

**Schedule K-1  
(Form 8865)**

Department of the Treasury  
Internal Revenue Service

Tax year beginning \_\_\_\_\_, 2004  
and ending \_\_\_\_\_, 200\_\_

**2004** or

Final K-1

Amended K-1

OMB No. 1545-1668

**Partner's Share of Income, Deductions, Credits, etc.** ▶ See back of form and separate instructions.

**Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items**

**Part I Information About the Partnership**

**A** Partnership's employer identification number

**B** Partnership's name, address, city, state, and ZIP code

**Part II Information About the Partner**

**C** Partner's identifying number

**D** Partner's name, address, city, state, and ZIP code

**E** Partner's share of profit, loss, capital, and deductions:

	Beginning		Ending	
Profit	%		%	
Loss	%		%	
Capital	%		%	
Deductions	%		%	

**F** Partner's capital account analysis:

Beginning capital account . . . . \$ \_\_\_\_\_

Capital contributed during the year . . . \$ \_\_\_\_\_

Current year increase (decrease) . . . \$ \_\_\_\_\_

Withdrawals & distributions . . . . \$ ( \_\_\_\_\_ )

Ending capital account . . . . \$ \_\_\_\_\_

Tax basis     GAAP     Section 704(b) book  
 Other (explain)

For IRS Use Only

<b>1</b> Ordinary business income (loss)	<b>15</b> Credits & credit recapture
<b>2</b> Net rental real estate income (loss)	
<b>3</b> Other net rental income (loss)	
<b>4</b> Guaranteed payments	
<b>5</b> Interest income	<b>16</b> Foreign transactions
<b>6a</b> Ordinary dividends	
<b>6b</b> Qualified dividends	
<b>7</b> Royalties	
<b>8</b> Net short-term capital gain (loss)	
<b>9a</b> Net long-term capital gain (loss)	
<b>9b</b> Collectibles (28%) gain (loss)	
<b>9c</b> Unrecaptured section 1250 gain	<b>17</b> Alternative minimum tax (AMT) items
<b>10</b> Net section 1231 gain (loss)	
<b>11</b> Other income (loss)	
	<b>18</b> Tax-exempt income and nondeductible expenses
<b>12</b> Section 179 deduction	
<b>13</b> Other deductions	<b>19</b> Distributions
	<b>20</b> Other information
<b>14</b> Self-employment earnings (loss)	

\*See attached statement for additional information.

**This list identifies the codes used on Schedule K-1 for partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the Partner's Instructions for Schedule K-1 (Form 1065) and the instructions for your income tax return.**

1. **Ordinary business income (loss).** You must first determine whether the income (loss) is passive or nonpassive. Then enter on your return as follows:
 

	<i>Enter on</i>
Passive loss	See Partner's Instr. (Form 1065)
Passive income	Schedule E, line 28, column (g)
Nonpassive loss	Schedule E, line 28, column (h)
Nonpassive income	Schedule E, line 28, column (j)
2. **Net rental real estate income (loss)** See Partner's Instr. (Form 1065)
3. **Other net rental income (loss)**

Net income	Schedule E, line 28, column (g)
Net loss	See Partner's Instr. (Form 1065)
4. **Guaranteed payments** Schedule E, line 28, column (j)
5. **Interest income** Form 1040, line 8a
- 6a. **Ordinary dividends** Form 1040, line 9a
- 6b. **Qualified dividends** Form 1040, line 9b
7. **Royalties** Schedule E, line 4
8. **Net short-term capital gain (loss)** Schedule D, line 5, column (f)
- 9a. **Net long-term capital gain (loss)** Schedule D, line 12, column (f)
- 9b. **Collectibles (28%) gain (loss)** 28% Rate Gain Worksheet, line 4 (Schedule D Instructions)
- 9c. **Unrecaptured section 1250 gain** See Partner's Instr. (Form 1065)
10. **Net section 1231 gain (loss)** See Partner's Instr. (Form 1065)
11. **Other income (loss)**

<i>Code</i>	
A Other portfolio income (loss)	See Partner's Instr. (Form 1065)
B Involuntary conversions	See Partner's Instr. (Form 1065)
C Sec. 1256 contracts & straddles	Form 6781, line 1
D Mining exploration costs recapture	See Pub. 535
E Cancellation of debt	Form 1040, line 21 or Form 982
F Other income (loss)	See Partner's Instr. (Form 1065)
12. **Section 179 deduction** See Partner's Instr. (Form 1065)
13. **Other deductions**

A Cash contributions (50%)	Schedule A, line 15
B Cash contributions (30%)	Schedule A, line 15
C Noncash contributions (50%)	Schedule A, line 16
D Noncash contributions (30%)	Schedule A, line 16
E Capital gain property to a 50% organization (30%)	Schedule A, line 16
F Capital gain property (20%)	Schedule A, line 16
G Deductions—portfolio (2% floor)	Schedule A, line 22
H Deductions—portfolio (other)	Schedule A, line 27
I Investment interest expense	Form 4952, line 1
J Deductions—royalty income	Schedule E, line 18
K Section 59(e)(2) expenditures	See Partner's Instr. (Form 1065)
L Amounts paid for medical insurance	Schedule A, line 1 or Form 1040, line 31
M Educational assistance benefits	See Partner's Instr. (Form 1065)
N Dependent care benefits	Form 2441, line 12
O Preproductive period expenses	See Partner's Instr. (Form 1065)
P Commercial revitalization deduction from rental real estate activities	See Form 8582 Instructions
Q Penalty on early withdrawal of savings	Form 1040, line 33
R Pensions and IRAs	See Partner's Instr. (Form 1065)
S Reforestation expense deduction	See Partner's Instr. (Form 1065)
T Other deductions	See Partner's Instr. (Form 1065)
14. **Self-employment earnings (loss)**

**Note:** If you have a section 179 deduction or any partner-level deductions, see the Partner's Instr. (Form 1065) before completing Schedule SE.

