

Label (See instructions.)

Use the IRS label. Otherwise, please print or type.

Presidential Election Campaign

For the year Jan 1 - Dec 31, 2007, or other tax year beginning , 2007, ending , 20
Your first name MI Last name
Michael C Ireland
Your social security number
If a joint return, spouse's first name MI Last name
Spouse's social security number
Home address (number and street). If you have a P.O. box, see instructions. Apartment no.
515 Independence Place
You must enter your social security number(s) above.
City, town or post office. If you have a foreign address, see instructions. State ZIP code
Aspen CO 81611
Checking a box below will not change your tax or refund.

Check here if you, or your spouse if filing jointly, want \$3 to go to this fund? (see instructions) [X] You [ ] Spouse

Filing Status

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

Check only one box.

Exemptions

6a [X] Yourself. If someone can claim you as a dependent, do not check box 6a
b [ ] Spouse
c Dependents:
(1) First name Last name (2) Dependent's social security number (3) Dependent's relationship to you (4) [X] if qualifying child for child tax credit (see instr)
d Total number of exemptions claimed 1

If more than four dependents, see instructions.

Income

Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.

If you did not get a W-2, see instructions.

Enclose, but do not attach, any payment. Also, please use Form 1040-V.

Table with 2 columns: Description and Amount. Rows include Wages, salaries, tips, etc. (24,942); Taxable interest (4,968); Ordinary dividends; Taxable refunds, credits, or offsets of state and local income taxes (832); Business income or (loss); Capital gain or (loss); Other gains or (losses); IRA distributions; Pensions and annuities; Rental real estate, royalties, partnerships, S corporations, trusts, etc. (8,995); Farm income or (loss); Unemployment compensation; Social security benefits; Other income; Total income (39,737).

Adjusted Gross Income

Table with 2 columns: Description and Amount. Rows include Educator expenses; Certain business expenses of reservists, performing artists, and fee-basis government officials; Health savings account deduction; Moving expenses; One-half of self-employment tax; Self-employed SEP, SIMPLE, and qualified plans; Self-employed health insurance deduction; Penalty on early withdrawal of savings; Alimony paid; IRA deduction; Student loan interest deduction; Tuition and fees deduction; Domestic production activities deduction; Add lines 23 - 31a and 32 - 35; Subtract line 36 from line 22. This is your adjusted gross income (39,737).

Tax and Credits

Standard Deduction for -

• People who checked any box on line 39a or 39b or who can be claimed as a dependent, see instructions.

• All others:

Single or Married filing separately, \$5,350

Married filing jointly or Qualifying widow(er), \$10,700

Head of household, \$7,850

Table with 3 columns: Line number, Description, and Amount. Includes lines 38-57 covering tax and credits.

Other Taxes

Table with 3 columns: Line number, Description, and Amount. Includes lines 58-63 covering other taxes.

Payments

If you have a qualifying child, attach Schedule EIC.

Table with 3 columns: Line number, Description, and Amount. Includes lines 64-72 covering payments.

Refund

Direct deposit? See instructions and fill in 74b, 74c, and 74d or Form 8888.

Table with 3 columns: Line number, Description, and Amount. Includes lines 73-75 covering refund.

Amount You Owe

Table with 3 columns: Line number, Description, and Amount. Includes lines 76-77 covering amount you owe.

Third Party Designee

Do you want to allow another person to discuss this return with the IRS (see instructions)? Yes. Complete the following. [X] No

Sign Here

Joint return? See instructions. Keep a copy for your records.

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. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Paid Preparer's Use Only

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

**SCHEDULE A  
(Form 1040)**

Department of the Treasury  
Internal Revenue Service

**Itemized Deductions**

▶ **Attach to Form 1040.**  
▶ **See Instructions for Schedule A (Form 1040).**

OMB No. 1545-0074

**2007**

Attachment  
Sequence No. **07**

Name(s) shown on Form 1040

Michael C Ireland

Your social security number

310-46-2678

		1	2	3	4	
<b>Medical and Dental Expenses</b>	<b>Caution.</b> Do not include expenses reimbursed or paid by others.					
	1 Medical and dental expenses (see instructions) .....	1				
	2 Enter amount from Form 1040, line 38 .....	2				
	3 Multiply line 2 by 7.5% (.075) .....	3				
4 Subtract line 3 from line 1. If line 3 is more than line 1, enter -0-				4		
<b>Taxes You Paid</b>  (See instructions.)	5 State and local ( <b>check only one box</b> ):	5	2,249.			
	a <input checked="" type="checkbox"/> Income taxes, or					
	b <input type="checkbox"/> General sales taxes.					
	6 Real estate taxes (see instructions) .....	6	252.			
	7 Personal property taxes .....	7	3.			
	8 Other taxes. List type and amount ▶	8				
	9 Add lines 5 through 8 .....	9			2,504.	
	<b>Interest You Paid</b>	10 Home mtg interest and points reported to you on Form 1098 .....	10	2,352.		
		11 Home mortgage interest not reported to you on Form 1098. If paid to the person from whom you bought the home, see instructions and show that person's name, identifying number, and address ▶	11			
12 Points not reported to you on Form 1098. See instrs for spl rules .....		12				
13 Qualified mortgage insurance premiums (see instructions) .....		13				
14 Investment interest. Attach Form 4952 if required. (See instrs.) .....		14				
15 Add lines 10 through 14 .....		15			2,352.	
<b>Gifts to Charity</b>  If you made a gift and got a benefit for it, see instructions.	16 Gifts by cash or check. If you made any gift of \$250 or more, see instrs ..... From Schedule K-1	16	706.			
	17 Other than by cash or check. If any gift of \$250 or more, see instructions. You <b>must</b> attach Form 8283 if over \$500 .....	17				
	18 Carryover from prior year .....	18				
	19 Add lines 16 through 18 .....	19			706.	
<b>Casualty and Theft Losses</b>  (See instructions.)	20 Casualty or theft loss(es). Attach Form 4684. (See instructions.) .....	20				
	21 Unreimbursed employee expenses – job travel, union dues, job education, etc. Attach Form 2106 or 2106-EZ if required. (See instructions.) ▶	21				
	22 Tax preparation fees .....	22				
	23 Other expenses – investment, safe deposit box, etc. List type and amount ▶	23				
	24 Add lines 21 through 23 .....	24				
	25 Enter amount from Form 1040, line 38 .....	25				
	26 Multiply line 25 by 2% (.02) .....	26				
27 Subtract line 26 from line 24. If line 26 is more than line 24, enter -0- .....	27					
<b>Other Miscellaneous Deductions</b>	28 Other – from list in the instructions. List type and amount ▶	28				
<b>Total Itemized Deductions</b>	29 Is Form 1040, line 38, over \$156,400 (over \$78,200 if married filing separately)? <input checked="" type="checkbox"/> <b>No.</b> Your deduction is not limited. Add the amounts in the far right column for lines 4 through 28. Also, enter this amount on Form 1040, line 40. <input type="checkbox"/> <b>Yes.</b> Your deduction may be limited. See instructions for the amount to enter.	29			5,562.	
	30 If you elect to itemize deductions even though they are less than your standard deduction, check here ▶					

Name(s) shown on Form 1040:

Your social security number

Michael C Ireland

**Schedule B – Interest and Ordinary Dividends**

Attachment Sequence No. **08**

**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 the instructions and list this interest first. Also, show that buyer's social security number and address

(See instructions for Form 1040, line 8a.)

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.

	Amount
Grand Junction Federal Credit Union	1,125.00
Vectra	353.00
Comm Bank	25.00
Alpine Bank	22.00
loan and note	3,252.00
Avon Properties Leasing, LLC	141.00
Michael C. Ireland PC	50.00
<b>2</b> Add the amounts on line 1	<b>2</b> 4,968.00
<b>3</b> Excludable interest on series EE and I U.S. savings bonds issued after 1989. Attach Form 8815	<b>3</b>
<b>4</b> Subtract line 3 from line 2. Enter the result here and on Form 1040, line 8a	<b>4</b> 4,968.00

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

**Part II  
Ordinary Dividends**

(See instructions for Form 1040, line 9a.)

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.

	Amount
<b>5</b> List name of payer	<b>5</b>
<b>6</b> Add the amounts on line 5. Enter the total here and on Form 1040, line 9a	<b>6</b>

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

**Part III  
Foreign Accounts and Trusts**

(See instructions.)

	Yes	No
You must complete this part if you (a) had over \$1,500 of taxable interest or ordinary dividends; or (b) had a foreign account; or (c) received a distribution from, or were a grantor of, or a transferor to, a foreign trust.		
<b>7a</b> At any time during 2007, 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 instructions for exceptions and filing requirements for Form TD F 90-22.1		X
<b>b</b> If 'Yes,' enter the name of the foreign country		
<b>8</b> During 2007, 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 instructions		X

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

Your social security number

Michael C Ireland

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 the box in column (e) on line 28 and attach Form 6198. See instructions.

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  
If you answered 'Yes,' see instructions before completing this section.

28	(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
A	Avon Properties Leasing, LLC	P		65-1225795	
B	Michael C. Ireland PC	S		84-1249113	X
C					
D					

Passive Income and Loss		Nonpassive Income and Loss		
(f) Passive loss allowed (attach Form 8582 if required)	(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
A		5,210.		
B			1,656.	15,861.
C				
D				
<b>29a Totals</b>				15,861.
<b>b Totals</b>		5,210.	1,656.	
<b>30</b> Add columns (g) and (j) of line 29a			<b>30</b>	15,861.
<b>31</b> Add columns (f), (h), and (i) of line 29b			<b>31</b>	-6,866.
<b>32 Total partnership and S corporation income or (loss).</b> Combine lines 30 and 31. Enter the result here and include in the total on line 41 below			<b>32</b>	8,995.

**Part III Income or Loss From Estates and Trusts**

33	(a) Name	(b) Employer ID no.
A		
B		

Passive Income and Loss		Nonpassive Income and Loss	
(c) Passive deduction or loss allowed (attach Form 8582 if required)	(d) Passive income from Schedule K-1	(e) Deduction or loss from Schedule K-1	(f) Other income from Schedule K-1
A			
B			
<b>34a Totals</b>			
<b>b Totals</b>			
<b>35</b> Add columns (d) and (f) of line 34a			<b>35</b>
<b>36</b> Add columns (c) and (e) of line 34b			<b>36</b>
<b>37 Total estate and trust income or (loss).</b> Combine lines 35 and 36. Enter the result here and include in the total on line 41 below			<b>37</b>

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

38	(a) Name	(b) Employer identification number	(c) Excess inclusion from Schedules Q, line 2c (see instructions)	(d) Taxable income (net loss) from Schedules Q, line 1b	(e) Income from Schedules Q, line 3b
<b>39</b>	Combine columns (d) and (e) only. Enter the result here and include in the total on line 41 below				<b>39</b>

**Part V Summary**

<b>40</b>	Net farm rental income or (loss) from Form 4835. Also, complete line 42 below	<b>40</b>	
<b>41</b>	<b>Total income or (loss).</b> Combine lines 26, 32, 37, 39, and 40. Enter the result here and on Form 1040, line 17, or Form 1040NR, line 18	<b>41</b>	8,995.
<b>42</b>	<b>Reconciliation of farming and fishing income.</b> Enter your gross farming and fishing income reported on Form 4835, line 7; Schedule K-1 (Form 1065), box 14, code B; Schedule K-1 (Form 1120S), box 17, code T; and Schedule K-1 (Form 1041), line 14, code F (see instructions)	<b>42</b>	
<b>43</b>	<b>Reconciliation for real estate professionals.</b> If you were a real estate professional (see instructions), enter the net income or (loss) you reported anywhere on Form 1040 or Form 1040NR from all rental real estate activities in which you materially participated under the passive activity loss rules	<b>43</b>	

**At-Risk Limitations**

Department of the Treasury  
Internal Revenue Service

▶ **Attach to your tax return.**  
▶ **See separate instructions.**

Name(s) shown on return

Identifying number

Michael C Ireland

Description of activity (see instructions)

S Corporation Schedule K-1 Michael C. Ireland PC 84-1249113

**Part I Current Year Profit (Loss) From the Activity, Including Prior Year Nondeductible Amounts**  
(see instructions).

1	Ordinary income (loss) from the activity (see the instructions) .....	1	14,205.
2	Gain (loss) from the sale or other disposition of assets used in the activity (or of your interest in the activity) that you are reporting on:		
	a Schedule D .....	2a	
	b Form 4797 .....	2b	
	c Other form or schedule .....	2c	
3	Other income and gains from the activity, from Schedule K-1 of Form 1065, Form 1065-B, or Form 1120S, that were not included on lines 1 through 2c .....	3	50.
4	Other deductions and losses from the activity, including investment interest expense allowed from Form 4952, that were not included on lines 1 through 2c .....	4	-706.
5	Current year profit (loss) from the activity. Combine lines 1 through 4. See the instructions before completing the rest of this form .....	5	13,549.

**Part II Simplified Computation of Amount at Risk.** See instructions before completing this part.

6	Adjusted basis (as defined in section 1011) in the activity (or in your interest in the activity) on the first day of the tax year. <b>Do not</b> enter less than zero .....	6	21,278.
7	Increases for the tax year (see instructions) .....	7	
8	Add lines 6 and 7 .....	8	21,278.
9	Decreases for the tax year (see instructions) .....	9	
10a	Subtract line 9 from line 8 .....	10a	21,278.
	b If line 10a is <b>more</b> than zero, enter that amount here and go to line 20 (or complete Part III). Otherwise, enter -0- and see <b>Publication 925</b> for information on the recapture rules .....	10b	21,278.

