Note: *The draft you are looking for begins on the next page.*

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Form **706-A**
(Rev. August 2025)
Department of the Treasury
Internal Revenue Service

United States Additional Estate Tax Return

To report dispositions or cessations of qualified use under section 2032A of the Internal Revenue Code.
Go to *www.irs.gov/Form706A* for instructions and the latest information.

OMB No. 1545-0015

Part I General Information

1 Name of qualified heir		2 **Heir's social security number**
3a Address of qualified heir (number and street)		3b Apt. or suite no.
3c City, town, or post office. For foreign addresses, also complete lines 3f, 3g, and 3h.	3d State	3e ZIP code
3f Foreign country name	3g Foreign province/state/county	3h Foreign postal code
4 Decedent's name as it appears on Form 706		5 Decedent's social security number
6 Date of death	7 Commencement date (see instructions)	8 Check here ☐ if you are making an election under section 1016(c) to increase the basis of specially valued property. Attach a statement as described in the instructions.

Part II Tax Computation (see instructions)

First complete Schedules A and B of Form 706-A.

1	Value at date of death (or alternate valuation date) of all specially valued property that passed from decedent to qualified heir:				
a	Without section 2032A election	1a			
b	With section 2032A election	1b			
c	Balance. Subtract line 1b from line 1a			1c	
2	Value at date of death (or alternate valuation date) of all specially valued property in decedent's estate:				
a	Without section 2032A election	2a			
b	With section 2032A election	2b			
c	Balance. Subtract line 2b from line 2a			2c	
3	Decedent's estate tax:				
a	Recomputed without section 2032A election. Attach computation	3a			
b	Reported on Form 706 with section 2032A election	3b			
c	Balance. Subtract line 3b from line 3a			3c	
4	Divide line 1c by line 2c. Enter the result as a percentage			4	%
5	Total estate tax saved. Multiply line 3c by line 4			5	
6	Value, without section 2032A election, at date of death (or alternate valuation date) of specially valued property from Schedule A of this Form 706-A	6			
7	Divide line 6 by line 1a. Enter the result as a percentage			7	%
8	Multiply line 5 by line 7			8	
9	Total estate tax recaptured on previous Form(s) 706-A. Attach copies of previous Form(s) 706-A			9	
10	Remaining estate tax savings. Subtract line 9 from line 5. If zero or less, enter -0-			10	
11	Enter the smaller of line 8 or line 10			11	

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Part II **Tax Computation** (see instructions) *(continued)*

12	Enter the total from Schedule A (Form 706-A), line 4, column (g)	12	
13	Enter the total from Schedule A (Form 706-A), line 4, column (h)	13	
14	Balance. Subtract line 13 from line 12 (but enter the line 12 amount in the case of a disposition of standing timber on qualified woodland)	14	
15	Enter the smaller of line 11 or line 14	15	

If you completed Schedule B (Form 706-A), complete lines 16–19. If you did not complete Schedule B (Form 706-A), skip lines 16–18 and enter the amount from line 15 on line 19.

16	Enter the total cost (or fair market value (FMV)) from Schedule B (Form 706-A), line 4	16	
17	Divide line 16 by line 12. Enter the result as a percentage. Do not enter more than 100%	17	%
18	Multiply line 15 by line 17	18	
19	**Additional estate tax.** Subtract line 18 from line 15. If zero or less, enter -0-	19	
20	Enter section 1016(c) interest (where applicable)	20	

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

Sign Here

Signature of executor | Date

Signature of executor | Date

May the IRS discuss this return with the preparer shown below? See instructions. Yes ☐ No ☐

Paid Preparer Use Only

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 — Disposition of Specially Valued Property or Cessation of Qualified Use (see instructions)

1 List every specially valued property interest that the qualified heir disposed of or discontinued use of since the date of the decedent's death. Do not list property that has previously been reported on another Form 706-A.

- List property in chronological order of disposition or cessation.
- Attach additional copies of Schedule A (Form 706-A), if necessary.

(a) Item number	(b) Form 706 schedule	(c) Form 706 schedule line number	(d) Form 706 schedule item number	(e) Description of specially valued property	(f) Date of disposition (or date qualified use ceased)	(g) Amount received (or FMV, if applicable)	(h) Special use value

		(g)	(h)
2 Add all amounts in column (g) or column (h), as applicable	2		
3 Total from additional Schedule(s) A (Form 706-A), line 2, attached to this schedule	3		
4 **Totals.** Add lines 2 and 3. Enter the amount from column (g) on Part II, line 12. Enter the amount from column (h) on Part II, line 13	4		

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Schedule B Involuntary Conversions or Exchanges (see instructions)

1 Check if for: ☐ Involuntary Conversion ☐ Exchange

2 Enter qualified replacement (or exchange) property. Attach additional copies of Schedule B (Form 706-A), if necessary.

(a) Item number	(b) Description of qualified replacement (or exchange) property	(c) Cost (or FMV)

3 Add all amounts in column (c)	3	
4 Total from additional Schedule(s) B (Form 706-A), line 3, attached to this schedule	4	
5 **Total cost (or FMV).** Add lines 3 and 4. Enter the total amount on Part II, line 16	5	

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Schedule C Dispositions to Family Members of the Qualified Heir

Each transferee must enter into an agreement to be personally liable for any additional taxes imposed by section 2032A(c) and the agreement must be attached to this Form 706-A. See instructions.

Note. If there is more than one transferee, attach additional copies of Schedule C (Form 706-A) and enter a consecutive number in the transferee entry space.

Transferee #___:	Last name	First name	Middle initial
	Social security number	Relationship to the qualified heir	

Enter the description of property transferred

(a) Item number	**(b)** Form 706 schedule	**(c)** Form 706 schedule line number	**(d)** Form 706 schedule item number	**(e)** Description of specially valued property	**(f)** Date of disposition

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