

# IRS Insolvency Worksheet

<b>Part I. Total liabilities immediately before the cancellation (do not include the same liability in more than one category)</b>	
<u>Liabilities (debts)</u>	<u>Amount Owed Immediately Before the Cancellation</u>
1. Credit card debt	\$
2. Mortgage(s) on real property (including first and second mortgages and home equity loans) (mortgage(s) can be on personal residence, any additional residence, or property held for investment or used in a trade or business)	\$
3. Car and other vehicle loans	\$
4. Medical bills	\$
5. Student loans	\$
6. Accrued or past-due mortgage interest	\$
7. Accrued or past-due real estate taxes	\$
8. Accrued or past-due utilities (water, gas, electric)	\$
9. Accrued or past-due child care costs	\$
10. Federal or state income taxes remaining due (for prior tax years)	\$
11. Loans owed to IRA accounts, 401(k) accounts, and other retirement plans	\$
12. Loans against life insurance policies	\$
13. Judgments	\$
14. Business debts (including those owed as a sole proprietor or partner)	\$
15. Margin debt on stocks and other debt to purchase or secured by investment assets other than real property	\$
16. Other liabilities (debts) not included above	\$
<b>17. Total liabilities immediately before the cancellation. Add lines 1 through 16.</b>	\$
<b>Part II. Fair market value (FMV) of assets owned immediately before the cancellation (do not include the FMV of the same asset in more than one category)</b>	
<u>Assets</u>	<u>FMV Immediately Before the Cancellation</u>
18. Cash and bank account balances	\$
19. Residences (including the value of land) (can be personal residence, any additional residence, or property held for investment or used in a trade or business)	\$
20. Cars and other vehicles	\$
21. Computers	\$
22. Household goods and furnishings (for example, appliances, electronics, furniture, etc.)	\$
23. Tools	\$
24. Jewelry	\$
25. Clothing	\$
26. Books	\$
27. Stocks and bonds	\$
28. Investments in coins, stamps, paintings, or other collectibles	\$
29. Firearms, sports, photographic, and other hobby equipment	\$
30. Interest in retirement accounts (IRA accounts, 401(k) accounts, and other retirement accounts)	\$
31. Interest in a pension plan	\$
32. Interest in education accounts	\$
33. Cash value of life insurance	\$
34. Security deposits with landlords, utilities, and others	\$
35. Interests in partnerships	\$
36. Value of investment in a business	\$
37. Other investments (for example, annuity contracts, guaranteed investment contracts, mutual funds, commodity accounts, interest in hedge funds, and options)	\$
38. Other assets not included above	\$
<b>39. FMV of total assets immediately before the cancellation. Add lines 18 through 38.</b>	\$
<b>Part III. Insolvency</b>	
<b>40. Amount of Insolvency.</b> Subtract line 39 from line 17. If zero or less, you are not insolvent.	\$