**Part III Detailed Computation of Amount at Risk.** If you completed Part III of Form 6198 for 2006, see instructions.

11	Investment in the activity (or in your interest in the activity) at the effective date. <b>Do not</b> enter less than zero .....	11	
12	Increases at effective date .....	12	
13	Add lines 11 and 12 .....	13	
14	Decreases at effective date .....	14	
15	Amount at risk (check box that applies):		
	a <input type="checkbox"/> At effective date. Subtract line 14 from line 13. <b>Do not</b> enter less than zero. ....	15	
	b <input type="checkbox"/> From 2006 Form 6198, line 19b. <b>Do not</b> enter the amount from line 10b of the 2006 form. ....		
16	Increases since (check box that applies):		
	a <input type="checkbox"/> Effective date      b <input type="checkbox"/> The end of your 2006 tax year .....	16	
17	Add lines 15 and 16 .....	17	
18	Decreases since (check box that applies):		
	a <input type="checkbox"/> Effective date      b <input type="checkbox"/> The end of your 2006 tax year .....	18	
19a	Subtract line 18 from line 17 .....	19a	
	b If line 19a is <b>more</b> than zero, enter that amount here and go to line 20. Otherwise, enter -0- and see <b>Publication 925</b> for information on the recapture rules .....	19b	

**Part IV Deductible Loss**

20	<b>Amount at risk.</b> Enter the <b>larger</b> of line 10b or line 19b .....	20	21,278.
21	<b>Deductible loss.</b> Enter the <b>smaller</b> of the line 5 loss (treated as a positive number) or line 20. See the instructions to find out how to report any deductible loss and any carryover .....	21	

**Note:** If the loss is from a passive activity, see the Instructions for **Form 8582**, *Passive Activity Loss Limitations*, or the Instructions for **Form 8810**, *Corporate Passive Activity Loss and Credit Limitations*, to find out if the loss is allowed under the passive activity rules. If only part of the loss is subject to the passive activity loss rules, report only that part on Form 8582 or Form 8810, whichever applies.

**Depreciation and Amortization  
(Including Information on Listed Property)**

▶ See separate instructions. ▶ Attach to your tax return.

Name(s) shown on return

Michael C Ireland

Identifying number

Business or activity to which this form relates

**Section 179 Summary**

**Part I Election To Expense Certain Property Under Section 179**

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount. See the instructions for a higher limit for certain businesses	1	\$125,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	\$500,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	0.
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	125,000.
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
	from Schedule K-1		1,656.
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	1,656.
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	1,656.
10	Carryover of disallowed deduction from line 13 of your 2006 Form 4562	10	0.
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs)	11	35,593.
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	1,656.
13	Carryover of disallowed deduction to 2008. Add lines 9 and 10, less line 12	13	0.

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

**Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)** (See instructions.)

14	Special allowance for qualified New York Liberty or Gulf Opportunity Zone property (other than listed property) and cellulosic biomass ethanol plant property placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

**Part III MACRS Depreciation (Do not include listed property.)** (See instructions)

**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2007	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

**Section B – Assets Placed in Service During 2007 Tax Year Using the General Depreciation System**

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only – see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property			27.5 yrs	MM	S/L	
			27.5 yrs	MM	S/L	
i Nonresidential real property			39 yrs	MM	S/L	
				MM	S/L	

**Section C – Assets Placed in Service During 2007 Tax Year Using the Alternative Depreciation System**

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year			40 yrs	MM	S/L	

**Part IV Summary** (see instructions)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations – see instructions	22	
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

**Passive Activity Loss Limitations**

Department of the Treasury  
Internal Revenue Service (99)

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

Attachment  
Sequence No. **88**

Name(s) shown on return

Identifying number

Michael C Ireland

341-40-1000

**Part I 2007 Passive Activity Loss**

**Caution:** Complete Worksheets 1, 2, and 3 on page 2 before completing Part I.

**Rental Real Estate Activities With Active Participation** (For the definition of active participation, see **Special Allowance for Rental Real Estate Activities** in the instructions.)

1 a	Activities with net income (enter the amount from Worksheet 1, column (a))	1 a	
b	Activities with net loss (enter the amount from Worksheet 1, column (b))	1 b	
c	Prior years unallowed losses (enter the amount from Worksheet 1, column (c))	1 c	
d	Combine lines 1a, 1b, and 1c	1 d	

**Commercial Revitalization Deductions From Rental Real Estate Activities**

2 a	Commercial revitalization deductions from Worksheet 2, column (a)	2 a	
b	Prior year unallowed commercial revitalization deductions from Worksheet 2, column (b)	2 b	
c	Add lines 2a and 2b	2 c	

**All Other Passive Activities**

3 a	Activities with net income (enter the amount from Worksheet 3, column (a))	3 a	0.
b	Activities with net loss (enter the amount from Worksheet 3, column (b))	3 b	0.
c	Prior years unallowed losses (enter the amount from Worksheet 3, column (c))	3 c	-1,980.
d	Combine lines 3a, 3b, and 3c	3 d	-1,980.

4	Combine lines 1d, 2c, and 3d. If the result is net income or zero, all losses are allowed, including any prior year unallowed losses entered on line 1c, 2b, or 3c. <b>Do not</b> complete Form 8582. Report the losses on the forms and schedules normally used	4	-1,980.
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- If line 4 is a loss and:
- Line 1d is a loss, go to Part II.
  - Line 2c is a loss (and line 1d is zero or more), skip Part II and go to Part III.
  - Line 3d is a loss (and lines 1d and 2c are zero or more), skip Parts II and III and go to line 15.

**Caution:** If your filing status is married filing separately and you lived with your spouse at any time during the year, **do not** complete Part II or Part III. Instead, go to line 15.

**Part II Special Allowance for Rental Real Estate Activities With Active Participation**

**Note:** Enter all numbers in Part II as positive amounts. See the instructions for an example.

5	Enter the <b>smaller</b> of the loss on line 1d or the loss on line 4	5	
6	Enter \$150,000. If married filing separately, see the instructions	6	
7	Enter modified adjusted gross income, but not less than zero (see instructions)	7	
8	Subtract line 7 from line 6	8	
9	Multiply line 8 by 50% (.5). <b>Do not</b> enter more than \$25,000. If married filing separately, see instructions	9	
10	Enter the <b>smaller</b> of line 5 or line 9	10	0.

If line 2c is a loss, go to Part III. Otherwise, go to line 15.

**Part III Special Allowance for Commercial Revitalization Deductions From Rental Real Estate Activities**

**Note:** Enter all numbers in Part III as positive amounts. See the example for Part II in the instructions.

11	Enter \$25,000 reduced by the amount, if any, on line 10. If married filing separately, see instructions	11	
12	Enter the loss from line 4	12	
13	Reduce line 12 by the amount on line 10	13	
14	Enter the <b>smallest</b> of line 2c (treated as a positive amount), line 11, or line 13	14	

**Part IV Total Losses Allowed**

15	Add the income, if any, on lines 1a and 3a and enter the total	15	0.
16	<b>Total losses allowed from all passive activities for 2007.</b> Add lines 10, 14, and 15. See the instructions to find out how to report the losses on your tax return	16	0.

**BAA For Paperwork Reduction Act Notice, see the instructions.**

Caution: The worksheets must be filed with your tax return. Keep a copy for your records.

**Worksheet 1 – For Form 8582, Lines 1a, 1b, and 1c** (See instructions.)

Name of activity	Current year		Prior years	Overall gain or loss	
	(a) Net income (line 1a)	(b) Net loss (line 1b)	(c) Unallowed loss (line 1c)	(d) Gain	(e) Loss
<b>Total. Enter on Form 8582, lines 1a, 1b, and 1c</b>					

**Worksheet 2 – For Form 8582, Lines 2a and 2b** (See instructions.)

Name of activity	(a) Current year deductions (line 2a)	(b) Prior year unallowed deductions (line 2b)	(c) Overall loss
<b>Total. Enter on Form 8582, lines 2a and 2b</b>			

**Worksheet 3 – For Form 8582, Lines 3a, 3b, and 3c** (See instructions.)

Name of activity	Current year		Prior years	Overall gain or loss	
	(a) Net income (line 3a)	(b) Net loss (line 3b)	(c) Unallowed loss (line 3c)	(d) Gain	(e) Loss
Avon Properties Leasing, LLC	0.	0.	1,980.		1,980.
<b>Total. Enter on Form 8582, lines 3a, 3b, and 3c</b>	0.	0.	1,980.		

**Worksheet 4 – Use this worksheet if an amount is shown on Form 8582, line 10 or 14** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Ratio	(c) Special allowance	(d) Subtract column (c) from column (a)
<b>Total</b>			1.00		

**Worksheet 5 – Allocation of Unallowed Losses** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Ratio	(c) Unallowed loss
Avon Properties Leasing, LLC	E Ln 28A	1,980.	1.00000000	1,980.
<b>Total</b>		1,980.	1.00	1,980.

**Worksheet 6 – Allowed Losses** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Unallowed loss	(c) Allowed loss
Avon Properties Leasing, LLC	E Ln 28A	1,980.	1,980.	0.
<b>Total</b>		1,980.	1,980.	0.

**Worksheet 7 – Activities With Losses Reported on Two or More Forms or Schedules** (See instructions.)

Name of Activity ...	(a)	(b)	(c) Ratio	(d) Unallowed loss	(e) Allowed loss
<b>Name of Activity ...</b> Type .....					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
<b>Total</b>			1.00		

Name of Activity ...	(a)	(b)	(c) Ratio	(d) Unallowed loss	(e) Allowed loss
<b>Name of Activity ...</b> Type .....					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
<b>Total</b>			1.00		

This return is for calendar year ▶ **2008**, or fiscal year ended ▶ \_\_\_\_\_  
Note. Allow 8-12 weeks to process Form 1040X.

<b>Please print or type</b>	Your first name <b>Michael</b>	MI <b>C</b>	Last name <b>Ireland</b>	Your social security number [REDACTED]	
	If a joint return, spouse's first name	MI	Last name	Spouse's social security number	
	Home address (no. and street) or P.O. box if mail is not delivered to your home <b>515 Independence Place</b>			Apt. no.	Phone number
	City, town or post office. If you have a foreign address, see instructions. <b>Aspen</b>			State <b>CO</b>	ZIP code <b>81611</b>

- A** If the address shown above is different from that shown on your last return filed with the IRS, would you like us to change it in our records?  Yes  No
- B** Filing status. Be sure to complete this line. Note. You cannot change from joint to separate returns after the due date.
- On original return ▶  Single  Married filing jointly  Married filing separately  Head of household  Qualifying widow(er)
- On this return ▶  Single  Married filing jointly  Married filing separately  Head of household\*  Qualifying widow(er)
- \* If the qualifying person is a child but not your dependent, see instructions.

Use Part II on page 2 to explain any changes		A Original amount or as previously adjusted (see instructions)	B Net change — amount of increase or (decrease) — explain in Part II	C Correct amount
<b>Income and Deductions (see instructions)</b>				
	1 Adjusted gross income (see instructions) . . . . .	48,958.	-6.	48,952.
	2 Itemized deductions or standard deduction (see instructions) . . . . .	5,726.	0.	5,726.
	3 Subtract line 2 from line 1 . . . . .	43,232.	-6.	43,226.
	4 Exemptions. If changing, fill in Parts I and II on page 2 (see instructions) . . . . .	3,500.	0.	3,500.
	5 Taxable income. Subtract line 4 from line 3 . . . . .	39,732.	-6.	39,726.
<b>Tax Liability</b>	6 Tax (see instructions). Method used in column C . <u>Tables</u> . . . . .	6,275.	0.	6,275.
	7 Credits (see instructions) . . . . .	0.	0.	0.
	8 Subtract line 7 from line 6. Enter the result but not less than zero . . . . .	6,275.	0.	6,275.
	9 Other taxes (see instructions) . . . . .	0.	0.	0.
	10 Total tax. Add lines 8 and 9 . . . . .	6,275.	0.	6,275.
<b>Payments</b>	11 Federal income tax withheld and excess social security and tier 1 RRTA tax withheld. If changing, see instructions . . . . .	10,242.	0.	10,242.
	12 Estimated tax payments, including amount applied from prior year's return . . . . .	18,106.	0.	18,106.
	13 Earned income credit (EIC) . . . . .	0.	0.	0.
	14 Additional child tax credit from Form 8812 . . . . .	0.	0.	0.
	15 Credits: Recovery rebate; federal telephone excise tax; or from Forms 2439, 4136, 5405, 8885, or 8801 (refundable credit only) . . . . .	0.	0.	0.
	16 Amount paid with request for extension of time to file (see instructions) . . . . .			0.
	17 Amount of tax paid with original return plus additional tax paid after it was filed . . . . .			0.
	18 Total payments. Add lines 11 through 17 in column C . . . . .			28,348.
<b>Refund or Amount You Owe</b>				
	19 Overpayment, if any, as shown on original return or as previously adjusted by the IRS . . . . .			22,073.
	20 Subtract line 19 from line 18 (see instructions) . . . . .			6,275.
	21 Amount you owe. If line 10, column C, is more than line 20, enter the difference and see instructions . . . . .			0.
	22 If line 10, column C, is less than line 20, enter the difference . . . . .			
	23 Amount of line 22 you want refunded to you . . . . .			
	24 Amount of line 22 you want applied to your estimated tax . . . . .	24		

**Sign Here**

Under penalties of perjury, I declare that I have filed an original return and that I have examined this amended return, including accompanying schedules and statements, and to the best of my knowledge and belief, this amended return is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which the preparer has any knowledge.

