

SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

FORM 11-K

☒ ANNUAL REPORT PURSUANT TO SECTION 15(D) OF THE
SECURITIES AND EXCHANGE ACT OF 1934 [FEE
REQUIRED]

For fiscal year ended December 31, 1994

☐ TRANSITION REPORT PURSUANT TO SECTION 15(D) OF
THE SECURITIES EXCHANGE ACT OF 1934 [NO FEE
REQUIRED]

Commission file number: 1-13536

A. Full title of the plan and the address of the
plan, if different from that of the issuer named below:
Federated Savings Plan For Employees of Lazarus PA, Inc.

B. Name of issuer of the securities held pursuant to
the plan and the address of its principal executive office:

Federated Department Stores, Inc.
151 West 34th Street
New York, New York 10001

and

7 West Seventh Street
Cincinnati, Ohio 45202

JOSEPH HORNE CO., INC. THRIFT INCENTIVE PLAN

(CURRENTLY NAMED THE FEDERATED SAVINGS PLAN FOR EMPLOYEES OF
LAZARUS PA, INC.)

Financial Statements and Schedules

December 31, 1994 and 1993

With Independent Auditors' Report Thereon

JOSEPH HORNE CO., INC. THRIFT INCENTIVE PLAN

December 31, 1994 and 1993

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Independent Auditors' Report

Pension and Profit Sharing Committee
Federated Department Stores, Inc.
Joseph Horne Co., Inc. Thrift Incentive Plan:

We have audited the accompanying statement of net assets available for benefits of the Joseph Horne Co., Inc. Thrift Incentive Plan as of December 31, 1994 and the related statement of changes in net assets available for benefits for the year then ended. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audit. The accompanying financial statements of the Joseph Horne Co., Inc. Thrift Incentive Plan as of December 31, 1993, were audited by other auditors whose report thereon dated December 2, 1994, expressed an unqualified opinion on those statements.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the 1994 financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Plan as of December 31, 1994 and the changes in net assets available for benefits for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedules of Investments and Reportable Transactions are presented for the purpose of additional analysis and are not a required part of the basic financial statements, but are supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. The Fund Information in the statements of net assets available for benefits and the statements of changes in net assets available for benefits is presented for purposes of additional analysis rather than to present the net assets available for plan benefits and changes in net assets available for plan benefits of each fund. The supplemental schedules and Fund Information have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

KPMG Peat Marwick LLP
\s\ KPMG Peat Marwick LLP

Cincinnati, Ohio
June 26, 1995

<TABLE>

JOSEPH HORNE CO., INC. THRIFT INCENTIVE PLAN

Statement of Net Assets Available For Benefits, with Fund Information

December 31, 1994

<CAPTION>

	Clearing Account Fund	Money Market Fund	Managed Income Fund	Index Equity Fund	Small Cap Fund	Delaware Fund	Loan Fund	Total
	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Assets:								
Investments, at fair value (note 3):								
Money market funds		\$ 51,003	\$ 1,016,628	\$ 1,767,642	\$ 1,716,091	\$ 1,608,741	\$ -	\$ 6,161,998
Other mutual funds		-	-	10,398	32,823	82,284	344,450	469,955
Participants' loans		-	-	-	-	174,455	174,455	
Total investments		51,003	1,016,628	1,778,040	1,748,914	1,691,025	344,450	6,806,408
Investment income receivable		610	8,626	545	530	497	8,286	19,137
Due (to) from other funds		(51,613)	3,163	(78,951)	31,998	14,999	130,195	(49,791)
Total assets		-	1,028,417	1,699,634	1,781,442	1,706,521	482,931	6,825,545
Liabilities:								
Accrued liabilities		-	638	1,147	1,105	213	-	4,250
Net assets available for benefits	\$	-	\$ 1,027,779	\$ 1,698,487	\$ 1,780,295	\$ 1,705,416	\$ 482,718	\$ 6,821,295

The accompanying notes are an integral part of these financial statements.

</TABLE>

(Continued)

<TABLE>

JOSEPH HORNE CO., INC. THRIFT INCENTIVE PLAN

Statement of Net Assets Available for Benefits, with Fund Information

December 31, 1993

<CAPTION>

	Clearing Account Fund	Money Market Fund	Managed Income Fund	Index Equity Fund	Small Cap Fund	Delaware Fund	Loan Fund	Total
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Assets:								
Investments, at fair value (note 3):								
Money market funds		\$ 99,910	\$ 1,303,185	\$ 37,784	\$ 30,732	\$ 45,012	\$ 4,954	\$ 9,599 \$1,531,176
Other mutual funds		-	-	1,958,982	1,919,822	1,829,341	341,160	- 6,049,305
Participants' loans		-	-	-	-	-	120,440	120,440
Total investments		99,910	1,303,185	1,996,766	1,950,554	1,874,353	346,114	130,039 7,700,921
Investment income receivable		507	3,420	26	22	25	24,379	67 28,446
Employer contributions receivable		6,138	12,593	7	648	318	11	- 19,715
Due (to) from other funds		(106,555)	(120,805)	75,332	66,855	84,938	10,807	(10,572) -
Total assets		- 1,198,393	2,072,131	2,018,079	1,959,634	381,311	119,534	7,749,082
Liabilities:								
Accrued liabilities		- 2,709	4,141	4,045	3,888	893	-	15,676
Net assets available for benefits	\$	- \$1,195,684	\$2,067,990	\$2,014,034	\$1,955,746	\$ 380,418	\$ 119,534	\$7,733,406