A Net earnings (loss) from self-employment	Schedule SE, Section A or B
B Gross farming or fishing income	See Partner's Instr. (Form 1065)
C Gross non-farm income	See Partner's Instr. (Form 1065)
15. **Credits & credit recapture**

A Low-income housing credit (section 42(j)(5))	Form 8586, line 5
B Low-income housing credit (other)	Form 8586, line 5
C Qualified rehabilitation expenditures (rental real estate)	Form 3468, line 1
D Qualified rehabilitation expenditures (other than rental real estate)	Form 3468, line 1
E Basis of energy property	Form 3468, line 2
F Qualified timber property	Form 3468, line 3
G Other rental real estate credits	See Partner's Instr. (Form 1065)
H Other rental credits	See Partner's Instr. (Form 1065)

- |   |                                  |
|---|----------------------------------|
| <i>Code</i>   | <i>Enter on</i>                  |
| I Undistributed capital gains credit                        | Form 1040, line 69, box a        |
| J Work opportunity credit                                   | Form 5884, line 3                |
| K Welfare-to-work credit                                    | Form 8861, line 3                |
| L Disabled access credit                                    | Form 8826, line 7                |
| M Empowerment zone and renewal community employment credit  | Form 8844, line 3                |
| N New York Liberty Zone business employee credit            | Form 8884, line 3                |
| O New markets credit  | Form 8874, line 2                |
| P Credit for employer social security and Medicare taxes    | Form 8846, line 5                |
| Q Backup withholding  | Form 1040, line 63               |
| R Recapture of low-income housing credit (section 42(j)(5)) | Form 8611, line 8                |
| S Recapture of low-income housing credit (other)            | Form 8611, line 8                |
| T Recapture of investment credit                            | See Form 4255                    |
| U Other credits   | See Partner's Instr. (Form 1065) |
| V Recapture of other credits                                | See Partner's Instr. (Form 1065) |
16. **Foreign transactions**

A Name of country or U.S. possession	Form 1116, Part I
B Gross income from all sources	Form 1116, Part I
C Gross income sourced at partner level	Form 1116, Part I

*Foreign gross income sourced at partnership level*

D Passive	Form 1116, Part I
E Listed categories	Form 1116, Part I
F General limitation	Form 1116, Part I

*Deductions allocated and apportioned at partner level*

G Interest expense	Form 1116, Part I
H Other	Form 1116, Part I

*Deductions allocated and apportioned at partnership level to foreign source income*

I Passive	Form 1116, Part I
J Listed categories	Form 1116, Part I
K General limitation	Form 1116, Part I

*Other information*

L Total foreign taxes paid	Form 1116, Part II
M Total foreign taxes accrued	Form 1116, Part II
N Reduction in taxes available for credit	Form 1116, line 12
O Foreign trading gross receipts	Form 8873
P Extraterritorial income exclusion	Form 8873
Q Other foreign transactions	See Partner's Instr. (Form 1065)
  17. **Alternative minimum tax (AMT) items**

A Post-1986 depreciation adjustment	} See Partner's Instr. (Form 1065) and the Instructions for Form 6251
B Adjusted gain or loss	
C Depletion (other than oil & gas)	
D Oil, gas, & geothermal—gross income	
E Oil, gas, & geothermal—deductions	
F Other AMT items	
  18. **Tax-exempt income and nondeductible expenses**

A Tax-exempt interest income	Form 1040, line 8b
B Other tax-exempt income	See Partner's Instr. (Form 1065)
C Nondeductible expenses	See Partner's Instr. (Form 1065)
  19. **Distributions**

A Cash and marketable securities	See Partner's Instr. (Form 1065)
B Other property	See Partner's Instr. (Form 1065)
  20. **Other information**

A Investment income	Form 4952, line 4a
B Investment expenses	Form 4952, line 5
C Fuel tax credit information	Form 4136
D Look-back interest—completed long-term contracts	Form 8697
E Look-back interest—income forecast method	Form 8866
F Dispositions of property with section 179 deductions	} See Partner's Instr. (Form 1065)
G Recapture of section 179 deduction	
H Special basis adjustments	
I Section 453(l)(3) information	
J Section 453A(c) information	
K Section 1260(b) information	
L Interest allocable to production expenditures	
M CCF nonqualified withdrawals	
N Information needed to figure depletion—oil and gas	
O Amortization of reforestation costs	
P Unrelated business taxable income	
Q Other information	