Sample packet. Ortiz Studio LLC, Dana Ortiz, every client, account and amount in this document are invented. It is the output of KineticOS's tax_package script run on a fake ledger, shown so you can judge the format.

CPA package — ortiz-studio — TY2026

Generated 2026-10-19 by `tax_package.py` from the ledger (550 rows, 2026-01-01 → 2026-08-31). Line numbers per IRS Form 1120-S (2025 revision) and its Line 20 Other Deductions statement layout, checked against a filed 2025 return on 2026-08-28.

For US federal returns only. This packet follows IRS forms and rules (Form 1120-S, Schedule C, Form 1040). If you file taxes outside the United States, it does not apply to you: keep it as a reconciled record of your year and ask your local accountant what they need.

Form 1120-S

line	item	amount
1a	Gross receipts or sales	136073.13
5	Other income (loss)	0.00
6	**Total income**	**136073.13**
7	Compensation of officers	50000.00
12	Taxes and licenses	4056.04
16	Advertising	1522.28
20	Other deductions	17230.85
21	**Total deductions**	**72809.17**
22	**Ordinary business income**	**63263.96**
K-16d	Distributions	52200.00

K-16d distributions of 52200.00 are made of:

how	amount	rows
cash transferred to personal accounts	48000.00	16
personal estimated tax paid from entity accounts	4200.00	1

Personal estimated tax paid from an entity account is a distribution here and also an estimated payment on the shareholder's 1040. The household package lists each one by date.

Statement — Line 20, Other Deductions

description	amount

BANK SERVICE CHARGES	30.00
CONTRACT LABOR	5845.00
DUES & SUBSCRIPTIONS	449.00
HOME OFFICE (ACCOUNTABLE PLAN)	3738.95
INSURANCE	333.36
MEALS	561.01
OFFICE EXPENSE	159.92
OFFICE SUPPLIES	313.95
PROFESSIONAL FEES	2728.75
SHIPPING & POSTAGE	57.44
SOFTWARE & TECHNOLOGY	2014.16
TRAVEL	999.31
TOTAL	**17230.85**

> **MEALS** is limited: $1122.02 incurred, deductible at 50% = $561.01, $561.01 disallowed (rule `business-meals-50`).

What is behind each bucket

- **BANK SERVICE CHARGES** — INCOMING WIRE FEE 30.00 (n=2)
- **CONTRACT LABOR** — ZELLE PAYMENT TO RAFAEL QUINTERO 5125.00 (n=3), UPWORK - SAN FRANCISCO CA 720.00 (n=1)
- **DUES & SUBSCRIPTIONS** — AIGA MEMBERSHIP DUES NEW YORK NY 250.00 (n=1), TYPEWORKS ACADEMY ONLINE 199.00 (n=1)
- **HOME OFFICE (ACCOUNTABLE PLAN)** — 2026-04-06 Accountable plan: home office reimbursement Q1 2026, expense report on file 1262.30 (n=1), 2026-01-06 Accountable plan: home office reimbursement Q4 2025, expense report on file 1251.90 (n=1), 2026-07-07 Accountable plan: home office reimbursement Q2 2026, expense report on file 1224.75 (n=1)
- **INSURANCE** — NEXT INSURANCE PREMIUM 333.36 (n=8)
- **MEALS** — HARBORVIEW KITCHEN ST PETERSBURG FL 388.93 (n=3), DOCKSIDE GRILL ST PETERSBURG FL 373.37 (n=3), THE CANDOR ROOM TAMPA FL 300.91 (n=3), LUNA AUSTIN TX 58.81 (n=1)
- **OFFICE EXPENSE** — BAYSIDE MAILBOX CO ST PETERSBURG FL 159.92 (n=8)
- **OFFICE SUPPLIES** — STAPLES ST PETERSBURG FL 313.95 (n=5)
- **PROFESSIONAL FEES** — LEDGERLINE CPA GROUP BILL PAY 2150.00 (n=1), GUSTO FEE ORTIZ STUDIO LLC 440.00 (n=8), SUNBIZ.ORG ANNUAL REPORT TALLAHASSEE FL 138.75 (n=1)
- **SHIPPING & POSTAGE** — USPS PO ST PETERSBURG FL 57.44 (n=2)
- **SOFTWARE & TECHNOLOGY** — ADOBE CREATIVE CLOUD SAN JOSE CA 479.92 (n=8), FIGMA INC SAN FRANCISCO CA 440.00 (n=8), WEBFLOW.COM SAN FRANCISCO CA 232.00 (n=8), SQUARESPACE INC SQUARESPC.COM NY 216.00 (n=1), DROPBOX DROPBOX.COM CA 159.92 (n=8), WORKSPACE ORTIZSTUDIO 134.40 (n=8), and 3 more
- **TRAVEL** — HYATT PLACE AUSTIN TX 571.85 (n=1), SOUTHWEST AIRLINES DALLAS TX 388.20 (n=1), LYFT RIDE TUE 4PM 20.19 (n=1), LYFT RIDE THU 9AM 19.07 (n=1)

1099-NEC candidates (payments made in 2026, threshold $2000.00)

Service payments (contract labor, professional fees, marketing, advertising) made by Zelle, check, ACH or wire, per payee. The ledger can't see whether a payee is a corporation or what the money bought, so a W-9 settles each one. Corporations are generally exempt, but attorneys' fees are reported either way. Due to the IRS and the payee by 2027-01-31, or the next business day if that is a weekend or legal holiday (rule `form-1099-nec`).

payee	paid in 2026	payments	how	$2000.00 or more
RAFAEL QUINTERO	5125.00	3	zelle	yes
LEDGERLINE CPA GROUP	2150.00	1	ach	yes

Paid by card or through a payment network, so the processor reports them on Form 1099-K and there is no 1099-NEC to file: META ADS MENLO PARK CA 1522.28 (n=7), UPWORK - SAN FRANCISCO CA 720.00 (n=1), SUNBIZ.ORG ANNUAL REPORT TALLAHASSEE FL 138.75 (n=1).

Officer compensation

- Paid through payroll and visible in the ledger: **$50000.00**
- Decided annual salary: $75000.00 (payroll status: live)

1040 inputs

- W-2 Ortiz Studio LLC (dana): wages $50000.00 run through payroll (line 7); the withholding is on the W-2
- K-1 ordinary income on the return: $63263.96
- Overpayment applied from the prior return: $0.00
- Filing status SINGLE, state FL

K-1 split

shareholder	%	ordinary income	distributions
dana	100	63263.96	52200.00

Shareholder capital contributed during the year: **$0.00**

Open questions for the preparer

- Capitalizable asset purchases are not identified from a cash ledger — line 14 depreciation and any Sec 179 / bonus election are the preparer's.

Caveats

- INPUTS for the preparer, assembled from the ledger. Not a return, not filed, not reviewed.
- 1040 wage figures from tax-profile.json are PROJECTIONS, not W-2s in hand, unless the year is closed; this entity's W-2 wages are the payroll runs in the ledger.
- Amounts are cash-basis as posted; accrual adjustments and year-end cutoffs are the preparer's.