The accompanying notes are an integral part of these financial statements.

</TABLE>

<TABLE>

JOSEPH HORNE CO., INC. THRIFT INCENTIVE PLAN

Statement of Changes in Net Assets Available for Benefits, with Fund Information

Year Ended December 31, 1994

<CAPTION>

	Money Market Fund	Managed Income Fund	Index Equity Fund	Small Cap Fund	Delaware Fund	Loan Fund	Total
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Additions:							
Contributions:							
Employee	\$ 139,453	\$ 169,381	\$ 284,632	\$ 209,056	\$ 90,465	\$ -	\$ 892,987
Employer	1,920	3,848	4,359	3,820	1,645	-	15,592
Total contributions	141,373	173,229	288,991	212,876	92,110	-	908,579
Investment income (loss):							
Investment income	34,012	117,797	65,803	80,360	16,135	9,720	323,827
Net depreciation in fair value of							
Investments	-	(220,745)	(51,617)	(119,480)	(12,806)	-	(404,648)
Total investment income (loss)	34,012	(102,948)	14,186	(39,120)	3,329	9,720	(80,821)
Total additions	175,385	70,281	303,177	173,756	95,439	9,720	827,758
Deductions:							
Participant withdrawals	261,667	367,568	470,247	454,613	122,484	4,066	1,680,645
Administrative expenses (note 6)	8,852	16,573	14,888	15,278	3,633	-	59,224
Total deductions	270,519	384,141	485,135	469,891	126,117	4,066	1,739,869

Interfund transfers, net	(72,771)	(55,643)	(51,781)	45,805	132,978	1,412	-
Net increase (decrease)	(167,905)	(369,503)	(233,739)	(250,330)	102,300	7,066	(912,111)

Net assets available for benefits:

Beginning of year	1,195,684	2,067,990	2,014,034	1,955,746	380,418	119,534	7,733,406
End of year	\$ 1,027,779	\$ 1,698,487	\$ 1,780,295	\$ 1,705,416	\$ 482,718	\$ 126,600	\$ 6,821,295

The accompanying notes are an integral part of these financial statements.

</TABLE>

<TABLE>

(Continued)

JOSEPH HORNE CO., INC. THRIFT INCENTIVE PLAN

Statement of Changes in Net Assets Available for Benefits, with Fund Information

Year Ended December 31, 1993

<CAPTION>

	Money Market Fund	Managed Income Fund	Index Equity Fund	Small Cap Fund	Delaware Fund	Loan Fund	Total
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Additions:							
Contributions:							
Employee	\$ 158,145	\$ 275,402	\$ 294,464	\$ 260,647	\$ 23,192	\$ -	\$1,011,850
Employer	33,162	41,368	54,119	43,269	4,467	-	176,385
Total contributions	191,307	316,770	348,583	303,916	27,659	-	1,188,235
Investment income (loss):							
Investment income	43,744	133,552	194,173	40,854	24,561	11,006	447,890
Net appreciation (depreciation) in fair value of investments	-	17,708	255,170	183,146	(34,190)	-	421,834
Total investment income (loss)	43,744	151,260	449,343	224,000	(9,629)	11,006	869,724
Total additions	235,051	468,030	797,926	527,916	18,030	11,006	2,057,959
Deductions:							
Participant withdrawals	270,835	151,150	173,373	101,619	-	-	696,977
Administrative expenses (note 6)	15,143	16,679	16,145	15,434	1,242	-	64,643
Total deductions	285,978	167,829	189,518	117,053	1,242	-	761,620
Interfund transfers, net	(157,450)	948,844	(1,482,620)	354,591	363,630	(26,995)	-
Net increase (decrease)	(208,377)	1,249,045	(874,212)	765,454	380,418	(15,989)	1,296,339
Net assets available for benefits:							
Beginning of year	1,404,061	818,945	2,888,246	1,190,292	-	135,523	6,437,067
End of year	\$1,195,684	\$ 2,067,990	\$ 2,014,034	\$ 1,955,746	\$ 380,418	\$ 119,534	\$7,733,406

The accompanying notes are an integral part of these financial statements.

