note: If the corporation, at any time during the tax year, had assets or operated a business in a foreign country or U.S. possession, it may be required to attach Schedule N (Form 1120), Foreign Operations of U.S. Corporations, to this return. See Schedule N for details.

THREE "S" DISPOSAL INCORPORATED
FORM - 1120
F.E.I.N. 59-1948795
FY SEPTEMBER 1, 2002 TO AUGUST 31, 2003
TAX YEAR 2002

Page 1 - Line 29a- Net operating loss deduction

NOL YE 8/31/85	18,786
NOL YE 8/31/88	44,976
NOL YE 8/31/89	16,497
NOL YE 8/31/90	54,669
NOL YE 8/31/91	85,901
NOL YE 8/31/92	174,306
NOL YE 8/31/93	179,800
NOL YE 8/31/94	54,827
Net operating gain	
NOG YE 8/31/95	(1,366)
NOG YE 8/31/96	(2,656)
NOG YE 8/31/97	(1,863)
NOG YE 8/31/98	(2,237)
Net operating loss deduction	
NOL YE 8/31/99	40,990
Net operating gain	
NOG YE 8/31/00	(620)
NOG YE 8/31/01	(2,363)
NOG YE 8/31/02	(1,243)
TOTAL	<u>658,404</u>

Page 4 - Line 21 - Other liabilities

Contributions in aid of construction	<u>10,875</u>
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