Joint return? See instrs. Keep a copy for your records.

Your signature: [Signature] Date: \_\_\_\_\_ Spouse's signature, if a joint return, both must sign: \_\_\_\_\_ Date: \_\_\_\_\_

**Paid Preparer's Use Only**

Preparer's signature: \_\_\_\_\_ Date: \_\_\_\_\_ Check if self-employed:  Preparer's SSN or PTIN: \_\_\_\_\_

Firm's name (or yours if self-employed), address, and ZIP code: Self-prepared EIN: \_\_\_\_\_ Phone no.: \_\_\_\_\_

**Part I Exemptions.** See Form 1040 or 1040A instructions.

Complete this part only if you are:  
 • Increasing or decreasing the number of exemptions claimed on line 6d of the return you are amending, or  
 • Increasing or decreasing the exemption amount for housing individuals displaced by Hurricane Katrina or for housing Midwestern displaced individuals.

	A Original number of exemptions reported or as previously adjusted	B Net change	C Correct number of exemptions															
25 Yourself and spouse . . . . .	25																	
<b>Caution.</b> If someone can claim you as a dependent, you cannot claim an exemption for yourself.																		
26 Your dependent children who lived with you . . . . .	26																	
27 Your dependent children who did not live with you due to divorce or separation . . . . .	27																	
28 Other dependents . . . . .	28																	
29 Total number of exemptions. Add lines 25 through 28. . . . .	29																	
30 Multiply the number of exemptions claimed on line 29 by the amount listed below for the tax year you are amending. Enter the result here.																		
<table border="1"> <thead> <tr> <th>Tax year</th> <th>Exemption amount</th> <th>But see the instructions for line 4 if the amount on line 1 is over:</th> </tr> </thead> <tbody> <tr> <td>2008</td> <td>\$3,500</td> <td>\$119,975</td> </tr> <tr> <td>2007</td> <td>3,400</td> <td>117,300</td> </tr> <tr> <td>2006</td> <td>3,300</td> <td>112,875</td> </tr> <tr> <td>2005</td> <td>3,200</td> <td>109,475</td> </tr> </tbody> </table>	Tax year	Exemption amount	But see the instructions for line 4 if the amount on line 1 is over:	2008	\$3,500	\$119,975	2007	3,400	117,300	2006	3,300	112,875	2005	3,200	109,475	30		
Tax year	Exemption amount	But see the instructions for line 4 if the amount on line 1 is over:																
2008	\$3,500	\$119,975																
2007	3,400	117,300																
2006	3,300	112,875																
2005	3,200	109,475																
31 If you are claiming an exemption amount for housing individuals displaced by Hurricane Katrina, enter the amount from Form 8914, line 2 for 2005 or line 6 for 2006. If you are claiming an exemption amount for housing Midwestern displaced individuals, enter the amount from the 2008 Form 8914, line 2 (See instructions for line 4). Otherwise enter -0- . . . . .	31																	
32 Add lines 30 and 31. Enter the result here and on line 4. . . . .	32																	

33 Dependents (children and other) not claimed on original (or adjusted) return:

(a) First name	Last name	(b) Dependent's social security number	(c) Dependent's relationship to you	(d) <input type="checkbox"/> if qualifying child for child tax credit	Number of children on 33 who:
					• lived with you . . . <input type="checkbox"/>
					• did not live with you due to divorce or separation (see instructions). . . <input type="checkbox"/>
					Dependents on 33 not entered above <input type="checkbox"/>

**Part II Explanation of Changes**

Enter the line number from page 1 of the form for each item you are changing and give the reason for each change. Attach only the supporting forms and schedules for the items changed. If you do not attach the required information, your Form 1040X may be returned. Be sure to include your name and social security number on any attachments.

If the change relates to a net operating loss carryback or a general business credit carryback, attach the schedule or form that shows the year in which the loss or credit occurred. See the instructions. Also, check here

Amended K-1 was received for Avon Properties

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**Part III Presidential Election Campaign Fund.** Checking below will not increase your tax or reduce your refund.

If you did not previously want \$3 to go to the fund but now want to, check here

If a joint return and your spouse did not previously want \$3 to go to the fund but now wants to, check here

Form **1040** U.S. Individual Income Tax Return **2008**

Department of the Treasury — Internal Revenue Service

(99) IRS Use Only — Do not write or staple in this space.

For the year Jan 1 - Dec 31, 2008, or other tax year beginning . . . . . 2008, ending . . . . . 20

**Label** (See instructions.)  
Your first name MI Last name  
**Michael C Ireland**

Your social security number  
[REDACTED]

If a joint return, spouse's first name MI Last name  
Spouse's social security number

Home address (number and street). If you have a P.O. box, see instructions. Apartment no.  
**515 Independence Place**

You must enter your social security number(s) above. ▲

City, town or post office. If you have a foreign address, see instructions. State ZIP code  
**Aspen CO 81611**

Checking a box below will not change your tax or refund.

Presidential Election Campaign  
Check here if you, or your spouse if filing jointly, want \$3 to go to this fund? (see instructions) . . . . .  You  Spouse

**Filing Status**

1  Single

2  Married filing jointly (even if only one had income)

3  Married filing separately. Enter spouse's SSN above & full name here. ▶

4  Head of household (with qualifying person). (See instructions.) If the qualifying person is a child but not your dependent, enter this child's name here ▶

5  Qualifying widow(er) with dependent child (see instructions)

Check only one box.

**Exemptions**

6a  Yourself. If someone can claim you as a dependent, do not check box 6a. . . . .

b  Spouse . . . . .

**c Dependents:**

(1) First name	Last name	(2) Dependent's social security number	(3) Dependent's relationship to you	(4) <input checked="" type="checkbox"/> if qualifying child for child tax credit (see instrs)
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>

Boxes checked on 6a and 6b . . . . . 1

No. of children on 6c who:  
• lived with you . . . . .  
• did not live with you due to divorce or separation (see instrs) . . . . .

Dependents on 6c not entered above . . . . .

Add numbers on lines above . . . . . 1

d Total number of exemptions claimed . . . . . 1

If more than four dependents, see instructions.

**Income**

7 Wages, salaries, tips, etc. Attach Form(s) W-2 . . . . .	7	33,929.
8a Taxable interest. Attach Schedule B if required . . . . .	8a	1,008.
b Tax-exempt interest. Do not include on line 8a . . . . .	8b	
9a Ordinary dividends. Attach Schedule B if required . . . . .	9a	
b Qualified dividends (see instrs) . . . . .	9b	
10 Taxable refunds, credits, or offsets of state and local income taxes (see instructions) . . . . .	10	212.
11 Alimony received. . . . .	11	
12 Business income or (loss). Attach Schedule C or C-EZ. . . . .	12	
13 Capital gain or (loss). Att Sch D if reqd. If not reqd, ck here . . . . .	13	
14 Other gains or (losses). Attach Form 4797 . . . . .	14	
15a IRA distributions . . . . .	15a	
b Taxable amount (see instrs) . . . . .	15b	
16a Pensions and annuities . . . . .	16a	
b Taxable amount (see instrs) . . . . .	16b	
17 Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E . . . . .	17	13,852.
18 Farm income or (loss). Attach Schedule F . . . . .	18	
19 Unemployment compensation . . . . .	19	
20a Social security benefits . . . . .	20a	
b Taxable amount (see instrs) . . . . .	20b	
21 Other income . . . . .	21	
22 Add the amounts in the far right column for lines 7 through 21. This is your total income . . . . .	22	49,001.

Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.

If you did not get a W-2, see instructions.

Enclose, but do not attach, any payment. Also, please use Form 1040-V.

**Adjusted Gross Income**

23 Educator expenses (see instructions) . . . . .	23	
24 Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 or 2106-EZ . . . . .	24	
25 Health savings account deduction. Attach Form 8889 . . . . .	25	
26 Moving expenses. Attach Form 3903 . . . . .	26	
27 One-half of self-employment tax. Attach Schedule SE . . . . .	27	
28 Self-employed SEP, SIMPLE, and qualified plans . . . . .	28	
29 Self-employed health insurance deduction (see instructions) . . . . .	29	
30 Penalty on early withdrawal of savings . . . . .	30	
31a Alimony paid b Recipient's SSN . . . . .	31a	
32 IRA deduction (see instructions) . . . . .	32	
33 Student loan interest deduction (see instructions) . . . . .	33	
34 Tuition and fees deduction. Attach Form 8917 . . . . .	34	43.
35 Domestic production activities deduction. Attach Form 8903 . . . . .	35	
36 Add lines 23 - 31a and 32 - 35 . . . . .	36	43.
37 Subtract line 36 from line 22. This is your adjusted gross income . . . . .	37	48,958.

Tax and Credits

Table with 3 columns: Line number, Description, and Amount. Includes lines 38-56 for Tax and Credits.

Standard Deduction for - People who checked any box on line 39a, 39b, or 39c or who can be claimed as a dependent, see instructions. All others: Single or Married filing separately, \$5,450. Married filing jointly or Qualifying widow(er), \$10,900. Head of household, \$8,000.

Other Taxes

Table with 3 columns: Line number, Description, and Amount. Includes lines 57-61 for Other Taxes.

Payments

If you have a qualifying child, attach Schedule EIC.

Table with 3 columns: Line number, Description, and Amount. Includes lines 62-71 for Payments.

Refund

Direct deposit? See instructions and fill in 73b, 73c, and 73d or Form 8888.

Table with 3 columns: Line number, Description, and Amount. Includes lines 72-74 for Refund.

Amount You Owe

Table with 3 columns: Line number, Description, and Amount. Includes lines 75-76 for Amount You Owe.

Third Party Designee

Do you want to allow another person to discuss this return with the IRS (see instructions)? Yes. Complete the following. No

Sign Here

Joint return? See instructions. Keep a copy for your records.

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. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Paid Preparer's Use Only

Preparer's signature, Date, Check if self-employed, Firm's name (or yours if self-employed), address, and ZIP code, EIN, Phone no.

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

Your social security number

Michael C Ireland

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 the box in column (e) on line 28 and attach Form 6198. See instructions.

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

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. Rows include Avon Properties Leasing, LLC and Michael C. Ireland PC.

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 show 6,402 in (i) and 13,852 in (j).

Part III Income or Loss From Estates and Trusts

Table with 2 columns: (a) Name, (b) Employer ID no. Rows A and B are blank.

Summary table for Part III with 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 are blank.

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. Row 39 is blank.

Part V Summary

Summary table for Part V with 2 columns: Description, Amount. Rows include Net farm rental income, Total income or (loss), Reconciliation of farming and fishing income, and Reconciliation for real estate professionals.

**Tuition and Fees Deduction**

▶ See instructions.  
▶ Attach to Form 1040 or Form 1040A.

Name(s) shown on return

Michael C Ireland

Your social security number

**Caution:** You cannot take both an education credit from Form 8863 and the tuition and fees deduction from this form for the same student in the same year.

**Before you begin:** ✓ To see if you qualify for this deduction, see *Who Can Take the Deduction* in the instructions.

✓ If you file Form 1040, figure any write-in adjustments to be entered on the dotted line next to Form 1040, line 36. See the 2008 Form 1040 instructions for line 36.

1 (a) Student's name (as shown on page 1 of your tax return)		(b) Student's social security number (as shown on page 1 of your tax return)	(c) Qualified expenses (see instructions)
First name	Last name		
Michael C	Ireland	340-40-2675	43.
2 Add the amounts on line 1, column (c), and enter the total . . . . .			43.
3 Enter the amount from Form 1040, line 22, or Form 1040A, line 15 . . . . .		49,001.	
4 Enter the total from either:			
<ul style="list-style-type: none"> <li>• Form 1040, lines 23 through 33, plus any write-in adjustments entered on the dotted line next to Form 1040, line 36, or</li> <li>• Form 1040A, lines 16 through 18 . . . . .</li> </ul>			
5 Subtract line 4 from line 3.* If the result is more than \$80,000 (\$160,000 if married filing jointly), stop; you cannot take the deduction for tuition and fees . . . . .			49,001.
*If you are filing Form 2555, 2555-EZ, or 4563, or you are excluding income from Puerto Rico, use Worksheet 6-1 in Publication 970 to figure the amount to enter.			
6 Tuition and fees deduction. Is the amount on line 5 more than \$65,000 (\$130,000 if married filing jointly)?			
<input type="checkbox"/> Yes. Enter the smaller of line 2, or \$2,000.			
<input checked="" type="checkbox"/> No. Enter the smaller of line 2, or \$4,000.			43.
Also enter this amount on Form 1040, line 34, or Form 1040A, line 19.			

Form **4562**

Department of the Treasury  
Internal Revenue Service (99)

### Depreciation and Amortization (Including Information on Listed Property)

▶ See separate instructions. ▶ Attach to your tax return.