</TABLE>

JOSEPH HORNE CO., INC. THRIFT INCENTIVE PLAN

Notes to Financial Statements

December 31, 1994 and 1993

1.Description of Plan

The following brief description of Joseph Horne Co., Inc. Thrift Incentive Plan (the "Plan") is provided for general information purposes only. Participants should refer to the

Plan document for more complete information.

General

The Plan is sponsored by Federated Department Stores, Inc. (the "Company") which acquired the Joseph Horne Co., Inc. ("Horne's"), the former sponsor of the Plan, on May 26, 1994. The Plan, established as of July 1, 1987, is a defined contribution plan and is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA").

Eligibility and Vesting

Employees are generally eligible for participation in the Plan after one year of service of at least 1,000 hours. Participants are fully vested in the value of their contributions at all times. Participants become vested in their allocated share of employer contributions in 20% increments after two years and become fully vested after six years of credited service.

Participants Accounts

Plan participants may make regular pre-tax contributions of 2% to 6% of their salaries or wages. Participants may direct their contributions to one or several investment fund options subject to allocation limitations set forth in the Plan. Changes in allocation of future contributions and transfers of presently invested contributions between funds are permitted pursuant to the Plan provisions.

The employer may match participants' contributions and credit the participants accounts on a monthly basis, reduced by forfeitures of nonvested Plan participants. After January 1994, Horne's elected to discontinue its employer contribution.

Loans

Loans may be granted subject to specified limitations and only against that portion of a participant's account that is vested. Loans are collateralized by the vested portion of the participant's account and repayments are made through payroll deductions. All loans bear interest at the prime rate plus two percentage points on the first day of the calendar quarter in which the note is signed.

(Continued)

JOSEPH HORNE CO., INC. THRIFT INCENTIVE PLAN

Notes to Financial Statements - Continued

December 31, 1994 and 1993

2.Summary of Significant Accounting Policies

a)Basis of Presentation

The accompanying financial statements of the Plan have been prepared on the accrual basis of accounting.

b)Investments

Investments, except for loans, are reported at fair value as determined by quoted market prices on an active market. Purchases and sales of securities are recorded on a trade-date basis. Realized gains and losses on the sale of securities are reported on the average cost method.

Outstanding loans in the loan fund are stated at amortized cost.

Dividend income is recorded on the ex-dividend date. Income from other investments is recorded as earned on an accrual basis.

During 1993, investments in the Fixed Income Fund, Equity Fund I and Equity Fund II were converted to the Managed Income, Index Equity Fund, and Small Cap Fund, respectively.

c)Reclassifications

Certain amounts in the 1993 financial statements have been reclassified to conform with the current year presentation.

3.Investments

The Company has a trust agreement with PNC Bank Corp. ("PNC") with respect to the operation of the Plan and the establishment and management of the trust fund.

The following table presents the fair value of investments, except for loans, held as of December 31, 1994 and 1993 that represent five percent or more of the Plan's net assets.

<TABLE>
<CAPTION>

	1994	1993
<S>	<C>	<C>
PNC money market fund	\$6,161,998	\$1,531,176
PNC managed income fund	-	1,958,982
PNC index equity fund	-	1,919,822
PNC small cap value fund	-	1,829,341
Delaware fund	344,450	-

</TABLE>

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JOSEPH HORNE CO., INC. THRIFT INCENTIVE PLAN

Notes to Financial Statements - Continued

December 31, 1994 and 1993

Net appreciation (depreciation) in the fair value of investments for the years ended December 31, 1994 and 1993 was as follows:

<TABLE>
<CAPTION>

	1994	1993
<S>	<C>	<C>
PNC managed income fund	\$ (220,745)	\$ 17,708
PNC index equity fund	(51,617)	255,170
PNC small cap value fund	(119,480)	183,146
Delaware fund	(12,806)	(34,190)
	\$ (404,648)	\$ 421,834

</TABLE>

4. Plan Termination

Although it has not expressed any intent to do so, the Company has the right under the Plan to terminate the Plan subject to the provisions of ERISA. In the event of Plan termination, participants will become 100 % vested in their accounts.

5. Federal Income Tax

The Plan obtained its latest determination letter on July 20, 1988, in which the Internal Revenue Service stated that the Plan, as then designed, was in compliance with the applicable requirements of the Internal Revenue Code. While the Plan has been amended since receiving such determination letter, the Plan administrator and the Plan's tax counsel believe that the Plan is currently designed and being operated in compliance with the applicable requirements of the Internal Revenue Code. Therefore, no provision for income taxes has been included in the plan's financial statements.

6. Administrative Expenses

Administrative expenses, including trust, investment, actuarial, legal and audit fees, are paid for by the Plan.

