



Partnership Return of Income

FOR CALENDAR YEAR 2005 OR OTHER FISCAL YEAR

From \_\_\_/\_\_\_/\_\_\_ to \_\_\_/\_\_\_/\_\_\_ ▲

Please Type or Print

TYPE OF RETURN (check one) [ ] Partnership [ ] Limited Liability Co.

PRINT NAME AND BUSINESS ADDRESS OF THE ORGANIZATION

Name of Partnership

Street Address

City State ZIP Code

Mail This Return To: INCOME TAX RETURN PROCESSING IOWA DEPT OF REVENUE HOOVER STATE OFFICE BUILDING DES MOINES IA 50319-0120

Federal Identification No. ▲

PART I - MODIFICATION OF PARTNERSHIP INCOME

- 1. Federal partnership taxable income (loss), from Federal Schedule K ..... 1
2. Interest from state and municipal bonds and securities ..... 2
3. Other additions (see instructions) ..... 3
4. Total additions (add lines 2 and 3) ..... 4
5. Interest and dividends from Federal securities ..... 5
6. Other reductions (see instructions) ..... 6
7. Total reductions (add lines 5 and 6) ..... 7
8. Net modifications (line 4 less line 7) ..... 8
9. Total all-source partnership income (line 1 plus line 8) ..... 9 ▲

PART II - PARTNER'S SHARES OF MODIFICATIONS AND INCOME

IMPORTANT - Each nonresident partner with \$1,000 or more in net income from Iowa sources may be required to file an Iowa individual tax return.

Table with 7 columns: (1) Partner's Name and Address, (2) Resident/Non-resident, (3) Social Security No. or Fed. I.D. Number, (4) % of Partner's Interest, (5) Partner's Share of Net Modifications, (6) Partner's All-Source Income, (7) Partner's Apportioned Income. Includes a 'TOTALS' row and a checkbox for additional partners.

PART III - Enter Iowa net income for three preceding years: 2002 \_\_\_\_\_ 2003 \_\_\_\_\_ 2004 \_\_\_\_\_

PART IV - FEDERAL PARTNERSHIP RETURN: Attach a complete copy of Federal form 1065, U.S. Partnership Return of Income, or Federal form 1065-B, U.S. Return of Income for Electing Large Partnerships, including Schedules K-1 for each partner and all other supporting documents, as filed with the Internal Revenue Service.

TO THE TAXPAYER: The Iowa Partnership Return is used for informational purposes only. The partnership's members must report their portion of partnership income on their individual returns.

DECLARATION: The undersigned hereby certifies and declares that this return together with any schedules or papers attached hereto, has been duly examined; that to the best knowledge and belief of the undersigned, it is a true, correct and complete return for the taxable year as required by the income tax law of the State of Iowa and the rules and regulations issued thereunder.

Signature of Partner or Member:

Signature of person or firm preparing this return:

\_\_\_\_\_ Date \_\_\_\_\_

\_\_\_\_\_ Date \_\_\_\_\_

Title: \_\_\_\_\_

Preparer's Address: \_\_\_\_\_

Daytime Phone No.: \_\_\_\_\_

Preparer's ID No.: \_\_\_\_\_



Partnership or Limited Liability Company Information:	Partner Information:
Name _____	Name _____
Federal ID No. _____	SSN or Federal ID _____

(a) Partner's Pro Rata Share Items	(b) Federal K-1 Amount	(c) Iowa Business Activity Ratio	(d) Amt. Apportionable To Iowa
1. Ordinary business income (loss) ..... 1			
2. Net rental real estate income (loss) ..... 2			
3. Other net rental income (loss) ..... 3			
4. Guaranteed payments ..... 4			
5. Interest income ..... 5			
6. Dividends (line 6a, Federal Schedule K-1) ..... 6			
7. Royalties ..... 7			
8. Net short-term capital gain (loss) ..... 8			
9. Net long-term capital gain (loss) (line 9a, Federal Schedule K-1) ..... 9			
10. Net section 1231 gain (loss) ..... 10			
11. Other income (loss) ..... 11			
12. Section 179 deduction ..... 12			
13. Other deductions ..... 13			
14. Credits from the credit section of Federal K-1 (attach schedule) ..... 14			
15. a) Post-1986 depreciation adjustment ..... 15a			
b) Adjusted gain or loss ..... 15b			
c) Depletion (other than oil and gas) ..... 15c			
d) Gross income from oil, gas, and geothermal properties ..... 15d			
e) Deductions allocable to oil, gas, and geothermal properties ..... 15e			
f) Other adjustments and tax preference items (attach schedule) ..... 15f			
16. Enter any supplemental information that is required to be reported separately to each partner for filing with Federal form 1065 K-1. Attach additional schedules if more space is needed.			

**NONRESIDENT MODIFICATIONS SCHEDULE**

17. Partner's all-source modifications .....	17 _____
18. Iowa business activity ratio .....	18 _____
19. Partner's modifications apportionable to Iowa .....	19 _____

**IOWA NONRESIDENT K-1 INSTRUCTIONS**

This schedule apportions the nonresident partner's K-1 items to Iowa with the apportioned amounts appearing in column d of the form. The Iowa Business Activity Ratio (column c) must be applied equally to **each** line item in column b; no method of "separate accounting" is allowed. The nonresident partner's all-source modifications from column 5 Part II of the IA 1065 are apportioned to Iowa on lines 17 through 19 of the Iowa partnership K-1. There is no Iowa partnership K-1 for Iowa residents. A copy of the Federal K-1 will suffice for Iowa resident partners. An Electing Large Partnership must adapt the nonresident partner's Iowa K-1, column b, to report income as shown on the K-1 for Federal form 1065-B.

**NOTE:** State tax information may be disclosed to tax officials of another state or to the United States for tax administration purposes.

**LINE INSTRUCTIONS**

**Column b, lines 1 through 15(f):** Enter the same amounts as shown on your Federal K-1.

**Column c, lines 1 through 15(f):** Enter the Iowa single factor business activity ratio that you have calculated on a separate worksheet. Iowa uses a single factor business activity ratio based on the ratio of Iowa sales or gross receipts to total sales or gross receipts.

**Column d, lines 1 through 15(f):** Multiply the amounts in column b by the percentage in column c and enter the product in column d. This is the amount apportionable to Iowa.

**Line 17:** Enter the nonresident partner's all-source modifications as shown in column 5 Part II of the IA 1065.

**Line 18:** Enter the Iowa single factor business activity ratio.

**Line 19:** Multiply line 17 by the percentage on line 18 and enter here. If this entry is a positive amount, also enter it on line 14 of your IA 126 form. If this entry is a negative amount, enter it on line 24 of your IA 126 form.