OMB No. 1545-0172

**2008**

Attachment  
Sequence No. **67**

Name(s) shown on return

Michael C Ireland

Identifying number

Business or activity to which this form relates

#### Section 179 Summary

#### Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount. See the instructions for a higher limit for certain businesses . . . . .	1	\$250,000.
2	Total cost of section 179 property placed in service (see instructions) . . . . .	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions) . . . . .	3	\$800,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0- . . . . .	4	0.
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions . . . . .	5	250,000.
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
	from Schedule K-1		6,402.
7	Listed property. Enter the amount from line 29 . . . . .	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7 . . . . .	8	6,402.
9	Tentative deduction. Enter the smaller of line 5 or line 8 . . . . .	9	6,402.
10	Carryover of disallowed deduction from line 13 of your 2007 Form 4562 . . . . .	10	0.
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs) . . . . .	11	54,183.
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11 . . . . .	12	6,402.
13	Carryover of disallowed deduction to 2009. Add lines 9 and 10, less line 12 . . . . .	13	0.

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

#### Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions) . . . . .	14	
15	Property subject to section 168(f)(1) election . . . . .	15	
16	Other depreciation (including ACRS) . . . . .	16	

#### Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

##### Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2008 . . . . .	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here . . . . .		<input type="checkbox"/>

##### Section B — Assets Placed in Service During 2008 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only — see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property . . . . .						
b 5-year property . . . . .						
c 7-year property . . . . .						
d 10-year property . . . . .						
e 15-year property . . . . .						
f 20-year property . . . . .						
g 25-year property . . . . .			25 yrs		S/L	
h Residential rental property . . . . .			27.5 yrs	MM	S/L	
i Nonresidential real property . . . . .			39 yrs	MM	S/L	
				MM	S/L	

##### Section C — Assets Placed in Service During 2008 Tax Year Using the Alternative Depreciation System

20a Class life . . . . .					S/L	
b 12-year . . . . .			12 yrs		S/L	
c 40-year . . . . .			40 yrs	MM	S/L	

#### Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28 . . . . .	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations — see instructions . . . . .	22	
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs . . . . .	23	

**Passive Activity Loss Limitations**

Department of the Treasury  
Internal Revenue Service (99)

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

**2008**

Attachment  
Sequence No. **88**

Name(s) shown on return

Identifying number

Michael C Ireland

**Part I 2008 Passive Activity Loss**

Caution: Complete Worksheets 1, 2, and 3 on page 2 before completing Part I.

**Rental Real Estate Activities With Active Participation** (For the definition of active participation, see **Special Allowance for Rental Real Estate Activities** in the instructions.)

1 a Activities with net income (enter the amount from Worksheet 1, column (a)) . . . . .	1 a		
b Activities with net loss (enter the amount from Worksheet 1, column (b)) . . . . .	1 b		
c Prior years unallowed losses (enter the amount from Worksheet 1, column (c)) . . . . .	1 c		
d Combine lines 1a, 1b, and 1c . . . . .			1 d

**Commercial Revitalization Deductions From Rental Real Estate Activities**

2 a Commercial revitalization deductions from Worksheet 2, column (a) . . . . .	2 a		
b Prior year unallowed commercial revitalization deductions from Worksheet 2, column (b) . . . . .	2 b		
c Add lines 2a and 2b . . . . .			2 c

**All Other Passive Activities**

3 a Activities with net income (enter the amount from Worksheet 3, column (a)) . . . . .	3 a	0.	
b Activities with net loss (enter the amount from Worksheet 3, column (b)) . . . . .	3 b	-7,814.	
c Prior years unallowed losses (enter the amount from Worksheet 3, column (c)) . . . . .	3 c	-1,980.	
d Combine lines 3a, 3b, and 3c . . . . .			3 d -9,794.

4 Combine lines 1d, 2c, and 3d. If the result is net income or zero, all losses are allowed, including any prior year unallowed losses entered on line 1c, 2b, or 3c. Do not complete Form 8582. Report the losses on the forms and schedules normally used. . . . . **4** -9,794.

- If line 4 is a loss and:
- Line 1d is a loss, go to Part II.
  - Line 2c is a loss (and line 1d is zero or more), skip Part II and go to Part III.
  - Line 3d is a loss (and lines 1d and 2c are zero or more), skip Parts II and III and go to line 15.

Caution: If your filing status is married filing separately and you lived with your spouse at any time during the year, do not complete Part II or Part III. Instead, go to line 15.

**Part II Special Allowance for Rental Real Estate Activities With Active Participation**

Note: Enter all numbers in Part II as positive amounts. See the instructions for an example.

5 Enter the smaller of the loss on line 1d or the loss on line 4. . . . .	5	
6 Enter \$150,000. If married filing separately, see the instructions . . . . .	6	
7 Enter modified adjusted gross income, but not less than zero (see instructions) . . . . .	7	
Note: If line 7 is greater than or equal to line 6, skip lines 8 and 9, enter -0- on line 10. Otherwise, go to line 8.		
8 Subtract line 7 from line 6. . . . .	8	
9 Multiply line 8 by 50% (.5). Do not enter more than \$25,000. If married filing separately, see instructions . . . . .	9	
10 Enter the smaller of line 5 or line 9 . . . . .	10	0.
If line 2c is a loss, go to Part III. Otherwise, go to line 15.		

**Part III Special Allowance for Commercial Revitalization Deductions From Rental Real Estate Activities**

Note: Enter all numbers in Part III as positive amounts. See the example for Part II in the instructions.

11 Enter \$25,000 reduced by the amount, if any, on line 10. If married filing separately, see instructions . . . . .	11	
12 Enter the loss from line 4 . . . . .	12	
13 Reduce line 12 by the amount on line 10 . . . . .	13	
14 Enter the smallest of line 2c (treated as a positive amount), line 11, or line 13 . . . . .	14	

**Part IV Total Losses Allowed**

15 Add the income, if any, on lines 1a and 3a and enter the total . . . . .	15	0.
16 Total losses allowed from all passive activities for 2008. Add lines 10, 14, and 15. See the instructions to find out how to report the losses on your tax return . . . . .	16	0.

BAA For Paperwork Reduction Act Notice, see the instructions.

Caution: The worksheets must be filed with your tax return. Keep a copy for your records.

**Worksheet 1 – For Form 8582, Lines 1a, 1b, and 1c (See instructions.)**

Name of activity	Current year		Prior years	Overall gain or loss	
	(a) Net income (line 1a)	(b) Net loss (line 1b)	(c) Unallowed loss (line 1c)	(d) Gain	(e) Loss
<b>Total. Enter on Form 8582, lines 1a, 1b, and 1c</b>					

**Worksheet 2 – For Form 8582, Lines 2a and 2b (See instructions.)**

Name of activity	(a) Current year deductions (line 2a)	(b) Prior year unallowed deductions (line 2b)	(c) Overall loss
<b>Total. Enter on Form 8582, lines 2a and 2b</b>			

**Worksheet 3 – For Form 8582, Lines 3a, 3b, and 3c (See instructions.)**

Name of activity	Current year		Prior years	Overall gain or loss	
	(a) Net income (line 3a)	(b) Net loss (line 3b)	(c) Unallowed loss (line 3c)	(d) Gain	(e) Loss
Avon Properties Leasing, LLC	0.	7,814.	1,980.		9,794.
<b>Total. Enter on Form 8582, lines 3a, 3b, and 3c</b>	0.	7,814.	1,980.		

**Worksheet 4 – Use this worksheet if an amount is shown on Form 8582, line 10 or 14 (See instructions.)**

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Ratio	(c) Special allowance	(d) Subtract column (c) from column (a)
<b>Total</b>			1.00		

**Worksheet 5 – Allocation of Unallowed Losses (See instructions.)**

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Ratio	(c) Unallowed loss
Avon Properties Leasing, LLC	E Ln 28A	9,794.	1.00000000	9,794.
<b>Total</b>		9,794.	1.00	9,794.

**Worksheet 6 – Allowed Losses** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Unallowed loss	(c) Allowed loss
Avon Properties Leasing, LLC	E Ln 28A	9,794.	9,794.	0.
<b>Total</b>		9,794.	9,794.	0.

**Worksheet 7 – Activities With Losses Reported on Two or More Forms or Schedules** (See instructions.)

Name of activity . . . . .	Type . . . . .	(a)	(b)	(c) Ratio	(d) Unallowed loss	(e) Allowed loss
Form or schedule and line number to be reported on (see instructions)						
1 a Net loss plus prior year unallowed loss from form or schedule . . . . . ▶						
b Net income from form or schedule . . . . . ▶						
c Subtract line 1b from line 1a. If zero or less, enter -0- . . . . . ▶						
Form or schedule and line number to be reported on (see instructions)						
1 a Net loss plus prior year unallowed loss from form or schedule . . . . . ▶						
b Net income from form or schedule . . . . . ▶						
c Subtract line 1b from line 1a. If zero or less, enter -0- . . . . . ▶						
Form or schedule and line number to be reported on (see instructions)						
1 a Net loss plus prior year unallowed loss from form or schedule . . . . . ▶						
b Net income from form or schedule . . . . . ▶						
c Subtract line 1b from line 1a. If zero or less, enter -0- . . . . . ▶						
Form or schedule and line number to be reported on (see instructions)						
1 a Net loss plus prior year unallowed loss from form or schedule . . . . . ▶						
b Net income from form or schedule . . . . . ▶						
c Subtract line 1b from line 1a. If zero or less, enter -0- . . . . . ▶						
<b>Total</b>				1.00		
Form or schedule and line number to be reported on (see instructions)						
1 a Net loss plus prior year unallowed loss from form or schedule . . . . . ▶						
b Net income from form or schedule . . . . . ▶						
c Subtract line 1b from line 1a. If zero or less, enter -0- . . . . . ▶						
Form or schedule and line number to be reported on (see instructions)						
1 a Net loss plus prior year unallowed loss from form or schedule . . . . . ▶						
b Net income from form or schedule . . . . . ▶						
c Subtract line 1b from line 1a. If zero or less, enter -0- . . . . . ▶						
<b>Total</b>				1.00		

Form **1040**

Department of the Treasury — Internal Revenue Service

**U.S. Individual Income Tax Return 2009**

(99) IRS Use Only — Do not write or staple in this space.

bel instructions.)

Use the IRS label. Otherwise, please print or type.

Presidential Election Campaign

For the year Jan 1 - Dec 31, 2009, or other tax year beginning , 2009, ending , 20

OMB No. 1545-0074

Your first name MI Last name  
**Michael C Ireland**

Your social security number  
 [REDACTED]

If a joint return, spouse's first name MI Last name  
 Spouse's social security number

Home address (number and street). If you have a P.O. box, see instructions. Apartment no.  
**515 Independence Place**

You must enter your social security number(s) above. ▲

City, town or post office. If you have a foreign address, see instructions. State ZIP code  
**Aspen CO 81611**

Checking a box below will not change your tax or refund.

Check here if you, or your spouse if filing jointly, want \$3 to go to this fund? (see instructions)  You  Spouse

**Filing Status**

1  Single

2  Married filing jointly (even if only one had income)

3  Married filing separately. Enter spouse's SSN above & full name here . . . ▶

4  Head of household (with qualifying person). (See instructions.) If the qualifying person is a child but not your dependent, enter this child's name here . . . ▶

5  Qualifying widow(er) with dependent child (see instructions)

Check only one box.

**Exemptions**

6a  Yourself. If someone can claim you as a dependent, do not check box 6a

b  Spouse

c Dependents:

(1) First name	Last name	(2) Dependent's social security number	(3) Dependent's relationship to you	(4) <input checked="" type="checkbox"/> if qualifying child for child tax credit (see instrs)
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>

Boxes checked on 6a and 6b . . . . . 1

No. of children on 6c who:  
 • lived with you . . . . .  
 • did not live with you due to divorce or separation (see instrs) . . . . .  
 Dependents on 6c not entered above . . . . .  
 Add numbers on lines above . . . . . 1

d Total number of exemptions claimed . . . . . 1

If more than four dependents, see instructions and check here

**Income**

7 Wages, salaries, tips, etc. Attach Form(s) W-2	7	37,945.
8a Taxable interest. Attach Schedule B if required	8a	971.
b Tax-exempt interest. Do not include on line 8a	8b	
9a Ordinary dividends. Attach Schedule B if required	9a	
b Qualified dividends (see instrs)	9b	
10 Taxable refunds, credits, or offsets of state and local income taxes (see instructions)	10	0.
11 Alimony received	11	
12 Business income or (loss). Attach Schedule C or C-EZ	12	
13 Capital gain or (loss). Att Sch D if reqd. If not reqd, ck here	13	
14 Other gains or (losses). Attach Form 4797	14	
15a IRA distributions	15a	
b Taxable amount (see instrs)	15b	
16a Pensions and annuities	16a	
b Taxable amount (see instrs)	16b	
17 Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	17	10,258.
18 Farm income or (loss). Attach Schedule F	18	
19 Unemployment compensation in excess of \$2,400 per recipient (see instructions)	19	
20a Social security benefits	20a	
b Taxable amount (see instrs)	20b	
21 Other income	21	
22 Add the amounts in the far right column for lines 7 through 21. This is your total income	22	49,174.