7. Subsequent Event

Effective January 1, 1995, the Plan entered into the Federated Department Stores, Inc. Defined Contribution Plan Master Trust Agreement (the "Master Trust") with the Company's trustee. Under the terms of the Master Trust, the trustee serves as trustee custodian for the Master Trust which was established for the investment of assets of the Plan and of The Federated Department Stores, Inc. Retirement Income and Thrift Incentive Plan ("RITI"), also sponsored by the Company. As part of the Master Trust formation, all of the assets held by PNC were liquidated and transferred to the Master Trust.

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JOSEPH HORNE CO., INC. THRIFT INCENTIVE PLAN

Notes to Financial Statements - Continued

December 31, 1994 and 1993

In addition, the Plan was amended and restated as of January 1, 1995 to adopt provisions substantially similar to the thrift incentive provisions of RITI and to change the name of the Plan to The Federated Savings Plan for Employees of Lazarus PA, Inc. (the "Amended Plan"). Under the provisions of the Amended Plan, participants are immediately vested 100% in their own and the Company's contributions; participants can contribute an amount equal to 1% to 10% (subject to certain limitations) of the participant's eligible compensation; the Company's annual contribution is an amount equal to the greater of 2% of the Company's pre-tax income from participating divisions or the amount necessary to match 20% of participants' basic savings (up to 5% of eligible compensation) and the option for new participant loans was eliminated from the Plan. Participants should refer to the Amended Plan document for more complete information.

Pursuant to the Requirements of the Securities and Exchange Act of 1934, the members of the Pension and Profit Sharing Committee (which is the administrative committee for the Federated Savings Plan for Employees of Lazarus PA, Inc.) have duly caused this annual report to be signed by the undersigned, thereunto duly authorized.

FEDERATED SAVINGS PLAN FOR

EMPLOYEES OF LAZARUS PA, INC.

By: \s\ John R. Sims
John R. Sims
Pension and Profit Sharing Committee

June 29, 1995

<TABLE>

Schedule 1

JOSEPH HORNE CO., INC. THRIFT INCENTIVE PLAN

Schedule of Investments

December 31, 1994

<CAPTION>

	Cost	Current	Value
<C>	<C>	<C>	<C>
Clearing Account			
*PNC Money Market Fund	\$ 51,003	\$	51,003
Money Market Fund:			
*PNC Money Market Fund	1,016,628		1,016,628
Managed Income Fund:			
*PNC Money Market Fund	1,767,642		1,767,642
*PNC Managed Income Fund	10,398		10,398
	1,778,040		1,778,040
Index Equity Fund:			
*PNC Money Market Fund	1,716,091		1,716,091
*PNC Index Equity Fund	32,854		32,823
	1,748,945		1,748,914
Small Cap Fund:			
*PNC Money Market Fund	1,608,741		1,608,741
*PNC Small Cap Value Fund	80,341		82,284
	1,689,082		1,691,025
Delaware Fund:			
Delaware Fund Inc.	381,320		344,450
Loan Fund:			
*PNC Money Market Fund	1,893		1,893
*Participant Loans			
(8-11.5% Interest)	-		174,455
	1,893		176,348
Total Investments	\$ 6,666,911	\$	6,806,408

* Denotes party-in-interest

</TABLE>

<TABLE>

Schedule 2

JOSEPH HORNE CO., INC. THRIFT INCENTIVE PLAN

Schedule of Reportable Transactions

Year Ended December 31, 1994

<CAPTION>

Description of Asset	Total	Proceeds From Purchases	Cost of Sales	Net Gain (Loss) Sales	On Sales
<S>	<C>	<C>	<C>	<C>	
*PNC Money Market Fund		\$9,059,230	\$4,428,412	\$4,428,412	\$ -
*PNC Managed Income Fund		282,351	2,248,319	2,466,490	(218,171)
*PNC Index Equity Fund		387,375	2,228,827	2,222,426	6,401
*PNC Small Cap Value Fund		340,734	2,103,038	2,046,503	56,535
Delaware Fund		475,768	409,716	412,341	(2,625)

*Denotes party-in-interest

</TABLE>

CONSENT OF INDEPENDENT AUDITORS

The Board of Directors
Federated Department Stores, Inc.

We consent to incorporation by reference in registration statement No. 33-88240 on Form S-8 of Federated Department Stores, Inc. of our report dated June 23, 1995, relating to the statement of net assets available for benefits of Joseph Horne Co., Inc. Thrift Incentive Plan (currently named Federated Savings Plan for Employees of Lazarus PA, Inc.) as of December 31, 1994, and the related statement of changes in net assets available for benefits for the years then ended, and related schedules, which report appears in the December 31, 1994 Annual Report on Form 11-K of Joseph Horne Co., Inc. Thrift Incentive Plan (currently named Federated Savings Plan for Employees of Lazarus PA, Inc.).

KPMG Peat Marwick LLP

\s\ KPMG Peat Marwick LLP

Cincinnati, Ohio
June 26, 1995