

Create

How $1,475.97 - 816.00 = 659.97$ was created

$$1,475.97 - 816.00 = 659.97$$

EDWARD J. WHITE
ATTORNEY AT LAW
118 SOUTH ROYAL STREET
ALEXANDRIA, VIRGINIA 22314

TELEPHONE 836-5444

May 19, 1992

Mr. Anthony M. O'Connell
c/o Edgar A. Prichard, Esq.
8280 Greensboro Dr.
#900
McLean, Va. 22102

Re: Estate of Jean M. O'Connell

Dear Mr. O'Connell,

In your letter of May 6 to Jean you asked that I communicate with you with regard to the Harold O'Connell Trust.

I am trying to prepare the estate tax, and as usual in these cases, there are problems trying to understand the flow of debts and income.

I do have a few questions which are put forward simply so that the figures on the Trust's tax returns and accounting will agree with the estate's.

1. The K-1 filed by the Trust for 1991 showed income to your mother of \$41,446.00. The Seventh Accounting appears to show a disbursement to her of \$40,000.00 plus first half realty taxes paid by the trust for her and thus a disbursal to her of \$1794.89. If these two disbursals are added the sum is \$41,794.89. This leaves \$348.89 which I cannot figure out. It could well be a disbursal of principal and not taxable.

2. The K-1 filed by the Trust showed a payment of \$816.00 in interest to the estate. You sent a check in the amount of \$1475.97 to the estate. What was the remaining \$659.97? Do I have this confused with the tax debt/credit situation which ran from the Third Accounting?

3. On the Seventh Accounting "Income per 7th Account" is shown as \$5181.71, but I cannot figure that one out either.

I am of the opinion that the estate owes the trust for the second half real estate taxes from September 15, 1991 through December 31, 1991 in the amount of \$1052.35. This is shown on your accounting a disbursed to the heirs. Should this be paid back to the heirs or to the Trust?

I believe that the income received from the savings accounts

Page 2
Ltr to Mr. Anthony M. O'Connell
May 19, 1992

from September 15 to the date the various banks made their next payment to the Trust (9/30 and 9/21) should be split on a per diem basis, since the Trust terminated on her death. This will be a small amount of course.

Are there any other debts which your Mother owed the Trust?

I realize that Jo Ann Barnes prepared this and if you authorize it I can ask her to help me out.

Please understand that I have no problem with the Accounting, I m just trying to match things up. In the long run, since the beneficiaries are the same, the matter is academic.

Please send the bill for the appraisal whenever you receive it. Jean is filing the Fairfax form for re-assessment in her capacity as a co-owner in order to give us a better basis to get this assessment changed and to meet the county's deadline. It will state that the appraisal you have ordered will follow. I think this will be to all of your benefit in the long run.

Sincerely,



Edward J. White

EJW/e
Copy to: Jean M. Nader

**SCHEDULE K-1
(Form 1041)**

Beneficiary's Share of Income, Deductions, Credits, Etc.

OMB No. 1545-0092

Department of the Treasury
Internal Revenue Service

for the calendar year 1991, or fiscal year
beginning 1991, ending 19

1991

▶ Complete a separate Schedule K-1 for each beneficiary.

Name of estate or trust

Trust u/w H.A. O'Connell

Amended K-1
 Final K-1

Beneficiary's identifying number ▶ 25-6377917

Estate's or trust's employer identification number ▶ 62-6209167

Beneficiary's name, address, and ZIP code

Estate of Jean M. O'Connell
c/o Jean O. Nader, Executrix
350 Fourth Avenue
New Kensington, Pennsylvania 15068

Fiduciary's name, address, and ZIP code

Anthony O'Connell, Trustee
6541 Franconia Road
Springfield, Virginia 22150

(a) Allocable share item	(b) Amount	(c) Calendar year 1991 Form 1040 filers enter the amounts in column (b) on:	
1 Interest	816	Schedule B, Part I, line 1	
2 Dividends		Schedule B, Part II, line 5	
3a Net short-term capital gain		Schedule D, line 4, column (g)	
b Net long-term capital gain		Schedule D, line 11, column (g)	
4a Business income and other non-passive income before directly allocable deductions. (see instructions)		Schedule E, Part III	
b Depreciation			
c Depletion			
d Amortization			
5a Rental, rental real estate, and other passive income before directly allocable deductions. (see instructions)			
b Depreciation			
c Depletion			
d Amortization			
6 Income for minimum tax purposes	816		Form 6251, line 5r
7 Income for regular tax purposes (add lines 1 through 5)	816		
8 Adjustment for minimum tax purposes (subtract line 7 from line 6)	0		
9 Estate tax deduction (including certain generation-skipping transfer taxes) (attach computation)		Schedule A, line 25	
10 Foreign taxes (list on a separate sheet)		Form 1118 or Schedule A (Form 1040), line 7	
11 Tax preference items (itemize):			
a Accelerated depreciation			
b Depletion			
c Amortization			
d Exclusion items		1992 Form 8801	
12 Distributions in the final year of estate or trust:			
a Excess deductions on termination (attach computation)			
b Short-term capital loss carryover			
c Long-term capital loss carryover			
d Net operating loss (NOL) carryover			
e			
f		Form 1040, line 22	
13 Other (itemize):			
a Trust payments of estimated taxes credited to you			
b Tax-exempt interest			
c			
d			
e			
f			
g			
h		Form 1040, line 55	
		Form 1040, line 8b	
		(Include on the applicable line) of appropriate tax form	

For Paperwork Reduction Act Notice, see page 1 of the Instructions for Form 1041. Cat. No. 113800 Schedule K-1 (Form 1041) 1991

State modifications: NONE

IN THE CIRCUIT COURT OF FAIRFAX COUNTY, VIRGINIA

ESTATE OF TRUST U/W OF H.A. O'CONNELL

ACCOUNT OF Anthony O'Connell, Trustee

FIDUCIARY # 21840

Number of this account Seventh Account

Covering period from 1/1/91 to 12/31/91

DESCRIPTION	ASSETS RECEIVED (or On Hand)	DISBURSEMENTS
ASSETS HELD ON DECEMBER 31, 1991 FOR FUTURE ACCOUNTING		
Lynch Note		\$ 428,277.21
46.0994% interest in 15 acres		34,574.55
Cash - Continental checking		43,302.55
Computer		2,100.00
Payable to the Estate of Jean M. O'Connell		
Deficit per 3 rd Account	\$ (5,906.72)	
Deficit per 4 th Account	(687.03)	
Income per 5 th Account	5,796.98	
Deficit per 6 th Account (restated)	(2,908.97)	
	\$ (3,705.74)	
Income per 7 th Account	5,181.71	
	\$ 1,475.97	
TOTAL ASSETS HELD FOR FUTURE ACCOUNTING		\$ 508,254.31 ✓
TOTALS	\$ 675,522.42 ✓	\$ 675,522.42 ✓

1768

John St...

Vouchers in support of disbursements are submitted herewith.

5/11/92
Date

Anthony O'Connell, Trustee
Anthony O'Connell, Trustee