**Adjusted Gross Income**

23 Educator expenses (see instructions)	23	
24 Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 or 2106-EZ	24	
25 Health savings account deduction. Attach Form 8889	25	
26 Moving expenses. Attach Form 3903	26	
27 One-half of self-employment tax. Attach Schedule SE	27	
28 Self-employed SEP, SIMPLE, and qualified plans	28	
29 Self-employed health insurance deduction (see instructions)	29	
30 Penalty on early withdrawal of savings	30	
31a Alimony paid b Recipient's SSN	31a	
32 IRA deduction (see instructions)	32	
33 Student loan interest deduction (see instructions)	33	
34 Tuition and fees deduction. Attach Form 8917	34	
35 Domestic production activities deduction. Attach Form 8903	35	
36 Add lines 23 - 31a and 32 - 35	36	
37 Subtract line 36 from line 22. This is your adjusted gross income	37	49,174.

Tax and Credits

Standard deduction
People who check any box on line 39a, 39b, or 40b or who can be claimed as a dependent, see instructions.
All others:
Single or Married filing separately, \$5,700
Married filing jointly or Qualifying widow(er), \$11,400
Head of household, \$8,350

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

Other Taxes

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

Payments

If you have a qualifying id, attach schedule EIC.

Table with 3 columns: Line number, Description, and Amount. Includes lines 61-71.

Refund

Direct deposit? See instructions and fill in 73b, 73c, and 73d or Form 8888.

Table with 3 columns: Line number, Description, and Amount. Includes lines 72-74.

Amount You Owe

Table with 3 columns: Line number, Description, and Amount. Includes lines 75-76.

Third Party Designee

Do you want to allow another person to discuss this return with the IRS (see instructions)? Yes. Complete the following. [X] No

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. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.
Your signature: [Signature] Date: [ ] Your occupation: Civil servant Daytime phone number: [ ]
Spouse's signature: [ ] Date: [ ] Spouse's occupation: [ ]

Paid Preparer's Use Only

Preparer's signature: [ ] Date: [ ] Check if self-employed: [ ] Preparer's SSN or PTIN: [ ]
Firm's name (or yours if self-employed), address, and ZIP code: Self-Prepared EIN: [ ] Phone no.: [ ]

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

Your social security number

Michael C Ireland

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**

If you report a loss from an at-risk activity for which any amount is not at risk, you must check the box in column (e) on line 28 and attach Form 6198. See instructions.

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  
If you answered 'Yes,' see instructions before completing this section.

28	(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
A	Avon Properties Leasing, LLC	P	<input type="checkbox"/>	65-1225795	<input type="checkbox"/>
B	Michael C. Ireland PC	S	<input type="checkbox"/>	84-1249113	<input type="checkbox"/>
C			<input type="checkbox"/>		<input type="checkbox"/>
D			<input type="checkbox"/>		<input type="checkbox"/>

Passive Income and Loss		Nonpassive Income and Loss		
(f) Passive loss allowed (attach Form 8582 if required)	(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
A	0.			
B			2,224.	12,482.
C				
D				
29a Totals	0.			12,482.
b Totals			2,224.	
30 Add columns (g) and (j) of line 29a			30	12,482.
31 Add columns (f), (h), and (i) of line 29b			31	-2,224.
32 Total partnership and S corporation income or (loss). Combine lines 30 and 31. Enter the result here and include in the total on line 41 below.			32	10,258.

**Part III Income or Loss From Estates and Trusts**

33	(a) Name	(b) Employer ID no.
B		

Passive Income and Loss		Nonpassive Income and Loss	
(c) Passive deduction or loss allowed (attach Form 8582 if required)	(d) Passive income from Schedule K-1	(e) Deduction or loss from Schedule K-1	(f) Other income from Schedule K-1
A			
B			
34a Totals			
b Totals			
35 Add columns (d) and (f) of line 34a			35
36 Add columns (c) and (e) of line 34b			36
37 Total estate and trust income or (loss). Combine lines 35 and 36. Enter the result here and include in the total on line 41 below.			37

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

38	(a) Name	(b) Employer identification number	(c) Excess inclusion from Schedules Q, line 2c (see instructions)	(d) Taxable income (net loss) from Schedules Q, line 1b	(e) Income from Schedules Q, line 3b
39	Combine columns (d) and (e) only. Enter the result here and include in the total on line 41 below.				39

**Part V Summary**

40	Net farm rental income or (loss) from Form 4835. Also, complete line 42 below	40	
41	Total income or (loss). Combine lines 26, 32, 37, 39, and 40. Enter the result here and on Form 1040, line 17, or Form 1040NR, line 18	41	10,258.
42	Reconciliation of farming and fishing income. Enter your gross farming and fishing income reported on Form 4835, line 7; Schedule K-1 (Form 1065), box 14, code B; Schedule K-1 (Form 1120S), box 17, code U; and Schedule K-1 (Form 1041), line 14, code F (see instructions)	42	
43	Reconciliation for real estate professionals. If you were a real estate professional (see instructions), enter the net income or (loss) you reported anywhere on Form 1040 or Form 1040NR from all rental real estate activities in which you materially participated under the passive activity loss rules	43	

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

Department of the Treasury  
Internal Revenue Service (99)

**Standard Deduction for Certain Filers**

▶ Attach to Form 1040A or 1040. ▶ See instructions.

OMB No. 1545-0074

**2009**

Attachment  
Sequence No. **57**

Name(s) shown on return

Michael C Ireland

Your social security number

~~XXXXXXXXXX~~

**Caution!** File this form *only* if you are increasing your standard deduction by certain state or local real estate taxes, new motor vehicle taxes, or a net disaster loss.

1	Enter the amount shown below for your filing status. • Single or married filing separately— \$5,700 • Married filing jointly or Qualifying widow(er)— \$11,400 • Head of household — \$8,350	1	5,700.
2	Can you (or your spouse if filing jointly) be claimed as a dependent on someone else's return? <input checked="" type="checkbox"/> No. Enter the amount from line 1 on line 4, skip line 3, and go to line 5. <input type="checkbox"/> Yes. Go to line 3.		
3	Is your earned income more than \$650 (see instructions)? <input type="checkbox"/> Yes. Add \$300 to your earned income. Enter the total <input type="checkbox"/> No. Enter \$950	3	
4	Enter the smaller of line 1 or line 3	4	5,700.
5	Multiply the number on Form 1040, line 39a, or Form 1040A, line 23a, by \$1,100 (\$1,400 if single or head of household). If blank, enter -0-	5	0.
6	Form 1040 filers only, enter any net disaster loss from Form 4684, line 18.	6	
7	Enter the state and local real estate taxes you paid. Do not include foreign real estate taxes (see instructions)	7	249.
8	Enter \$500 (\$1,000 if married filing jointly)	8	500.
9	Enter the smaller of line 7 or line 8	9	249.
10	Did you (or your spouse if filing jointly) pay any state or local sales or excise taxes in 2009 for the purchase of a new motor vehicle after February 16, 2009 (see instructions)? <input checked="" type="checkbox"/> No. Skip lines 10 through 19, enter -0- on line 20, and go to line 21. <input type="checkbox"/> Yes. If Form 1040, line 38, or Form 1040A, line 22, is less than \$135,000 (\$260,000 if married filing jointly), enter the amount of these taxes paid. Otherwise, skip lines 10 through 19, enter -0- on line 20, and go to line 21.	10	
11	Enter the purchase price (before taxes) of the new motor vehicle(s) (see instructions)	11	
12	Is the amount on line 11 more than \$49,500? <input type="checkbox"/> No. Enter the amount from line 10. <input type="checkbox"/> Yes. Figure the portion of the tax from line 10 that is attributable to the first \$49,500 of the purchase price of each new motor vehicle (see instructions)	12	
13	Enter the amount from Form 1040, line 38, or Form 1040A, line 22	13	
14	Form 1040 filers only, enter the total of any— • Amounts from Form 2555, lines 45 and 50; Form 2555-EZ, line 18; and Form 4563, line 15, and • Exclusion of income from Puerto Rico	14	
15	Add lines 13 and 14	15	
16	Enter \$125,000 (\$250,000 if married filing jointly)	16	
17	Is the amount on line 15 more than the amount on line 16? <input type="checkbox"/> No. Skip lines 17 through 19, enter the amount from line 12 on line 20, and go to line 21. <input type="checkbox"/> Yes. Subtract line 16 from line 15	17	
18	Divide line 17 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	18	
19	Multiply line 12 by line 18	19	
20	Subtract line 19 from line 12	20	0.
21	Add lines 4, 5, 6, 9, and 20. Enter the total here and on Form 1040, line 40a, or Form 1040A, line 24a. Also check the box on Form 1040, line 40b, or Form 1040A, line 24b	21	5,949.

AA For Paperwork Reduction Act Notice, see Form 1040A or 1040 instructions.

Schedule L (Form 1040A or 1040) 2009

**Depreciation and Amortization  
(Including Information on Listed Property)**

▶ See separate instructions. ▶ Attach to your tax return.

Identifying number

[REDACTED]

Name(s) shown on return  
**Michael C Ireland**

Business or activity to which this form relates

**Section 179 Summary**

**Part I Election To Expense Certain Property Under Section 179**

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount. See the instructions for a higher limit for certain businesses.	1	\$250,000.
2	Total cost of section 179 property placed in service (see instructions).	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	\$800,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	0.
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	250,000.
6	(a) Description of property from Schedule K-1	(b) Cost (business use only)	(c) Elected cost 2,224.
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7.	8	2,224.
9	Tentative deduction. Enter the smaller of line 5 or line 8.	9	2,224.
10	Carryover of disallowed deduction from line 13 of your 2008 Form 4562	10	0.
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs)	11	50,427.
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	2,224.
13	Carryover of disallowed deduction to 2010. Add lines 9 and 10, less line 12	13	0.

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

**Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property) (See instructions.)**

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

**Part III MACRS Depreciation (Do not include listed property) (See instructions)**

**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2009	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

**Section B – Assets Placed in Service During 2009 Tax Year Using the General Depreciation System**

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only – see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property			27.5 yrs	MM	S/L	
i Nonresidential real property			39 yrs	MM	S/L	
				MM	S/L	

**Section C – Assets Placed in Service During 2009 Tax Year Using the Alternative Depreciation System**

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year			40 yrs	MM	S/L	

**Part IV Summary (See instructions.)**

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations – see instructions	22	
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs.	23	

**Passive Activity Loss Limitations**

Department of the Treasury  
Internal Revenue Service (99)

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

Name(s) shown on return

Identifying number

Michael C Ireland

**Part I 2009 Passive Activity Loss**

Caution: Complete Worksheets 1, 2, and 3 on page 2 before completing Part I.

**Rental Real Estate Activities With Active Participation** (For the definition of active participation, see Special Allowance for Rental Real Estate Activities in the instructions.)

1 a	Activities with net income (enter the amount from Worksheet 1, column (a))		
1 b	Activities with net loss (enter the amount from Worksheet 1, column (b))		
1 c	Prior years unallowed losses (enter the amount from Worksheet 1, column (c))		
1 d	Combine lines 1a, 1b, and 1c		

**Commercial Revitalization Deductions From Rental Real Estate Activities**

2 a	Commercial revitalization deductions from Worksheet 2, column (a)		
2 b	Prior year unallowed commercial revitalization deductions from Worksheet 2, column (b)		
2 c	Add lines 2a and 2b		

**All Other Passive Activities**

3 a	Activities with net income (enter the amount from Worksheet 3, column (a))	0.	
3 b	Activities with net loss (enter the amount from Worksheet 3, column (b))	0.	
3 c	Prior years unallowed losses (enter the amount from Worksheet 3, column (c))	-9,794.	
3 d	Combine lines 3a, 3b, and 3c		-9,794.

4 Combine lines 1d, 2c, and 3d. If the result is net income or zero, all losses are allowed, including any prior year unallowed losses entered on line 1c, 2b, or 3c. Do not complete Form 8582. Report the losses on the forms and schedules normally used.

- If line 4 is a loss and:
- Line 1d is a loss, go to Part II.
  - Line 2c is a loss (and line 1d is zero or more), skip Part II and go to Part III.
  - Line 3d is a loss (and lines 1d and 2c are zero or more), skip Parts II and III and go to line 15.

Caution: If your filing status is married filing separately and you lived with your spouse at any time during the year do not complete Part II or Part III. Instead, go to line 15.

**Part II Special Allowance for Rental Real Estate Activities With Active Participation**

Note: Enter all numbers in Part II as positive amounts. See the instructions for an example.

5	Enter the smaller of the loss on line 1d or the loss on line 4		5
6	Enter \$150,000. If married filing separately, see the instructions		
7	Enter modified adjusted gross income, but not less than zero (see instructions)		
8	Subtract line 7 from line 6		
9	Multiply line 8 by 50% (.5). Do not enter more than \$25,000. If married filing separately, see instructions		9
10	Enter the smaller of line 5 or line 9		10
	If line 2c is a loss, go to Part III. Otherwise, go to line 15.		0.

**Part III Special Allowance for Commercial Revitalization Deductions From Rental Real Estate Activities**

Note: Enter all numbers in Part III as positive amounts. See the example for Part II in the instructions.

11	Enter \$25,000 reduced by the amount, if any, on line 10. If married filing separately, see instructions		11
12	Enter the loss from line 4		12
13	Reduce line 12 by the amount on line 10		13
14	Enter the smallest of line 2c (treated as a positive amount), line 11, or line 13		14

**Part IV Total Losses Allowed**

15	Add the income, if any, on lines 1a and 3a and enter the total		15
16	Total losses allowed from all passive activities for 2009. Add lines 10, 14, and 15. See the instructions to find out how to report the losses on your tax return		16
			0.

Caution: The worksheets must be filed with your tax return. Keep a copy for your records.

**Worksheet 1 – For Form 8582, Lines 1a, 1b, and 1c** (See instructions.)

Name of activity	Current year		Prior years	Overall gain or loss	
	(a) Net income (line 1a)	(b) Net loss (line 1b)	(c) Unallowed loss (line 1c)	(d) Gain	(e) Loss
<b>Total. Enter on Form 8582, lines 1a, 1b, and 1c</b>					

**Worksheet 2 – For Form 8582, Lines 2a and 2b** (See instructions.)

Name of activity	(a) Current year deductions (line 2a)	(b) Prior year unallowed deductions (line 2b)	(c) Overall loss
<b>Total. Enter on Form 8582, lines 2a and 2b</b>			

**Worksheet 3 – For Form 8582, Lines 3a, 3b, and 3c** (See instructions.)

Name of activity	Current year		Prior years	Overall gain or loss	
	(a) Net income (line 3a)	(b) Net loss (line 3b)	(c) Unallowed loss (line 3c)	(d) Gain	(e) Loss
Avon Properties Leasing, LLC	0.	0.	9,794.		9,794.
<b>Total. Enter on Form 8582, lines 3a, 3b, and 3c</b>	0.	0.	9,794.		

**Worksheet 4 – Use this worksheet if an amount is shown on Form 8582, line 10 or 14** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Ratio	(c) Special allowance	(d) Subtract column (c) from column (a)
<b>Total</b>			1.00		

**Worksheet 5 – Allocation of Unallowed Losses** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Ratio	(c) Unallowed loss
Avon Properties Leasing, LLC	E Ln 28A	9,794.	1.00000000	9,794.
<b>Total</b>		9,794.	1.00	9,794.

**Worksheet 6 – Allowed Losses** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Unallowed loss	(c) Allowed loss
Avon Properties Leasing, LLC	E Ln 28A	9,794.	9,794.	0.
<b>Total</b>		9,794.	9,794.	0.

**Worksheet 7 – Activities With Losses Reported on Two or More Forms or Schedules** (See instructions.)

Name of activity	(a)	(b)	(c) Ratio	(d) Unallowed loss	(e) Allowed loss
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
<b>Total</b>			1.00		

Name of activity					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
<b>Total</b>			1.00		

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

**Making Work Pay and Government Retiree Credits**

OMB No. 1545-0074

**2009**

Department of the Treasury  
Internal Revenue Service (99)

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

▶ See separate instructions.

Attachment  
Sequence No. **166**

Name(s) shown on return

Your social security number

Michael C Ireland

~~XXXXXXXXXX~~

**1 a Important:** See the instructions if you can be claimed as someone else's dependent or are filing Form 1040NR. Check the 'No' box below 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.

Do you (and your spouse if filing jointly) have 2009 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)..... **1 a**

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

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

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

**4** Enter the **smaller** of line 2 or line 3 (unless you checked "Yes" on line 1a)..... **4** 400.

**5** Enter the amount from Form 1040, line 38\*, or Form 1040A, line 22..... **5** 49,174.

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

**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..... **7**

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

**9** Subtract line 8 from line 4. If zero or less, enter -0-..... **9** 400.

**10** Did you (or your spouse, if filing jointly) receive an economic recovery payment in 2009? You may have received this payment if you received social security benefits, supplemental security income, railroad retirement benefits, or veterans disability compensation or pension benefits (see instructions).

- No.** Enter -0- on line 10 and go to line 11.  
 **Yes.** Enter the total of the payments received by you (and your spouse, if filing jointly). Do not enter more than \$250 (\$500 if married filing jointly)..... **10** 0.

**11** Did you (or your spouse, if filing jointly) receive a pension or annuity in 2009 for services performed as an employee of the U.S. Government or any U.S. state or local government from work not covered by social security? Do not include any pension or annuity reported on Form W-2.

- No.** Enter -0- on line 11 and go to line 12.  
 **Yes.** • If you checked 'No' on line 10, enter \$250 (\$500 if married filing jointly and the answer on line 11 is 'Yes' for both spouses)  
 • If you checked 'Yes' on line 10, enter -0- (exception: enter \$250 if filing jointly and the spouse who received the pension or annuity did not receive an economic recovery payment described on line 10)..... **11** 0.

**12** Add lines 10 and 11..... **12** 0.

**13** Subtract line 12 from line 9. If zero or less, enter -0-..... **13** 400.

**14** **Making work pay and government retiree credits.** Add lines 11 and 13. Enter the result here and on Form 1040, line 63, Form 1040A, line 40; or Form 1040NR, line 60..... **14** 400.

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

▶ **AAA** For Paperwork Reduction Act Notice, see Form 1040A, 1040, or 1040NR instructions.

Schedule M (Form 1040A or 1040) 2009

**Name, Address, and SSN**

For the year Jan 1 - Dec 31, 2010, or other tax year beginning , 2010, ending , 20

OMB No. 1545-0074

Your first name MI Last name  
 Michael C Ireland  
 Your social security number

If a joint return, spouse's first name MI Last name  
 Spouse's social security number

Home address (number and street). If you have a P.O. box, see instructions. Apartment no.  
 515 Independence Place  
 Make sure the SSN(s) above and on line 6c are correct.

City, town or post office. If you have a foreign address, see instructions. State ZIP code  
 Aspen CO 81611  
 Checking a box below will not change your tax or refund.

Presidential Election Campaign

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

Filing Status

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

Check only one box.

Exemptions

6a  Yourself. If someone can claim you as a dependent, do not check box 6a . . . . .

b  Spouse . . . . .

Boxes checked on 6a and 6b . . . . . 1

No. of children on 6c who:

- lived with you . . . . .
- did not live with you due to divorce or separation (see instrs) . . . . .

Dependents on 6c not entered above . . . . .

Add numbers on lines above . . . . . 1

c Dependents:

(1) First name	Last name	(2) Dependent's social security number	(3) Dependent's relationship to you	(4) <input checked="" type="checkbox"/> if child under age 17 qualifying for child tax or (see instrs)
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>

d Total number of exemptions claimed . . . . . 1

If more than four dependents, see instructions and check here . . .

Income

7	Wages, salaries, tips, etc. Attach Form(s) W-2	7	37,701.
8a	Taxable interest. Attach Schedule B if required	8a	902.
8b	Tax-exempt interest. Do not include on line 8a	8b	
9a	Ordinary dividends. Attach Schedule B if required	9a	
9b	Qualified dividends	9b	
10	Taxable refunds, credits, or offsets of state and local income taxes	10	0.
11	Alimony received	11	
12	Business income or (loss). Attach Schedule C or C-EZ	12	
13	Capital gain or (loss). Att Sch D if reqd. If not reqd, ck here	13	
14	Other gains or (losses). Attach Form 4797	14	
15a	IRA distributions	15a	
15b	Taxable amount	15b	
16a	Pensions and annuities	16a	
16b	Taxable amount	16b	
17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	17	26,605.
18	Farm income or (loss). Attach Schedule F	18	
19	Unemployment compensation	19	
20a	Social security benefits	20a	
20b	Taxable amount	20b	
21	Other income	21	
22	Combine the amounts in the far right column for lines 7 through 21. This is your total income	22	65,208.

Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.

If you did not get a W-2, see instructions.

Enclose, but do not attach, any payment. Also, please use Form 1040-V.

Adjusted Gross Income

23	Educator expenses	23	
24	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 or 2106-EZ	24	
25	Health savings account deduction. Attach Form 8889	25	
26	Moving expenses. Attach Form 3903	26	
27	One-half of self-employment tax. Attach Schedule SE	27	
28	Self-employed SEP, SIMPLE, and qualified plans	28	
29	Self-employed health insurance deduction	29	
30	Penalty on early withdrawal of savings	30	
31a	Alimony paid b Recipient's SSN . . . . .	31a	
32	IRA deduction	32	
33	Student loan interest deduction	33	
34	Tuition and fees. Attach Form 8917	34	
35	Domestic production activities deduction. Attach Form 8903	35	
36	Add lines 23 - 31a and 32 - 35	36	
37	Subtract line 36 from line 22. This is your adjusted gross income	37	65,208.

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 73-75 for Refund.

Amount You Owe

Table with 3 columns: Line number, Description, and Amount. Includes lines 76-77 for Amount You Owe.

Third Party Designee

Form for Third Party Designee with fields for name, phone, and PIN.

Sign Here

Signature section with fields for taxpayer and spouse signatures, dates, and occupations.

Paid Preparer's Use Only

Form for Paid Preparer's Use Only with fields for name, address, and EIN.

**SCHEDULE A**  
**(Form 1040)**

**Itemized Deductions**

OMB No. 1545-0074

**2010**

Department of the Treasury  
Internal Revenue Service (99)

▶ **Attach to Form 1040.**

▶ **See Instructions for Schedule A (Form 1040).**

Attachment  
Sequence No. **07**

Name(s) shown on Form 1040

Your social security number

Michael C Ireland

		1	2	3	4	
<b>Medical and Dental Expenses</b>	<b>Caution.</b> Do not include expenses reimbursed or paid by others.					
	1 Medical and dental expenses (see instructions)	1	14,118.			
	2 Enter amount from Form 1040, line 38	2	65,208.			
	3 Multiply line 2 by 7.5% (.075)	3	4,891.			
4 Subtract line 3 from line 1. If line 3 is more than line 1, enter -0-				4	9,227.	
<b>Taxes You Paid</b>	5 State and local (check only one box):					
	a <input checked="" type="checkbox"/> Income taxes, or	5	1,736.			
	b <input type="checkbox"/> General sales taxes					
	6 Real estate taxes (see instructions)	6	276.			
	7 New motor vehicle taxes from line 11 of the worksheet on page 2 (for certain vehicles purchased in 2009). Skip this line if you checked box 5b	7				
	8 Other taxes. List type and amount ▶ Personal Property & Other taxes 47.	8	47.			
	9 Add lines 5 through 8				9	2,059.
	<b>Interest You Paid</b>	10 Home mtg interest and points reported to you on Form 1098	10			
11 Home mortgage interest not reported to you on Form 1098. If paid to the person from whom you bought the home, see instructions and show that person's name, identifying number, and address ▶						
<b>Note.</b> Your mortgage interest deduction may be limited (see instrs).						
12 Points not reported to you on Form 1098. See instrs for spl rules		12				
13 Mortgage insurance premiums (see instructions)		13				
14 Investment interest. Attach Form 4952 if required. (See instrs.)		14				
15 Add lines 10 through 14					15	
<b>Gifts to Charity</b>	16 Gifts by cash or check. If you made any gift of \$250 or more, see instrs	16	1,939.			
	17 Other than by cash or check. If any gift of \$250 or more, see instructions. You <b>must</b> attach Form 8283 if over \$500	17	500.			
	18 Carryover from prior year	18				
	19 Add lines 16 through 18				19	2,439.
<b>Casualty and Theft Losses</b>	20 Casualty or theft loss(es). Attach Form 4684. (See instructions.)	20				
<b>Job Expenses and Certain Miscellaneous Deductions</b>	21 Unreimbursed employee expenses – job travel, union dues, job education, etc. Attach Form 2106 or 2106-EZ if required. (See instructions.) ▶	21				
	22 Tax preparation fees	22				
	23 Other expenses – investment, safe deposit box, etc. List type and amount ▶	23				
	24 Add lines 21 through 23	24				
	25 Enter amount from Form 1040, line 38	25				
	26 Multiply line 25 by 2% (.02)	26				
	27 Subtract line 26 from line 24. If line 26 is more than line 24, enter -0-				27	
<b>Other Miscellaneous Deductions</b>	28 Other – from list in instructions. List type and amount ▶				28	
<b>Total Itemized Deductions</b>	29 Add the amounts in the far right column for lines 4 through 28. Also, enter this amount on Form 1040, line 40	29			29	13,725.
	30 If you elect to itemize deductions even though they are less than your standard deduction, check here <input type="checkbox"/>					

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

Your social security number

Michael C Ireland

**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 the box in column (e) on line 28 and attach Form 6198. See instructions.

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  
If you answered 'Yes,' see instructions before completing this section.

28	(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
A	Avon Properties Leasing, LLC	P	<input type="checkbox"/>	65-1225795	<input type="checkbox"/>
B	Michael C. Ireland PC	S	<input type="checkbox"/>	84-1249113	<input type="checkbox"/>
C			<input type="checkbox"/>		<input type="checkbox"/>
D			<input type="checkbox"/>		<input type="checkbox"/>

Passive Income and Loss		Nonpassive Income and Loss		
(f) Passive loss allowed (attach Form 8582 if required)	(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
A	0.			
B				26,605.
C				
D				
<b>29a Totals</b> .....				26,605.
<b>b Totals</b> .....	0.			
<b>30</b> Add columns (g) and (j) of line 29a .....			<b>30</b>	26,605.
<b>31</b> Add columns (f), (h), and (i) of line 29b .....			<b>31</b>	0.
<b>32 Total partnership and S corporation income or (loss).</b> Combine lines 30 and 31. Enter the result here and include in the total on line 41 below .....			<b>32</b>	26,605.

**Part III Income or Loss From Estates and Trusts**

33	(a) Name	(b) Employer ID no.
A		
B		

Passive Income and Loss		Nonpassive Income and Loss	
(c) Passive deduction or loss allowed (attach Form 8582 if required)	(d) Passive income from Schedule K-1	(e) Deduction or loss from Schedule K-1	(f) Other income from Schedule K-1
A			
B			
<b>34a Totals</b> .....			
<b>b Totals</b> .....			
<b>35</b> Add columns (d) and (f) of line 34a .....			<b>35</b>
<b>36</b> Add columns (c) and (e) of line 34b .....			<b>36</b>
<b>37 Total estate and trust income or (loss).</b> Combine lines 35 and 36. Enter the result here and include in the total on line 41 below .....			<b>37</b>

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

38	(a) Name	(b) Employer identification number	(c) Excess inclusion from Schedules Q, line 2c (see instructions)	(d) Taxable income (net loss) from Schedules Q, line 1b	(e) Income from Schedules Q, line 3b
<b>39</b> Combine columns (d) and (e) only. Enter the result here and include in the total on line 41 below .....					<b>39</b>

**Part V Summary**

<b>40</b> Net farm rental income or (loss) from Form 4835. Also, complete line 42 below .....	<b>40</b>	
<b>41 Total income or (loss).</b> Combine lines 26, 32, 37, 39, and 40. Enter the result here and on Form 1040, line 17, or Form 1040NR, line 18 .....	<b>41</b>	26,605.
<b>42 Reconciliation of farming and fishing income.</b> Enter your gross farming and fishing income reported on Form 4835, line 7; Schedule K-1 (Form 1065), box 14, code B; Schedule K-1 (Form 1120S), box 17, code U; and Schedule K-1 (Form 1041), line 14, code F (see instructions) .....	<b>42</b>	
<b>43 Reconciliation for real estate professionals.</b> If you were a real estate professional (see instructions), enter the net income or (loss) you reported anywhere on Form 1040 or Form 1040NR from all rental real estate activities in which you materially participated under the passive activity loss rules .....	<b>43</b>	

**Passive Activity Loss Limitations**

Department of the Treasury  
Internal Revenue Service (99)

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

Name(s) shown on return: **Michael C Ireland** Identifying number: **[REDACTED]**

**Part I 2010 Passive Activity Loss**

Caution: Complete Worksheets 1, 2, and 3 on page 2 before completing Part I.

<b>Rental Real Estate Activities With Active Participation</b> (For the definition of active participation, see <b>Special Allowance for Rental Real Estate Activities</b> in the instructions.)			
1 a	Activities with net income (enter the amount from Worksheet 1, column (a))		
1 b	Activities with net loss (enter the amount from Worksheet 1, column (b))		
1 c	Prior years unallowed losses (enter the amount from Worksheet 1, column (c))		
1 d	Combine lines 1a, 1b, and 1c		

**Commercial Revitalization Deductions From Rental Real Estate Activities**

2 a	Commercial revitalization deductions from Worksheet 2, column (a)		
2 b	Prior year unallowed commercial revitalization deductions from Worksheet 2, column (b)		
2 c	Add lines 2a and 2b		

**All Other Passive Activities**

3 a	Activities with net income (enter the amount from Worksheet 3, column (a))	0.	
3 b	Activities with net loss (enter the amount from Worksheet 3, column (b))	-4,085.	
3 c	Prior years unallowed losses (enter the amount from Worksheet 3, column (c))	-9,794.	
3 d	Combine lines 3a, 3b, and 3c		-13,879.

4	Combine lines 1d, 2c, and 3d. If the result is net income or zero, all losses are allowed, including any prior year unallowed losses entered on line 1c, 2b, or 3c. Do not complete Form 8582. Report the losses on the forms and schedules normally used		-13,879.
---	---	--	----------

- If line 4 is a loss and:
- Line 1d is a loss, go to Part II.
  - Line 2c is a loss (and line 1d is zero or more), skip Part II and go to Part III.
  - Line 3d is a loss (and lines 1d and 2c are zero or more), skip Parts II and III and go to line 15.

Caution: If your filing status is married filing separately and you lived with your spouse at any time during the year, do not complete Part II or Part III. Instead, go to line 15.

**Part II Special Allowance for Rental Real Estate Activities With Active Participation**

Note: Enter all numbers in Part II as positive amounts. See the instructions for an example.

5	Enter the smaller of the loss on line 1d or the loss on line 4		
6	Enter \$150,000. If married filing separately, see the instructions		
7	Enter modified adjusted gross income, but not less than zero (see instructions)		
8	Subtract line 7 from line 6		
9	Multiply line 8 by 50% (.5). Do not enter more than \$25,000. If married filing separately, see instructions		
10	Enter the smaller of line 5 or line 9		0.

If line 2c is a loss, go to Part III. Otherwise, go to line 15.

**Part III Special Allowance for Commercial Revitalization Deductions From Rental Real Estate Activities**

Note: Enter all numbers in Part III as positive amounts. See the example for Part II in the instructions.

11	Enter \$25,000 reduced by the amount, if any, on line 10. If married filing separately, see instructions		
12	Enter the loss from line 4		
13	Reduce line 12 by the amount on line 10		
14	Enter the smallest of line 2c (treated as a positive amount), line 11, or line 13		

**Part IV Total Losses Allowed**

15	Add the income, if any, on lines 1a and 3a and enter the total		0.
16	Total losses allowed from all passive activities for 2010. Add lines 10, 14, and 15. See the instructions to find out how to report the losses on your tax return		0.

Caution: The worksheets must be filed with your tax return. Keep a copy for your records.

**Worksheet 1 – For Form 8582, Lines 1a, 1b, and 1c** (See instructions.)

Name of activity	Current year		Prior years	Overall gain or loss	
	(a) Net income (line 1a)	(b) Net loss (line 1b)	(c) Unallowed loss (line 1c)	(d) Gain	(e) Loss
<b>Total. Enter on Form 8582, lines 1a, 1b, and 1c</b>					

**Worksheet 2 – For Form 8582, Lines 2a and 2b** (See instructions.)

Name of activity	(a) Current year deductions (line 2a)	(b) Prior year unallowed deductions (line 2b)	(c) Overall loss
<b>Total. Enter on Form 8582, lines 2a and 2b</b>			

**Worksheet 3 – For Form 8582, Lines 3a, 3b, and 3c** (See instructions.)

Name of activity	Current year		Prior years	Overall gain or loss	
	(a) Net income (line 3a)	(b) Net loss (line 3b)	(c) Unallowed loss (line 3c)	(d) Gain	(e) Loss
Avon Properties Leasing, LLC	0.	4,085.	9,794.		13,879.
<b>Total. Enter on Form 8582, lines 3a, 3b, and 3c</b>	0.	4,085.	9,794.		

**Worksheet 4 – Use this worksheet if an amount is shown on Form 8582, line 10 or 14** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Ratio	(c) Special allowance	(d) Subtract column (c) from column (a)
<b>Total</b>			1.00		

**Worksheet 5 – Allocation of Unallowed Losses** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Ratio	(c) Unallowed loss
Avon Properties Leasing, LLC	E Ln 28A	13,879.	1.00000000	13,879.
<b>Total</b>		13,879.	1.00	13,879.

**Worksheet 6 – Allowed Losses** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Unallowed loss	(c) Allowed loss
Avon Properties Leasing, LLC	E Ln 28A	13,879.	13,879.	0.
<b>Total</b>		13,879.	13,879.	0.

**Worksheet 7 – Activities With Losses Reported on Two or More Forms or Schedules** (See instructions.)

Name of activity ...	(a)	(b)	(c) Ratio	(d) Unallowed loss	(e) Allowed loss
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
<b>Total</b>			1.00		

Name of activity ...					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
<b>Total</b>			1.00		

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

Department of the Treasury  
Internal Revenue Service (99)

**Making Work Pay Credit**

▶ **Attach to Form 1040A or 1040.**

▶ **See separate instructions.**

OMB No. 1545-0074

**2010**

Attachment  
Sequence No. **166**

Name(s) shown on return

Michael C Ireland

Your social security number

**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.

**1 a** 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>1 a</b>	
<b>b</b> Nontaxable combat pay included on line 1a (see instructions) .....	<b>1 b</b>		
<b>2</b> Multiply line 1a by 6.2% (.062) .....	<b>2</b>		
<b>3</b> Enter \$400 (\$800 if married filing jointly) .....	<b>3</b>		
<b>4</b> Enter the <b>smaller</b> of line 2 or line 3 (unless you checked 'Yes' on line 1a) .....	<b>4</b>		400.
<b>5</b> Enter the amount from Form 1040, line 38*, or Form 1040A, line 22 .....	<b>5</b>	65,208.	
<b>6</b> Enter \$75,000 (\$150,000 if married filing jointly) .....	<b>6</b>	75,000.	
<b>7</b> Is the amount on line 5 more than the amount on line 6? <input checked="" type="checkbox"/> <b>No.</b> Skip line 8. Enter the amount from line 4 on line 9 below. <input type="checkbox"/> <b>Yes.</b> Subtract line 6 from line 5 .....	<b>7</b>		
<b>8</b> Multiply line 7 by 2% (.02) .....	<b>8</b>		
<b>9</b> Subtract line 8 from line 4. If zero or less, enter -0- .....	<b>9</b>		400.
<b>10</b> 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). <input checked="" type="checkbox"/> <b>No.</b> Enter -0- on line 10 and go to line 11. <input type="checkbox"/> <b>Yes.</b> 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) .....	<b>10</b>		0.
<b>11</b> <b>Making work pay credit.</b> 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 .....	<b>11</b>		400.

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

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

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

Form **1040** Department of the Treasury — Internal Revenue Service **U.S. Individual Income Tax Return 2010**

(99) IRS Use Only — Do not write or staple in this space.

**Name, Address, and SSN**

For the year Jan 1 - Dec 31, 2010, or other tax year beginning , 2010, ending , 20

OMB No. 1545-0074

Your first name MI Last name  
**Michael C Ireland**

Your social security number  
XXXXXXXXXX

If a joint return, spouse's first name MI Last name  
 Spouse's social security number

Home address (number and street). If you have a P.O. box, see instructions. Apartment no.  
**515 Independence Place**

City, town or post office. If you have a foreign address, see instructions. State ZIP code  
**Aspen CO 81611**

Make sure the SSN(s) above and on line 6c are correct.

Checking a box below will not change your tax or refund.

You  Spouse

See separate instructions.

**Presidential Election Campaign**

**Filing Status**

1  Single

2  Married filing jointly (even if only one had income)

3  Married filing separately. Enter spouse's SSN above & full name here . . . ▶

4  Head of household (with qualifying person). (See instructions.) If the qualifying person is a child but not your dependent, enter this child's name here ▶

5  Qualifying widow(er) with dependent child

Check only one box.

**Exemptions**

6a  Yourself. If someone can claim you as a dependent, do not check box 6a . . . . .

b  Spouse . . . . .

(1) First name	Last name	(2) Dependent's social security number	(3) Dependent's relationship to you	(4) <input checked="" type="checkbox"/> if child under age 17 qualifying for child tax cr (see instrs)
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>

Boxes checked on 6a and 6b . . . . . 1

No. of children on 6c who:  
 • lived with you . . . . .  
 • did not live with you due to divorce or separation (see instrs) . . . . .  
 Dependents on 6c not entered above . . . . .  
 Add numbers on lines above . . . . . 1

d Total number of exemptions claimed . . . . . 1

If more than four dependents, see instructions and check here . . .

**Income**

7	Wages, salaries, tips, etc. Attach Form(s) W-2 . . . . .	7	37,701.
8a	Taxable interest. Attach Schedule B if required . . . . .	8a	902.
b	Tax-exempt interest. Do not include on line 8a . . . . . 8b		
9a	Ordinary dividends. Attach Schedule B if required . . . . .	9a	
b	Qualified dividends . . . . . 9b		
10	Taxable refunds, credits, or offsets of state and local income taxes . . . . .	10	0.
11	Alimony received . . . . .	11	
12	Business income or (loss). Attach Schedule C or C-EZ . . . . .	12	
13	Capital gain or (loss). Att Sch D if reqd. If not reqd, ck here . . . . . <input type="checkbox"/>	13	
14	Other gains or (losses). Attach Form 4797 . . . . .	14	
15a	IRA distributions . . . . . 15a	b	Taxable amount . . . . . 15b
16a	Pensions and annuities . . . . . 16a	b	Taxable amount . . . . . 16b
17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E . . . . .	17	26,605.
18	Farm income or (loss). Attach Schedule F . . . . .	18	
19	Unemployment compensation . . . . .	19	
20a	Social security benefits . . . . . 20a	b	Taxable amount . . . . . 20b
21	Other income . . . . .	21	
22	Combine the amounts in the far right column for lines 7 through 21. This is your total income . . . . . ▶	22	65,208.

Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.

If you did not get a W-2, see instructions.

Enclose, but do not attach, any payment. Also, please use Form 1040-V.

**Adjusted Gross Income**

23	Educator expenses . . . . .	23	
24	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 or 2106-EZ . . . . .	24	
25	Health savings account deduction. Attach Form 8889 . . . . .	25	
26	Moving expenses. Attach Form 3903 . . . . .	26	
27	One-half of self-employment tax. Attach Schedule SE . . . . .	27	
28	Self-employed SEP, SIMPLE, and qualified plans . . . . .	28	
29	Self-employed health insurance deduction . . . . .	29	
30	Penalty on early withdrawal of savings . . . . .	30	
31a	Alimony paid b Recipient's SSN . . . . . ▶	31a	
32	IRA deduction . . . . .	32	
33	Student loan interest deduction . . . . .	33	
34	Tuition and fees. Attach Form 8917 . . . . .	34	
35	Domestic production activities deduction. Attach Form 8903 . . . . .	35	
36	Add lines 23 - 31a and 32 - 35 . . . . .	36	
37	Subtract line 36 from line 22. This is your adjusted gross income . . . . . ▶	37	65,208.

Tax and Credits

Table with 3 columns: Line number, Description, and Amount. Includes lines 38-55 for Tax and Credits, with amounts ranging from 0 to 33,159.

Standard Deduction for—
• People who check any box on line 39a or 39b or who can be claimed as a dependent, see instructions.
• All others:
Single or Married filing separately, \$5,800
Married filing jointly or Qualifying widow(er), \$11,600
Head of household, \$8,500

Other Taxes

Table with 3 columns: Line number, Description, and Amount. Includes lines 56-61 for Other Taxes, with amounts ranging from 0 to 3,620.

Payments

Table with 3 columns: Line number, Description, and Amount. Includes lines 62-72 for Payments, with amounts ranging from 0 to 38,118.

If you have a qualifying child, attach Schedule EIC.

Refund

Table with 3 columns: Line number, Description, and Amount. Includes lines 73-75 for Refund, with amounts ranging from 0 to 34,498.

Direct deposit? See instructions.

Amount You Owe

Table with 3 columns: Line number, Description, and Amount. Includes lines 76-77 for Amount You Owe, with amounts ranging from 0 to 9,498.

Third Party Designee

Do you want to allow another person to discuss this return with the IRS (see instructions)? Yes. Complete below. No
Designee's name, Phone no., Personal identification number (PIN)

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. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature table with columns: Your signature, Date, Your occupation, Daytime phone number, Spouse's signature, Date, Spouse's occupation, If the IRS sent you an Identity Protection PIN, enter it here (see Inst.)

Paid Preparer Use Only

Print/Type preparer's name, Preparer's signature, Date, Check if self-employed, PTIN, Firm's name, Firm's EIN, Firm's address, Phone no.

**SCHEDULE A**  
**(Form 1040)**

**Itemized Deductions**

OMB No. 1545-0074

**2010**

Department of the Treasury  
Internal Revenue Service (99)

▶ **Attach to Form 1040.**

▶ **See Instructions for Schedule A (Form 1040).**

Attachment  
Sequence No. **07**

Name(s) shown on Form 1040

Michael C Ireland

Your social security number

██████████

		1	2	3	4	
<b>Medical and Dental Expenses</b>	<b>Caution.</b> Do not include expenses reimbursed or paid by others.					
	1 Medical and dental expenses (see instructions) .....	1	14,118.			
	2 Enter amount from Form 1040, line 38 .....	2	65,208.			
	3 Multiply line 2 by 7.5% (.075) .....	3	4,891.			
4 Subtract line 3 from line 1. If line 3 is more than line 1, enter -0- .....				4	9,227.	
<b>Taxes You Paid</b>	5 State and local ( <b>check only one box</b> ):					
	a <input checked="" type="checkbox"/> Income taxes, or	5	1,736.			
	b <input type="checkbox"/> General sales taxes					
	6 Real estate taxes (see instructions) .....	6	276.			
	7 New motor vehicle taxes from line 11 of the worksheet on page 2 (for certain vehicles purchased in 2009). Skip this line if you checked box 5b .....	7				
	8 Other taxes. List type and amount ▶ Personal Property & Other taxes 47.	8	47.			
9 Add lines 5 through 8 .....				9	2,059.	
<b>Interest You Paid</b>	10 Home mtg interest and points reported to you on Form 1098 .....	10				
	11 Home mortgage interest not reported to you on Form 1098. If paid to the person from whom you bought the home, see instructions and show that person's name, identifying number, and address ▶					
	12 Points not reported to you on Form 1098. See instrs for spll rules .....	12				
	13 Mortgage insurance premiums (see instructions) .....	13				
	14 Investment interest. Attach Form 4952 if required. (See instrs.) .....	14				
	15 Add lines 10 through 14 .....				15	
<b>Gifts to Charity</b>	16 Gifts by cash or check. If you made any gift of \$250 or more, see instrs .....	16	1,939.			
	17 Other than by cash or check. If any gift of \$250 or more, see instructions. You <b>must</b> attach Form 8283 if over \$500 .....	17	500.			
	18 Carryover from prior year .....	18				
	19 Add lines 16 through 18 .....				19	2,439.
<b>Casualty and Theft Losses</b>	20 Casualty or theft loss(es). Attach Form 4684. (See instructions.) .....	20				
<b>Job Expenses and Certain Miscellaneous Deductions</b>	21 Unreimbursed employee expenses – job travel, union dues, job education, etc. Attach Form 2106 or 2106-EZ if required. (See instructions.) ▶	21				
	22 Tax preparation fees .....	22				
	23 Other expenses – investment, safe deposit box, etc. List type and amount ▶	23				
	24 Add lines 21 through 23 .....	24				
	25 Enter amount from Form 1040, line 38 .....	25				
	26 Multiply line 25 by 2% (.02) .....	26				
	27 Subtract line 26 from line 24. If line 26 is more than line 24, enter -0- .....				27	
<b>Other Miscellaneous Deductions</b>	28 Other – from list in instructions. List type and amount ▶				28	
<b>Total Itemized Deductions</b>	29 Add the amounts in the far right column for lines 4 through 28. Also, enter this amount on Form 1040, line 40 .....	29				13,725.
	30 If you elect to itemize deductions even though they are less than your standard deduction, check here .....					<input type="checkbox"/>

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

Your social security number

Michael C Ireland

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 the box in column (e) on line 28 and attach Form 6198. See instructions.

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 [X] No

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. Rows include Avon Properties Leasing, LLC and Michael C. Ireland PC.

Table with 5 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. Includes sub-totals and lines 30-32.

Part III Income or Loss From Estates and Trusts

Table with 2 columns: (a) Name, (b) Employer ID no. Rows A and B.

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. Includes sub-totals and lines 35-37.

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. Includes line 39.

Part V Summary

Summary table with 2 columns: Description, Amount. Includes lines 40-43.

**Passive Activity Loss Limitations**

Department of the Treasury  
Internal Revenue Service (99)

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

**2010**

Attachment  
Sequence No. **88**

Name(s) shown on return

Michael C Ireland

Identifying number

**Part I 2010 Passive Activity Loss**

Caution: Complete Worksheets 1, 2, and 3 on page 2 before completing Part I.

**Rental Real Estate Activities With Active Participation** (For the definition of active participation, see **Special Allowance for Rental Real Estate Activities** in the instructions.)

1 a	Activities with net income (enter the amount from Worksheet 1, column (a))	1 a		
b	Activities with net loss (enter the amount from Worksheet 1, column (b))	1 b		
c	Prior years unallowed losses (enter the amount from Worksheet 1, column (c))	1 c		
d	Combine lines 1a, 1b, and 1c	1 d		

**Commercial Revitalization Deductions From Rental Real Estate Activities**

2 a	Commercial revitalization deductions from Worksheet 2, column (a)	2 a		
b	Prior year unallowed commercial revitalization deductions from Worksheet 2, column (b)	2 b		
c	Add lines 2a and 2b	2 c		

**All Other Passive Activities**

3 a	Activities with net income (enter the amount from Worksheet 3, column (a))	3 a	0.	
b	Activities with net loss (enter the amount from Worksheet 3, column (b))	3 b	-4,085.	
c	Prior years unallowed losses (enter the amount from Worksheet 3, column (c))	3 c	-9,794.	
d	Combine lines 3a, 3b, and 3c	3 d		-13,879.

4 Combine lines 1d, 2c, and 3d. If the result is net income or zero, all losses are allowed, including any prior year unallowed losses entered on line 1c, 2b, or 3c. **Do not** complete Form 8582. Report the losses on the forms and schedules normally used

- If line 4 is a loss and:
- Line 1d is a loss, go to Part II.
  - Line 2c is a loss (and line 1d is zero or more), skip Part II and go to Part III.
  - Line 3d is a loss (and lines 1d and 2c are zero or more), skip Parts II and III and go to line 15.

Caution: If your filing status is married filing separately and you lived with your spouse at any time during the year, **do not** complete Part II or Part III. Instead, go to line 15.

**Part II Special Allowance for Rental Real Estate Activities With Active Participation**

Note: Enter all numbers in Part II as positive amounts. See the instructions for an example.

5	Enter the smaller of the loss on line 1d or the loss on line 4	5		
6	Enter \$150,000. If married filing separately, see the instructions	6		
7	Enter modified adjusted gross income, but not less than zero (see instructions)	7		
8	Subtract line 7 from line 6	8		
9	Multiply line 8 by 50% (.5). Do not enter more than \$25,000. If married filing separately, see instructions	9		
10	Enter the smaller of line 5 or line 9	10		0.

If line 2c is a loss, go to Part III. Otherwise, go to line 15.

**Part III Special Allowance for Commercial Revitalization Deductions From Rental Real Estate Activities**

Note: Enter all numbers in Part III as positive amounts. See the example for Part II in the instructions.

11	Enter \$25,000 reduced by the amount, if any, on line 10. If married filing separately, see instructions	11		
12	Enter the loss from line 4	12		
13	Reduce line 12 by the amount on line 10	13		
14	Enter the smallest of line 2c (treated as a positive amount), line 11, or line 13	14		

**Part IV Total Losses Allowed**

15	Add the income, if any, on lines 1a and 3a and enter the total	15		0.
16	Total losses allowed from all passive activities for 2010. Add lines 10, 14, and 15. See the instructions to find out how to report the losses on your tax return	16		0.

BAA For Paperwork Reduction Act Notice, see the instructions.

Caution: The worksheets must be filed with your tax return. Keep a copy for your records.

**Worksheet 1 – For Form 8582, Lines 1a, 1b, and 1c** (See instructions.)

Name of activity	Current year		Prior years	Overall gain or loss	
	(a) Net income (line 1a)	(b) Net loss (line 1b)	(c) Unallowed loss (line 1c)	(d) Gain	(e) Loss
<b>Total. Enter on Form 8582, lines 1a, 1b, and 1c</b>					

**Worksheet 2 – For Form 8582, Lines 2a and 2b** (See instructions.)

Name of activity	(a) Current year deductions (line 2a)	(b) Prior year unallowed deductions (line 2b)	(c) Overall loss
<b>Total. Enter on Form 8582, lines 2a and 2b</b>			

**Worksheet 3 – For Form 8582, Lines 3a, 3b, and 3c** (See instructions.)

Name of activity	Current year		Prior years	Overall gain or loss	
	(a) Net income (line 3a)	(b) Net loss (line 3b)	(c) Unallowed loss (line 3c)	(d) Gain	(e) Loss
Avon Properties Leasing, LLC	0.	4,085.	9,794.		13,879.
<b>Total. Enter on Form 8582, lines 3a, 3b, and 3c</b>	0.	4,085.	9,794.		

**Worksheet 4 – Use this worksheet if an amount is shown on Form 8582, line 10 or 14** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Ratio	(c) Special allowance	(d) Subtract column (c) from column (a)
<b>Total</b>			1.00		

**Worksheet 5 – Allocation of Unallowed Losses** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Ratio	(c) Unallowed loss
Avon Properties Leasing, LLC	E Ln 28A	13,879.	1.00000000	13,879.
<b>Total</b>		13,879.	1.00	13,879.

**Worksheet 6 – Allowed Losses** (See instructions.)

Name of activity	Form or schedule and line number to be reported on (see instructions)	(a) Loss	(b) Unallowed loss	(c) Allowed loss
Avon Properties Leasing, LLC	E Ln 28A	13,879.	13,879.	0.
<b>Total</b>		13,879.	13,879.	0.

**Worksheet 7 – Activities With Losses Reported on Two or More Forms or Schedules** (See instructions.)

Name of activity ...	(a)	(b)	(c) Ratio	(d) Unallowed loss	(e) Allowed loss
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
<b>Total</b>			1.00		

Name of activity ...					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
Form or schedule and line number to be reported on (see instructions)					
1 a Net loss plus prior year unallowed loss from form or schedule					
b Net income from form or schedule					
c Subtract line 1b from line 1a. If zero or less, enter -0-					
<b>Total</b>			1.00		

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

**Making Work Pay Credit**

OMB No. 1545-0074

**2010**

Department of the Treasury  
Internal Revenue Service (99)

▶ **Attach to Form 1040A or 1040.**

▶ **See separate instructions.**

Attachment  
Sequence No. **166**

Name(s) shown on return

Michael C Ireland

Your social security number

[REDACTED]

**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.

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

**1 b**

**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) .....

400.

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

65,208.

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

75,000.

**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) .....

8

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

400.

**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) .....

10

0.

**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 .....

11

400.

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

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

Schedule M (Form 1040A or 1040) 2010